PRODUCT DISCLOSURE SHEET

Dear Customer,

This Product Disclosure Sheet ("PDS") provides you with key information on your Letter of Credit-*i*.

Other customers have read this PDS and found it helpful; you should read it too.

Date : ____________________

1. What is alrajhi bank Malaysia Letter of Credit-*i*?

A Letter of Credit-*i* ("LC-*i*") or documentary credit is a financial instrument issued by Al Rajhi Banking & Investment Corporation (Malaysia) Bhd ("alrajhi bank Malaysia" or "Bank") that guarantees the payment of our customer (buyer) to a seller for Shariah-compliant goods or services.

LC-*i* is to be fully secured by way of marginal (cash) deposit, earmarking of Current Account-*i* or Term Deposit-*i*.

LC-*i* is based on the Shariah contract of Wakalah bil Ujrah (agency with service fee). Under this contract, you appoint the Bank to act as your agent to perform a particular task on matters that may be delegated, with imposition of a fee.

The Bank issues the LC-*i* to the seller's bank and utilises your deposit to make payment as specified in the LC-*i* after the seller's bank has forwarded all required documents to the Bank and the Bank has verified such documents.

2. Know Your Obligations

It is your responsibility to:

- read and understand the key terms in the contract before you sign it.
- pay the following fees and charges:

Services Type	Charges (RM)
LC Issuance Foreign/ Local – Handling Fee (Checking Fee)*	0.1% per month (1.2% per annum) on the guaranteed amount
LC Discrepancy Charges*	Foreign LC – USD75 Local LC – RM100
LC Amendment Foreign/ Local – Handling Fee/ Increase Amount*	0.1% per month (1.2% per annum) on the guaranteed amount
LC Amendment Foreign/ Local - Handling Fee/ Extension of Validity*	No additional charges except for actual cost involved
Other Amendment*	RM 100.00
Export LC Advising – Advising Handling Fee Foreign / Local*	RM150.00
Handling Fees - LC Cancellation under Import LC	No charge
Acceptance Commission*	0.1% per month or part thereof based on the value of the Usance LC or minimum RM100.
SWIFT	RM30.00 for each SWIFT being sent

*The above referred amounts are deemed pricing and not fees and charges.

For the avoidance of doubt, you shall bear all professional fees, taxes (including but not limited to sales and service tax (SST)), and out-of-pocket expenses incurred and any other fees, expenses or recourse in respect of this product.

3. Know Your Risks

What happens if you ignore your obligations?

- Where the shipping documents contain discrepancies, Bank may refuse to honour or negotiate the documents.
- The Bank is entitled to, without further notice to you, directly debit from any of your accounts maintained with the Bank, by way of payment in advance of all costs, expense and liabilities which the Bank may incur in relation to or in respect of the LC-*i* including the amount any and all sums which the Bank may make to the beneficiary.

4. Other Key Terms

- It is important that you inform us of any change in your contact information to ensure that all correspondence reaches you in a timely manner.
- The Customer may require submitting a list of local suppliers to the Bank for approval for local purchase. The approved suppliers' list may be reviewed by the Bank and is subject to change from time to time.
- Adhere to terms and conditions governing Islamic trade credit facilities granted by Al Rajhi Banking & Investment Corporation (Malaysia) Bhd as defined in the letter of offer, general standard terms and conditions governing facilities or application forms.

If you have any questions or require assistance with your Letter of Credit-*i*, you can:

Call us at:	Visit us at:	Email us at:
+603 2332 6000	https://www.alrajhibank.com.my/business/financing/trade financing/letter-of-credit	customersupport@alrajhibank.com.my

Customer's Acknowledgement*

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

☐ Acknowledged that alrajhi bank Malaysia 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: