



Export Documentary Collection-i Product Disclosure Sheet

PRODUCT DISCLOSURE SHEET Please read this Product Disclosure Sheet (PDS) before you decide to apply for Export Documentary Collection-i. If your application has been approved, kindly ensure that you have read the terms in the letter of offer before accepting the Bank's offer for the facility. Please consult your relationship manager if you require clarification on the terms.	 ALLIANCE ISLAMIC BANK Product Name: Export Documentary Collection-i														
1. What is this product about?															
Documentary Collection-i is a process, in which the exporter instructs his/its bank (Remitting Bank) to forward documents related to the export of goods to the importer's bank (Collecting Bank), with a request to present these documents to the importer for payment by indicating on what conditions these documents can be released to the buyer. With documentary collection-i the importer does not make payment until the documents of title are received through the banking system. The importer has the assurance that the goods have been shipped/ arrived, while the exporter retains control of the goods until payment is made. - Documents against acceptance (D/A) Documents are released to the importer against their acceptance of payment term which payable at a fixed or determinable future date. - Documents against payment (D/P) The collection is payable upon presentation (at sight) and documents released to the importer against payment of the amount due. Documentary Collections are subject to Uniform Rules for Collection ("URC") 522 and a credit facility is not required for importers/ exporters to access the Documentary Collection services.															
2. What is the Shariah contract applicable?															
• Documentary Collection-i is based on the Shariah contract of agency (Wakalah). • Under the Wakalah concept, both the Remitting Bank and Collecting Bank act as agents of the exporter. • The product structure for Documentary Collection-i is as follows: <table border="1" data-bbox="252 974 1476 1388"> <thead> <tr> <th>No.</th> <th>Description</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>The exporter/ beneficiary ships the merchandise to importer / Applicant.</td> </tr> <tr> <td>2.</td> <td>The Exporter/ beneficiary presents documents to Alliance Islamic Bank (Nominated Bank) for collection.</td> </tr> <tr> <td>3.</td> <td>If Alliance Islamic Bank (Nominated Bank) does not negotiate, it sends the documents to Importer's Bank (Issuing Bank) under collection.</td> </tr> <tr> <td>4.</td> <td> a) Importer's Bank (Issuing Bank) scrutinizes the documents whether documents comply with the terms and conditions of the Documentary Credit. Importer's Bank (Issuing Bank) advises Importer/ Applicant on the arrival of documents and asks for acceptance/ payment. Importer/ Applicant makes payment to the Importer's Bank (Issuing Bank). b) Importer's Bank (Issuing Bank) releases shipping document together with the other documents to the Importer/ Applicant upon receiving of acceptance/ payment from Importer/ Applicant. </td> </tr> <tr> <td>5.</td> <td>Importer's Bank (Issuing Bank) informs Alliance Islamic Bank (Nominated Bank) on the acceptance of the documents. Importer's Bank (Issuing Bank) remits payment to Alliance Islam Bank (Nominated Bank) based on the payment instruction.</td> </tr> <tr> <td>6.</td> <td>Alliance Islamic Bank (Nominated Bank) receives fund from Importer's Bank (Issuing Bank) and release payment to the Exporter/ Beneficiary.</td> </tr> </tbody> </table>		No.	Description	1.	The exporter/ beneficiary ships the merchandise to importer / Applicant.	2.	The Exporter/ beneficiary presents documents to Alliance Islamic Bank (Nominated Bank) for collection.	3.	If Alliance Islamic Bank (Nominated Bank) does not negotiate, it sends the documents to Importer's Bank (Issuing Bank) under collection.	4.	a) Importer's Bank (Issuing Bank) scrutinizes the documents whether documents comply with the terms and conditions of the Documentary Credit. Importer's Bank (Issuing Bank) advises Importer/ Applicant on the arrival of documents and asks for acceptance/ payment. Importer/ Applicant makes payment to the Importer's Bank (Issuing Bank). b) Importer's Bank (Issuing Bank) releases shipping document together with the other documents to the Importer/ Applicant upon receiving of acceptance/ payment from Importer/ Applicant.	5.	Importer's Bank (Issuing Bank) informs Alliance Islamic Bank (Nominated Bank) on the acceptance of the documents. Importer's Bank (Issuing Bank) remits payment to Alliance Islam Bank (Nominated Bank) based on the payment instruction.	6.	Alliance Islamic Bank (Nominated Bank) receives fund from Importer's Bank (Issuing Bank) and release payment to the Exporter/ Beneficiary.
No.	Description														
1.	The exporter/ beneficiary ships the merchandise to importer / Applicant.														
2.	The Exporter/ beneficiary presents documents to Alliance Islamic Bank (Nominated Bank) for collection.														
3.	If Alliance Islamic Bank (Nominated Bank) does not negotiate, it sends the documents to Importer's Bank (Issuing Bank) under collection.														
4.	a) Importer's Bank (Issuing Bank) scrutinizes the documents whether documents comply with the terms and conditions of the Documentary Credit. Importer's Bank (Issuing Bank) advises Importer/ Applicant on the arrival of documents and asks for acceptance/ payment. Importer/ Applicant makes payment to the Importer's Bank (Issuing Bank). b) Importer's Bank (Issuing Bank) releases shipping document together with the other documents to the Importer/ Applicant upon receiving of acceptance/ payment from Importer/ Applicant.														
5.	Importer's Bank (Issuing Bank) informs Alliance Islamic Bank (Nominated Bank) on the acceptance of the documents. Importer's Bank (Issuing Bank) remits payment to Alliance Islam Bank (Nominated Bank) based on the payment instruction.														
6.	Alliance Islamic Bank (Nominated Bank) receives fund from Importer's Bank (Issuing Bank) and release payment to the Exporter/ Beneficiary.														
3. What do I get from this product?															
• Under a Documentary Collection-i, documents and payment are processed through the banking system. • As an exporter you will retain control of the commercial documents until the importer performs acceptance or payment.															
4. What are my obligations?															
• You must release documents to the importer upon acceptance or payment by the importer. • You are required to pay commission for Documentary Collection-i upfront. You must ensure sufficient fund in your current account maintained with the Bank. • You must authorise the Bank to debit the commission and other fees and charges from the current account. • You must ensure the goods and the trade transactions are shariah compliance.															
5. What are the fees and charges I have to pay															
Below are fees and charges for Documentary Collection-i:															
Fees and Charges	Details														
Stamp Duty	Stamp duty for the legal documents is payable in accordance with the Stamp Duty Act 1949 (revised 1989).														
Fees and Charges	Please refer to our Letter of Offer and the Bank's corporate website (https://www.alliancebank.com.my/) for details. Stamp duty for the legal documents is payable in accordance with the Stamp Duty Act 1949 (revised 1989).														

Fees and Charges	Details																
Fees and Charges (Continued)	Kindly note that the fees and charges on the Bank's website are updated from time to time. If there are any changes in fees and charges that are applicable to your facility, the Bank will notify you at least 21 calendar days prior to the effective date of implementation.																
Unless otherwise specified herein, the Bank's charges exclude any current taxes and future taxes (if any) that may be imposed under the relevant legislation. Should any of such taxes be implemented in the future and whenever applicable, the Bank will be entitled to recover such taxes from you.																	
6. What if I fail to fulfil my obligations?																	
- Your importers may not be able to pay you promptly if you fail or delay the release the documents to them. - The Bank will not be able to complete the processing of Documentary Collection-i if we unable to debit your current account for the Documentary Collection-i i commission and other fees and charges due to insufficient funds in your current account.																	
7. Do I need any takaful coverage?																	
You may consider taking up appropriate coverage for your trade transaction.																	
8. Do I need a guarantor or collateral?																	
Not applicable.																	
9. What are the major risks?																	
There are a few commercial risks involved under Documentary Collection-i. For the importer, if payment has been made against a D/P (Document Against Payment), the importer runs the risk that the goods shipped may be of inferior quality or do not meet the expectation. For the exporter, the risk is that there is no guarantee of payment from the buyer if payment is made against a D/A (Document Against Acceptance) and buyer has already taken the goods.																	
10. What do I need to do if there are changes to my 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.																	
11. Where can I get assistance and redress?																	
- If you have difficulties in making payments, you should contact the Bank as early as possible to discuss payment alternatives. You may contact us at: Alliance Bank Berhad, Consumer Collections, 2nd Floor, 3 Alliance, 3 Jalan SS15/2A, 47500 Subang Jaya, Selangor. Tel: 03-5516 9988 Fax: 03-5516 9399 Email: info@alliancefg.com - Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK), an agency established by Bank Negara Malaysia to provide free services on money management, credit counselling, financial education and debt restructuring for individuals. You may also join the "Program Pengurusan Wang Anda (POWER)" offered by AKPK that promotes financial discipline and prudent financial management. For further information or to register, please contact AKPK at: Level 8, Maju Junction Mall, 1001, Jalan Sultan Ismail, 50250 Kuala Lumpur. Tel: 03-2616 7766 Email: enquiry@akpk.org.my - If you wish to lodge a complaint on the products or services provided by the Bank, you may contact the Bank at: Alliance Bank Berhad, Customer Care Unit, 22nd Floor, Menara Alliance Bank, No. 159 Jalan Ampang, 50450 Kuala Lumpur. Tel: 03-2600 1800 Fax: 03-2691 8229 Email: info@alliancefg.com - If your query or complaint is not satisfactorily resolved by the Bank, you may contact Bank Negara Malaysia LINK or BNMLINK at: 4th Floor, Podium Bangunan AICB, No. 10, Jalan Dato' Onn, 50480 Kuala Lumpur. Tel: 1-300-88-5465 Fax: 03-2174 1515 Email: bnm.gov.my/BNMLINK - You may also contact Ombudsman for Financial Services at: Level 14, Main Block, Menara Takaful Malaysia, No. 4, Jalan Sultan Sulaiman, 50000 Kuala Lumpur. Tel: 03-2272 2811 Fax: 03-2272 1577 Email: enquiry@ofs.gov.my																	
12. Where can I get further information on products and services?																	
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. Contact your relationship manager or update your account details at any of our bank's branches																	
13. Other business products and services available																	
<table border="1"> <thead> <tr> <th>No.</th> <th>Services</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Islamic Trade Products and Services</td> </tr> <tr> <td>2</td> <td>Cashline Facility-i</td> </tr> <tr> <td>3</td> <td>Commodity Murabahah Term Financing-i</td> </tr> </tbody> </table>	No.	Services	1	Islamic Trade Products and Services	2	Cashline Facility-i	3	Commodity Murabahah Term Financing-i	<table border="1"> <thead> <tr> <th>No.</th> <th>Services</th> </tr> </thead> <tbody> <tr> <td>4</td> <td>Commodity Murabahah Revolving Credit-i</td> </tr> <tr> <td>5</td> <td>Business Premise Term Financing-i</td> </tr> <tr> <td>6</td> <td>Industrial Hire Purchase-i</td> </tr> </tbody> </table>	No.	Services	4	Commodity Murabahah Revolving Credit-i	5	Business Premise Term Financing-i	6	Industrial Hire Purchase-i
No.	Services																
1	Islamic Trade Products and Services																
2	Cashline Facility-i																
3	Commodity Murabahah Term Financing-i																
No.	Services																
4	Commodity Murabahah Revolving Credit-i																
5	Business Premise Term Financing-i																
6	Industrial Hire Purchase-i																
14. Disclaimer																	
This Product Disclosure Sheet is for information purposes and shall not be construed as an obligation by the Bank to grant facilities to you. The terms herein are subject to the Bank's credit evaluation and approval.																	
The information provided in this product disclosure sheet is valid as at [to insert date].																	
IMPORTANT NOTE: LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU DO NOT HONOUR YOUR PAYMENT OBLIGATIONS FOR THE FACILITY.																	

ACKNOWLEDGEMENT BY CUSTOMER:

I/We acknowledge that I/we have read and understood the features of the product, its salient terms and the obligations attached to it. I/we understand that this product disclosure sheet is only for information purposes and shall not be construed as an offer by the Bank or an obligation by the Bank to grant any facilities to us.

Name:

Date: