PRODUCT DISCLOSURE SHEET

Dear Customer,
This Product Disclosure Sheet (PDS) provides you with key information on Tawarruq Financing for Fixed Working Capital. Other customers have read this PDS and found it helpful: **you should read it too.**

Bank Pembangunan Malaysia Berhad
(197301003074 (16562-K))

Date: DD MM YYYY <to be completed by Relationship Manager>

1 WHAT IS TAWARRUQ FINANCING FOR FIXED WORKING CAPITAL (TWF)?

Tawarruq Financing for Fixed Working Capital (TWF) is an Islamic term financing facility offered to part finance the working capital requirement which includes advances, operating and pre-operating expenditure.

The facility is structured based on Shariah concept of Tawarruq. A Tawarruq consists of two sale and purchase contracts. The first involves the sale of a commodity by a seller to a purchaser on a deferred basis. Subsequently, the purchaser of the first sale will sell the same commodity to a third party on a cash and spot basis.

2 KNOW YOUR OBLIGATIONS

An illustration of financing with TWF

Facility Amount / Bank's Purchase Price (PP)	:	RM 20,000,000.00
Profit Rate (r)	:	10% per annum (p.a.)
Effective Profit Rate	:	BFR (6.65% p.a.) + 1% p.a. = 7.65% p.a.
Tenure (t)	:	5 years (60 months)
Instalment Amount	:	RM 402,186.09
Bank's Selling Price (SP)	:	RM 25,496,453.40
Amount of Profit	:	RM 5,496,453.40

Note: The above example is for illustration purposes only. The final approved amount of your financing, tenure and Effective Profit Rate is calculated based daily rest basis and subject to the Bank's credit evaluation and approvals and may differ from the above.

It is your responsibility to:

Read and understand the **key terms** as stipulated in the **Letter of Offer, Facility Agreement** and **Security Documents** before you sign it.

Pay the monthly instalments timely. Speak to us if you wish to settle your obligations earlier.

Contact us immediately if you are unable to pay your monthly payment.

You have to pay the following are the fees and charges:

- Stamp Duties as per the Stamp Duty Act 1949 (Revised 1989).
- Processing Fee and Administration Fee (not applicable to Small and Medium-Sized Enterprise (SME) customers).
- Legal and Disbursement Fees as per Solicitor's Remuneration Order including fees for registration of charge, land search, bankruptcy search, taxes and other charges as per the scale fees charged by the Solicitors (where applicable).
- Valuation Fee as charge by the Valuer (where applicable).
- Transaction Fees for transaction of commodity as charged by commodity trading platform.
- Sales & Services Tax (where applicable).
- Compensation (Ta'widh) charge on late payment and breach of undertaking (Wa`d).

If you wish to settle your obligation early, you should know:
The Bank shall grant Ibra' (rebate) on the deferred profit after full settlement is made subject to applicable terms and conditions.

3 KNOW YOUR RISK

What happens if you fail to fulfil your obligations?

1) The Bank may impose a compensation (Ta'widh) charge on late payment and breach of undertaking (Wa'd).
2) Legal action may be taken against you and your guarantors, affecting your credit rating.
3) The Bank has the right to review and terminate the facility if default occurs.
4) The Bank has the right to initiate bankruptcy/ winding up proceedings if an event of default occurs.

Your monthly instalment may increase during the tenure of your financing.
Monthly instalments may increase during the tenure if BFR/ COF rises due to Bank Negara Malaysia's OPR changes (for floating rate facility).

	Current Rate at 7.65% p.a.	Rate increase by 1%	Rate increase by 2%
Monthly instalment	RM 402,186.09	RM 411,778.03	RM 421,504.81
Total profit	RM 4,131,165.34	RM 4,706,681.90	RM 5,290,288.53
Total payment	RM 24,131,165.34	RM 24,706,681.90	RM 25,290,288.53

For fixed-rate facilities, any increase/ reduction in BFR/ COF do not affect the agreed profit rate.

4 OTHER KEY TERMS

- Collateral is required which may include project assets, debentures, assignment of concession agreement, project account and guarantee.
- Guarantor is required and will be liable if the customer defaults.
- Takaful/ Insurance coverage / policies against all risks acceptable to the Bank for the financing facility.
- Inform us of any changes to your contact details.

If you have any enquiries regarding the facility, you can:

Call us at:
03-2611 3888

Visit us:
Level 30, Menara Bank Pembangunan
Plaza Conlay, Jalan Conlay
50450 Kuala Lumpur

Visit our website at:
https://www.bpmb.com.my/contact-us/

Email us at:
feedback@bpmb.com.my

Customer Acknowledgment*
Ensure you are filling this section yourself and are aware of what you are placing your signature for.

☐ I acknowledge that BPMB has provided me with a copy of the PDS.

☐ I have read and understood the key information contained in this PDS.

**A Customer's acknowledgement of this PDS shall not prejudice his/her rights to seek redress in the event of subsequent dispute over the product terms and conditions.*

Name:
Date:

Issued on: DD MM YYYY