

PRODUCT DISCLOSURE SHEET

Dear Customer,

Read and understand this Product Disclosure Sheet ("PDS") before you decide to apply this product. Please seek clarification from Alliance Islamic Bank ("Bank") if you do have any queries.



Alliance Islamic Bank Berhad
("Bank")

Date:

1. What is this Bank Guarantee-i?

- Bank Guarantee-i ("BG-i") is issued by the Bank to a third party to guarantee any claim, debt or obligation that should be fulfilled by the Bank's customer with the third party. A commission is charged for the issuance of the BG-i.
- The Shariah contract applicable is kafalah bil ujah.
- Kafalah refers to a contract where guarantor conjoins the guaranteed party in assuming the latter's specified liability.
- Ujah means fee or service charge.

2. Know Your Obligations

A commission is charged to you for the BG-i issuance as an illustration below:

- Your trade facility limit: **RM1,000,000**
- BG-i amount: **RM500,000**
- BG-i tenure: **12 months**
- Commission Rate: **0.1% per month**

The BG-i issuance commission RM6,000.

Note:

The formula to calculate the BG-i issuance commission is:
Utilised Amount x commission rate x Tenure

IMPORTANT:

- Payment of commission
Commission shall be paid for the entire BG-i tenure prior to issuance of the BG-i. The Bank may at its discretion allow the commission to be paid on a periodic basis.
- Over the counter BG-i applications
Issuance shall be against 100% cash margin from the customer.
- Claims from the beneficiary
In case of any claims from the beneficiary under the BG-i issued by the Bank, you are required to ensure that there are funds available in your account for the Bank to debit to settle the claim.

It is your responsibility to:



Read and understand the **key terms** in the **contract** before you sign it.



Make your payment in a timely manner and in full.



The BG-i facility must not be utilised for Shariah prohibited business activities.



Contact us immediately, if you are having difficulty meeting your financing obligations.

You have to pay the following fees and charges:

Type of Fee/Charge	Details of Fee/Charge
Legal fees	Legal fees for preparation of the financing documentation and security documentation (if any).
Stamp duty	As per Stamp Duty Act 1949 (including any revision made thereto).
Valuation Fee	Applicable if the trade facility is secured by fixed assets such as property. This fee is payable to the valuer for preparation of the valuation report.
Issuance of BG-i	Issuance of BG-i: 0.1% commission rate per month or part thereof plus actual costs, subject to a minimum of RM100.00.
Amendment of BG-i	<ul style="list-style-type: none"> • Amendment of BG-i: RM50.00 • Extension of BG-i / Increase of BG-i amount: 0.1% p.m. or part thereof for the extended period / incremental value plus actual cost (subject to minimum of RM50.00).
Replacement for lost BG-i	RM50.00 plus actual cost
Tracer	RM50.00 (except SME)
Other Fees and Charges	Please refer to the Bank's corporate website alliancebank.com.my/islamic-fees-and-charges for details. Kindly note that the fees and charges on the Bank's website are updated from time to time.

You will be notified of any changes to the fees and charges at least twenty one (21) calendar days prior to the effective date(s) of such changes.

3. Know Your Risks

What happen if you fail to ensure funds is available in the event of demand from beneficiary?

- We may **deduct** money from a deposit account that you have with us to set-off your financing balance.
- We may **foreclose** the collateral securing the facility or **take legal action** against you.

- Your **credit score** may be affected, making it more difficult and expensive for you to obtain credit facilities.

4. Other Key Terms

Change of contact details	It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner.
Takaful coverage	Takaful is not applicable to BG-i.
Guarantor or collateral	The Bank may require a guarantor to provide a guarantee for the facility or collateral from you to secure the facility. This is subject to the credit evaluation by the Bank.

If you have any questions or require assistance on your BG-i, you can:



If your query or complaint is not satisfactorily resolved by us, you may contact:-

BNMLINK – Enquiries & Complaints



Address: 4th Floor, Podium Bangunan AICB,
No. 10, Jalan Dato' Onn, 50480 Kuala Lumpur.



Webpage: bnm.gov.my/BNMLINK

If you have difficulties in making payments, you should contact your relationship manager as soon as possible to discuss payment alternatives.

Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK). AKPK offers specialised solutions to help small and medium enterprises (SMEs) to manage their debt and promote sound financial management practices via their Small Debt Resolution Scheme (SDRS). AKPK's services can be accessed via their online channel at akpk.org.my/contact-us.

Customer's Acknowledgement*

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

- I acknowledge that Alliance Islamic Bank has provided me with a copy of the PDS.
- I have read and understood the key information contained in this PDS.

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Name:
Date:

**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.*