

PRODUCT DISCLOSURE SHEET

Read this Product Disclosure Sheet before you decide to take up this product. Be sure to read the general terms and conditions. Seek clarification from your institution if you do not understand any part of this document or the general terms.

Personal Financing-i

Campaign : PF-i X-Change X-Tra Campaign

Product Type :

Date :

1 What is this product?

This is an unsecured Islamic personal financing offered to individuals. The profit is calculated based on variable rate and monthly rest basis. This Product Disclosure Sheet must be read together with the Campaign Terms & Conditions which is accessible via MBSB Bank's website.

2 What is the Shariah concept applicable?

This Personal Financing-i product is based on the concept of **Tawarruq**, whereby:

- The Customer, via the application form, will execute Purchase Request and Promise to Buy (Wa'd) for the commodity from the Bank at Selling Price based on **Murabahah** consisting the cost price of the Commodity and disclosed profit margin. At the same time, Customer also appoints the Bank as an agent (**Wakalah**) to sell the Commodity to third party commodity trader.
- Upon approval of the application, the Bank will offer the Facility via short message system ("SMS"). Upon receiving Customer's reply to accept the Facility via SMS, the Bank will purchase the Commodity (tele-communication airtime) at cost price which is equivalent to the Purchase Price/ Financing Amount.
- Upon transfer of ownership of the Commodity to the Bank, the Bank will then sell the Commodity to the Customer at the Selling Price based on Murabahah which will be payable by the Customer to the Bank by way of instalment or deferred payment basis. The Customer will buy the same Commodity at the Selling Price. The Murabahah sale transaction is concluded via SMS.
- Upon completion of item ii and iii above, the Bank, acting as the Customer's agent will sell the Commodity to the third party commodity trader at the cost price of the Commodity which is equivalent to the Purchase Price. The proceeds from the sale of the Commodity will be credited into the Customer's account during disbursement of the Facility.

3 What is the Standardised Base Rate (SBR)?

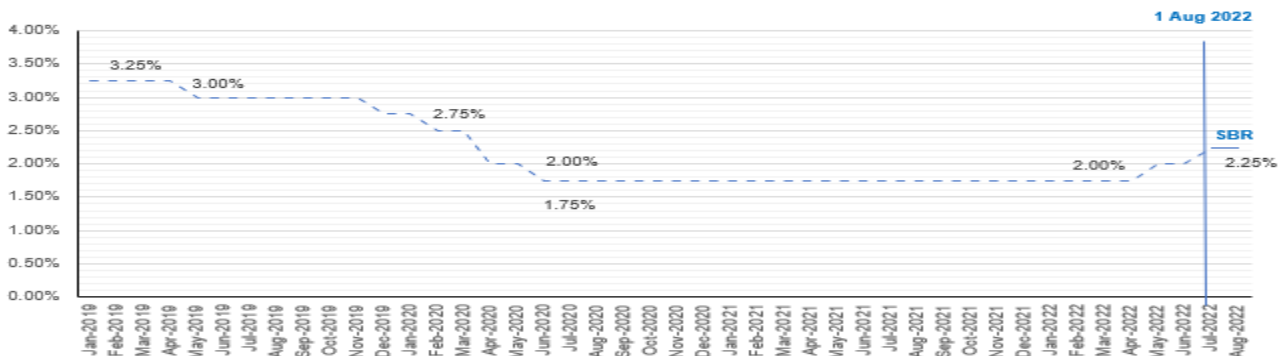
The SBR we offer on this product is based on the benchmark rate specified by Bank Negara Malaysia. The benchmark rate is currently set as the Overnight Policy Rate (OPR), which reflects the monetary policy stance as decided by the Monetary Policy Committee of Bank Negara Malaysia.

For more information on SBR implementation, please refer to BNM's Consumer Guide and Frequently Asked Questions (FAQs) at <https://www.mbsbbank.com/sbr-br-bfr>

4 What are possible scenarios that may trigger a change in the SBR?

The SBR can rise or fall due to changes in the benchmark rate, i.e. changes in the Overnight Policy Rate (OPR).

5 Historical SBR for the past 3 years



Note: Please refer to the latest update of the historical benchmark SBR at www.mbsbbank.com.

6 What do I get from this product?

- Financing Amount : _____
- Financing Tenure : _____ years
- Profit Rate : SBR + _____ p.a.
- Effective Profit Rate : _____ p.a.
- Ceiling Profit Rate : _____ p.a.
- Selling Price : _____

*Current SBR is _____

7 What are my financial obligations?

- Monthly payments
 first _____ months : _____
 final month : _____
- The total amount you must pay is: RM
- If applicable, rebate will be granted based on the difference between the Ceiling Profit Rate and the Effective Profit Rate and as long as the Effective Profit Rate is lower than the Ceiling Profit Rate.

Important: In the event of change in SBR, your monthly instalment may change accordingly. However, the total payment amount should not exceed the Selling Price. Any such changes in the amount of monthly instalment will be notified by the Bank to the customer by giving seven (7) days' prior written notice (which also includes via electronic means) before the changes will take effect.

| Rate | Current SBR = | If SBR goes up by 1% = | If SBR goes up by 2% = |
|---|---------------|------------------------|------------------------|
| Monthly Instalments | RM | RM | RM |
| Total profit charged at the end of [10] years | RM | RM | RM |
| Total payment amount at the end of [10] years | RM | RM | RM |

Note:

- The Bank will provide you with particulars of the revised monthly instalment amount by giving at least seven (7) days' written notice (which also includes via electronic means) prior to the revised monthly instalment date comes into effect.
- Financing calculator is available in the Bank's website for the Customer's reference. All calculations are estimations, based on an indicative profit rate.

8 What other fees and charges do I have to pay?

- Wakalah fee : _____ (subject to SST and/or other applicable taxes)
- Takaful contribution : _____
- Product bundling (if any)
 Product Name : _____
 Amount : _____

9 What if I fail to fulfill my obligations?

- During the Facility tenure:** Late Payment Compensation (Ta'widh) will be charged at one per centum (1%) p.a. on such overdue amount under the Facility or such other method or rate as stipulated by the Shariah Advisory Committee of the Bank from time to time. This Late Payment Compensation (Ta'widh) will not be compounded.
- After the maturity of the Facility:** Late Payment Compensation (Ta'widh) will be charged at a rate that will not exceed the prevailing daily overnight Islamic Interbank Money Market rate ("IIMM") on the outstanding balance.
- If the default causing the entire Facility to be recalled or brought to court for judgement prior to maturity, at a rate that shall not exceed one per centum (1%) per annum on the outstanding balance (outstanding principal and accrued profit).
- If the default payment of any outstanding amount after judgement, at the IIMM rate prescribed by Bank Negara Malaysia on the outstanding balance (excluding legal cost and uncollected late payment compensation) from the date of judgement until the judgement sum is fully settled.
- The Bank may set-off any credit balance in your account maintained with the Bank against any outstanding balance in this financing account by giving seven (7) days' written notice (which also includes via electronic means) prior to the set-off.
- The Bank may take legal action and all costs incurred will be borne by the Customer. This legal action will have an effect on your credit rating and may lead to difficulties in your future financing applications.

10 Do I need any Takaful coverage?

The Group Credit Family Takaful (GCFT) coverage is compulsory under this Campaign. GCFT will protect you as it will cover the outstanding amount in circumstances of death or total permanent disability. Takaful coverage is required to be taken from the Bank's panel of Takaful providers or other Takaful providers of your choice approved by the Bank. The contribution amount will be deducted upfront from the financing amount. The Bank also offers other optional Banca Takaful products that will be applicable through product bundling packages. The Banca Takaful products may also be subject to renewal.

11 If there is any excess payment arising from settlement or closure of my financing account, will I get a refund?

Yes, you will.

12 Is there a lock in period and exit penalty imposed under the Campaign?

- No.

13 What if I fully settle the financing before its maturity?

- The Bank will grant Ibra' (rebate) to the Customer where there is:
 - i. Early settlement or early redemption of the Facility; or
 - ii. Settlement of the original financing contract due to financing restructuring exercise; or
 - iii. Settlement by the Customer in the case of default; or
 - iv. Settlement by the Customer in the event of termination or cancellation of financing before the maturity date.
- The Ibra' is calculated as follows:

| | | |
|----------------------------|---|---|
| Ibra' at settlement | = | Deferred Profit - Early settlement charges (if any) |
| Settlement Amount | = | Outstanding Selling Price + Instalments due + Late Payment Compensation (Ta'widh) – Adjustment on Ibra' due to fluctuations of Effective Profit Rate (if any) – Ibra' at settlement |

14 What are the major risks?

- The profit rate is variable rate and may change according to changes in the reference rate (i.e. SBR). An increase in profit rate may result in higher monthly payment. However, the profit rate increase is capped at the Ceiling Profit Rate.
- Should you encounter any difficulties in meeting your obligations, please contact the Bank in advance to discuss other payment alternatives. This is to avoid any legal action against you in the event you are unable to pay your monthly payment.

15 Do I need a guarantor or collateral?

No guarantor or collateral is required.

16 What do I need to do if there are changes to my contact details?

It is important that you inform the Bank of any change in your contact details to ensure that all correspondence reaches you in a timely manner. Please contact 03-2096 3000 (Customer Service Center) or visit the nearest branch to update any changes.

17 Where can I get assistance and redress?

| | |
|---|---|
| If you have difficulties in making payments, you should contact us earliest possible to discuss payments alternatives. You may contact us at: | Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK) that provide free services on money management, credit counselling, financial education and debt restructuring for individuals. You can contact AKPK at: |
| Collection and Recovery Department 7th Floor, Wisma MBSB Bank 48, Jalan Dungun, Damansara Heights 50490 Kuala Lumpur Tel No. : 03-2083 5000 Email : ecu.careline@mbsbbank.com | Agensi Kaunseling dan Pengurusan Kredit Level 5 and 6, Menara Aras Raya (formerly known as Menara Bumiputra Commerce), 50250 Kuala Lumpur, Tel No. : 1-800-88-2575 E-mel : enquiry@akpk.org.my |
| If you wish to complain on the products or services provided by us, you may contact us at: | If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK or TELELINK at: |
| Customer Experience Management Department 7th Floor, Wisma MBSB Bank 48, Jalan Dungun, Damansara Heights, 50490 Kuala Lumpur Tel. No. : 03-2096 3000 Email : complaint@mbsbbank.com / enquiry@mbsbbank.com Website : www.mbsbbank.com | Block D, Bank Negara Malaysia Jalan Dato' Onn 50480 Kuala Lumpur Tel. No. : 1-300-88-5465 Fax No. : 03-2174 1515 Email : bnmtelelink@bnm.gov.my |

18 Where can I get further information?

Should you require additional information on the Personal Financing-i, please visit our website www.mbsbbank.com or contact us at:

Personal Financing-i Department
 Consumer Banking Division
 MBSB Bank, PJ Sentral
 Jalan Persiaran Barat, Section 52
 46200 Petaling Jaya, Selangor
 Tel. No. : 03-7455 5555
 Website : www.mbsbbank.com

IMPORTANT NOTE :

LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU FAIL TO PAY THE MONTHLY INSTALMENTS OF YOUR PERSONAL FINANCING-I FACILITY

The information provided in this disclosure sheet is valid as at _____ :