

PRODUCT DISCLOSURE SHEET (PDS)

Read this Product Disclosure Sheet (PDS) before you decide to subscribe for the Commodity Murabahah Foreign Currency Current Account-*i* (CM FCYCA-*i*). Be sure to also read the relevant terms and conditions. Seek clarification from Al Rajhi Banking & Investment Corporation (Malaysia) Bhd if you do not understand any part of this document or the general terms of this Product

AL RAJHI BANK

**COMMODITY MURABAHAH FOREIGN
CURRENCY CURRENT ACCOUNT-*i*
(CMFCY CA-*i*)**

Protected by PIDM up to RM250,000 for each depositor

Effective Date of this PDS:

[As per CM FCY Account Opening Date]

1. What is this product about?

Commodity Murabahah Foreign Currency Current Account-*i* (CM FCY CA-*i*) is a non-Malaysian Ringgit deposit product based on Shariah contract of Commodity Murabahah. The product offers Customer with profit return as agreed upfront. The principal and profit of this product are protected by Perbadanan Insurans Deposit Malaysia up to RM250,000 for each depositor.

2. What is the Shariah contract applicable?

The applicable Shariah contract is **Commodity Murabahah** (with Tawarruq arrangement) and **Wakalah bil Ujrah**, where the commodity is used as an underlying asset for the purchase and sale transactions between commodity trader(s), the Customer (via agent) and the Bank.

Definition of Commodity Murabahah

A sale and purchase transaction of an identified commodity whereby the cost and profit are made known and agreed to by the Customer and the Bank (cost plus profit) (Tawarruq concept).

The Customer will appoint Al Rajhi Nominee (Tempatan) Sdn Bhd to act as his agent to execute the Murabahah transaction(s) (sale and purchase of commodity) with the Bank. As an Agent of the Customer, Al Rajhi Nominee (Tempatan) Sdn Bhd will purchase an identified commodity based on the purchase price which is equivalent to the Deposit balance held by the Customer in the account (available balance).

Upon completion of the Commodity purchase (which includes completion of transfer of ownership and possession of the Commodity represented by certificate), Al Rajhi Nominee (Tempatan) Sdn Bhd will enter into a sale transaction with the Bank to sell the commodity on behalf of the Customer at the Murabahah Sale Price on deferred basis to the bank. The Bank agrees to buy the commodity from Al Rajhi Nominee (Tempatan) Sdn Bhd (as an agent of the Customer) at the Murabahah Sale Price.

Definition of Wakalah bil Ujrah

Customer will appoint Al Rajhi Nominee (Tempatan) Sdn Bhd to act on its behalf with regards to the Murabahah sale transactions. For this role, Al Rajhi Nominee (Tempatan) Sdn Bhd has established a dedicated unit known as "Commodity Trading Unit" (CTU) and will be paid an agency fee.



Definition of Sarf

Any exchange of currencies shall abide by the rules of 'Sarf' in Shariah, among others: immediate payment of both currencies, and the exchange rate of currencies must be as at the time and date of exchange

3. What do I get from this product?

- a) Customer will receive the Profit on monthly basis. The Profit will be computed based on Effective Profit Rate (EPR) which will be published by the Bank from time to time as per the following formula:

$$\text{Profit} = \text{Purchase Price} \times \text{Profit Rate}^* \times (\text{No. of Days} / 365 \text{ or } 366 \text{ or } 360)$$

- b) Available in 2 major currencies, i.e. Saudi Riyal (SAR) & U.S. Dollar (USD)
 c) Customer will receive monthly statement via registered email address, i.e. e-Statement services. The statement will be in PDF format and to be self-printed by you;
 d) Illustration of the profit computation as per below (for illustration ONLY):

Scenario 1:	Scenario 2:																				
End of Day Balance = USD50,000.00	End of Day Balance = USD20,000.00																				
Profit Rate =	Profit Rate =																				
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Note: for actual Profit Rate, please refer to the Board Rate * Profit Rate inclusive Agency Fee	Note: for actual Profit Rate, please refer to the Board Rate * Profit Rate inclusive Agency Fee																				
Number of Days in Year = 360 days * Agency Fee Rate = 0.01%	Number of Days in Year = 360 days * Agency Fee Rate = 0.01%																				
Profit = USD 50,000 x (0.55%+0.01%) x (1/360) = USD 0.78	Profit = USD 20,000 x (0.35%+0.01%) x (1/360) = USD 0.20																				
Murabahah Sale Price = USD 50,000 + USD 0.77 = USD 50,000.78	Murabahah Sale Price = USD 20,000 + USD 0.20 = USD 20,000.20																				
Agency Fee = USD 50,000 x 0.01% x (1/360) = USD 0.01	Agency Fee = USD 20,000 x 0.01% x (1/360) = USD 0.01																				
Amount payable to the Customer shall be net of the Agency Fee = USD 50,000.78 – USD 0.01 = USD 50,000.77	Amount payable to the Customer shall be net of the Agency Fee = USD 20,000.20 – USD 0.01 = USD 20,000.19																				



e) Product Features

Minimum Initial Placement	Individual – USD1,000 or its equivalent Non Individual – USD5,000 or its equivalent (No minimum balance to be maintained)
Eligibility	<ul style="list-style-type: none"> • Individuals (including joint); • Corporate; • Small Medium Enterprise (SME); • Sole Proprietor; • Partnership; • Professional, Associations, Societies, Clubs, Schools, and Religious Body
Profit Rate	Fixed rate determined upfront, upon account opening
Profit Payment Frequency	Monthly (month-end)
Currency	SAR & USD
Agency Fee	0.01% (Bank is authorised by the Customer to determine the Agency Fee from time to time)
Capital Guaranteed	Yes
* PIDM Coverage	Protected by PIDM up to RM250,000 for each depositor

* Perbadanan Insurans Deposit Malaysia (PIDM)

4. What are the other key terms and conditions of this product that I should know?

Important Term/ Formula	<ul style="list-style-type: none"> • Purchase Price = Total End of Day Balance in FCY CM CA-i Account • Murabahah Sale Price = Purchase Price + Profit • Profit = Purchase Price x Profit Rate x (1 / 365 or 366 or 360) • Agency Fee = Purchase Price x 0.01% x (1 / 365 or 366 or 360)
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5. What are the fees and charges I have to pay?

Fees Type	Details
Half Yearly Service Charge – CM FCY CA-i If Average Balance for Half- Year is Less Than USD 1,000 or its equivalent	USD 10.00 or its equivalent
Request for Audit Confirmation	RM 50.00
Request For Account Statement Within 1 Year (per statement) More Than 1 Year (per statement)	RM 10.00 RM 20.00
Dormant Account (an advice is sent to customer advising customer to re-activate account) a) With balances up to RM 10 b) With balances greater than RM 10	Account will be closed and the balance absorbed by the Bank as fee income An annual service of RM 10.00 will be charged until the remaining account balances are transferred to Unclaimed Monies; at any stage if the balance is equal to RM 10 or less, the account will be closed and the outstanding amount will be absorbed by the Bank as fee income.
c) Activation of dormant account	Waived

6. What are the risks involved?

- The customer shall experience the typical risks associated with conducting a deposit transaction or when utilizing the ATM with any banking institution;
- For any 3rd party remittance, Exchange Rate Risk may be incurred on conversion (if any) of the Foreign Currency (FCY) Deposit will be dependent on the exchange rates which prevails at the time of the withdrawal of the FCY deposit.

If the customer seeks for assistance due to any materialized risks, please refer to the contact details below.

7. What do I need to do if there are changes to my personal details?

It is important that you inform us of any change in your personal details to ensure that all correspondences reach you in a timely manner. Inform us of any changes in your contact details by visiting any of our branches or call our Customer Care Hotline at 03-2332 6000.



8. Where can I get further information?

Should you require any additional information about this product, you may contact our Customer Care Hotline at 03- 2332 6000 or visit our website at www.alrajhibank.com.my

For further enquiries on Financial Products, visit www.bankinginfo.com.my

Or, you may visit the nearest BNMLINK or call BNMTELELINK at 1300 88 5465

For further information on deposit insurance protection by Perbadanan Insurans Deposit Malaysia, you may call their toll-free line at 1 800 88 1266, available Mondays to Fridays from 8.30am to 5.30pm, email to info@pidm.gov.my or visit PIDM website at www.pidm.gov.my

9. Who should I contact for further information or to lodge a complaint?

For internal dispute resolution, you may contact the Bank's Customer Care at +603 2332 6000

If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the BNM TELELINK:

- via phone to : 1-300-88-5465 (1-300-88-LINK)
- via fax to : +603 2174 1515
- via email to : bnmtelelink@bnm.gov.my
- via letter to : Laman Informasi Nasihat dan Khidmat (LINK)
Bank Negara Malaysia
P.O. Box 10922
50929 Kuala Lumpur

10. Are there other similar type of deposit available?

Qard Foreign Currency Current Account-*i* (non-profit bearing account)

The information provided in this Product Disclosure Sheet is valid as at DDMMYYYY.