



TERMS AND CONDITIONS FOR COMMODITY MURABAHAH CURRENT/SAVINGS/FOREIGN CURRENCY CURRENT ACCOUNT-*i*

IMPORTANT: You must read these Terms and Conditions before completing the Application Form.

STANDARD TERMS AND CONDITIONS

1.1 Application and Relationship with Specific Terms and Conditions

These general terms and conditions apply to the Commodity Murabahah Current/ Savings/ Foreign Currency Current Account-*i* unless provided otherwise.

1.2 Applicable Shariah Contract

The applicable Shariah contract shall be:-

- (i) Contract of *Murabahah* in commodities with deferred term (under the *tawarruq* concept). A sale and purchase transaction of an identified commodity whereby the cost and profit are made known and agreed to by all parties involved; and
- (ii) Contract of *Wakalah bil Ujrah (Agency with Fee)*. You will pay an agency fee to an agent appointed by you to act on your behalf in the Commodity Murabahah Transaction(s) (as defined herein).
- (iii) Contract of *Sarf* to facilitate the exchange of a price for a price in the same or different currencies, this exchange has to be an immediate payment of both currencies at the same time.

1.3 Procedures to Conclude Placement of Deposit

The following procedures are required to complete the placement of deposit under this Commodity Murabahah Current/ Savings/ Foreign Currency Current Account-*i*:-

- (i) The Deposit placed for the Commodity Murabahah Transaction(s) will be credited by the Bank into an idle account and the Bank undertakes not to utilise the said Deposit until the Murabahah Purchase Transaction(s) is performed;
- (ii) You will appoint an agent identified by us to perform the Commodity Murabahah Transaction(s)(as defined herein) on your behalf;
- (iii) Your agent will purchase identified commodities on your behalf from commodity suppliers; and
- (iv) Upon completion of the purchase, your agent will sell the commodities on your behalf to us and we will pay you the Murabahah Sale Price in accordance with these Terms and Conditions

1.4 Definitions

Account

means the Commodity Murabahah Current or Savings or Foreign Currency Current Account-*i*, as the case may be. The Account (either in MYR or foreign currency where applicable) is a deposit product based on Shariah contract of Commodity Murabahah;

For avoidance of doubt, the Account qualifies as Islamic deposit defined under IFSA 2013;

Accountholders

means collectively the accountholders of the Account and references to the "Accountholder" shall include references to any one or more of them;

Agent

means an agent to be appointed by you to facilitate the completion of Commodity Murabahah Transaction(s) on your behalf. The appointment of the agent is pursuant to the contract of Wakalah bil Ujah. The Agent will not perform any other task except as provided in Clause 3.1 herein.

The Agent is **AL RAJHI NOMINEE (TEMPATAN) SDN BHD [Company Registration No. 201001026991 (910910-A)]**, a company incorporated in Malaysia and having its registered office at Ground Floor, East Block, Wisma Golden Eagle Realty, 142-B Jalan Ampang, 50450 Kuala Lumpur. The Agent has established a dedicated unit known as "Commodity Trading Unit" to undertake this agency function and as such the Agent expenses shall be paid from the Agency Fee;

Agent Account	means the collection account maintained by the Agent with the Bank for the Agency Fee to be credited into;
Agency Fee	means the fee payable to the Agent which is based on the contract of <i>Wakalah bil Ujrah</i> . The Agency Fee will be deducted from the Murabahah Sale Price. Please refer to Appendix 1 for illustration of Agency Fee calculation. The Bank is authorised by the Customer to determine the Agency Fee from time to time;
Agency Appointment Form	means the form filled in by you to appoint the Agent to undertake the Commodity Murabahah Sale Transactions. The Form outlines the specific tasks the Agent has to perform on your behalf;
Bank, us or we	means AL RAJHI BANKING & INVESTMENT CORPORATION (MALAYSIA) BHD [Company Registration. No. 200501036909 (719057-X)];
Bank's Rules and Regulations	means our general rules and regulations governing the deposit accounts, facilities and services provided by us to our customers as prescribed or stipulated by us at any time;
Business Day	means any day (other than Saturday, Sunday or a public holiday) on which we are open for business in Kuala Lumpur. For all outstation branches (outside Klang Valley) which has different banking days, the definition of Business Day will follow the banking day in Kuala Lumpur;
Commodity	include any commodities permissible by Shariah except: <ul style="list-style-type: none"> (i) gold, silver and currencies; (ii) assets to be constructed or under construction; and (iii) assets which are debt in nature
Commodity Murabahah Transaction(s)	means collectively, the Murabahah Purchase Transaction and the Murabahah Sale Transaction;
Currencies	means, where applicable, the foreign currency(ies) deposited or to be deposited by the Customer into the Account, which is/ are stated in Item 1 of Appendix 2.

Customer or You	means the Accountholder;
Deposit	means the amount of money deposited into the Account from time to time by you;
Effective Profit Rate (EPR)	means the actual rate used to compute the Profit credited. Actual rate may vary from time to time, depending on changes in Overnight Policy Rate (OPR) announced by Bank Negara Malaysia (BNM) for MYR Currency or to use other benchmark rate identified by the Bank for Foreign Currencies;
End of Day Balance (EOD Balance)	means end of day credit balance in the Account. Any deposited amount after cut-off time (as identified by the Bank) will be captured as next day end of day credit balance;
FEP	means Foreign Exchange Policy issued by Bank Negara Malaysia (BNM), as may be amended or supplemented from time to time, which is available on the website at https://www.bnm.gov.my/fep
IFSA 2013	refers to Islamic Financial Services Act 2013 and includes any rules, regulations, supplemental and amendments thereof;
Maturity	in relation to both Daily Commodity Murabahah and Annual Commodity Murabahah refers to end of day of 31 December of the current year where the respective Commodity Murabahah Transaction is executed;
Murabahah Sale Transaction	means the sale of Commodity to the Bank, under the contract of <i>Murabahah</i> , by the Agent on your behalf on deferred payment basis at the Murabahah Sale Price;
Murabahah Sale Price	<p>means, the sale price (equivalent to Purchase Price plus Profit) to be paid by the Bank to you for each of Commodity Murabahah transaction(s). Please refer to Appendix 1 for illustration of calculation of Murabahah Sale Price;</p> <p>For avoidance of doubt, the Murabahah Sale Price comprises of two portions; the first portion being the principal to be paid upon maturity and the second portion being the profit to be paid in accordance with these Terms and Conditions;</p>

Profit	means sum of daily profit which is calculated on daily EOD Balance based on EPR. Profit shall be payable to you monthly and the total aggregated profit payable to you shall be credited in the Account on the last day of each calendar month;
Purchase Price	means the purchase price of the Commodity for the Purchase Transaction (which is equivalent to the end of day balance);
Purchase Transaction	means the purchase transaction of the Commodity by the Agent on your behalf from the commodity trader or supplier;
RENTAS	means Real Time Electronic Transfer of Funds and Securities System that provides multi-currency real time gross settlement of interbank funds transfer integrated with PayNet;
SWIFT	means Society Worldwide Interbank Financial Telecommunication, which provides a network that enables financial institutions worldwide to send and receive information about financial transactions in a secure, standardized and reliable environment;

2. AUTHORISATION AND REQUEST

You hereby authorise and request us to honour and comply with all cheques, drafts, orders to pay, bills of exchange and promissory notes that are drawn, signed, accepted, endorsed or made on your behalf drawn upon or addressed to or made payable by us.

3. SPECIFIC CLAUSES FOR COMMODITY MURABAHAH

3.1 Appointment of Agent

(a) To facilitate efficient execution of the Commodity Murabahah Transaction(s) for the placement of Deposit, you agree to appoint the Agent to undertake on your behalf the tasks provided herein. You are required to fill in the Agency Appointment Form. The appointment of the Agent shall continue until the Account is terminated by you or by us (as the case may be). The Agent has established a dedicated unit known as "Commodity Trading Unit" to undertake these tasks. Specific roles undertaken by the Agent as agreed by you as follows:

- (i) to purchase the Commodity on your behalf from the commodity trader or supplier on cash basis;

- (ii) upon completion of the purchase of the Commodity (which includes completion of transfer of ownership and possession of the Commodity represented by certificate(s) on behalf of the group of customers), to sell the Commodity to the Bank at the Murabahah Sale Price; and
 - (iii) generally, to execute all acts for the completion of the Commodity Murabahah Transaction(s) in accordance with this Terms and Conditions.
 - (iv) the Agent will perform the tasks in Clause 3.1(a)(i) – (iii) on your behalf to facilitate completion of the Commodity Murabahah Transactions on a daily basis, as applicable, for all net daily increments only (if any) in your Account (the Daily Commodity Murabahah), and to facilitate completion of the Annual Commodity Murabahah Transactions on 31 December of each year on the total outstanding balance in your Account as at 31 December of that year (“Annual Commodity Murabahah”).
- (b) The Agent will only act on your behalf and will not assume, or be deemed to have assumed, any additional obligations to, or to have any special relationship with you other than those specific tasks mentioned in this Clause 3 and in this Terms and Conditions.
 - (c) The Agent in performing its duties to you in the Commodity Murabahah Transaction(s), shall look after your best interest and act in good faith.
 - (d) You will authorise the Bank to monitor and ensure the Agent performs the tasks assigned to it efficiently, in ethical and professional manner.
 - (e) You acknowledge and agree that the appointment of the Agent to perform the Commodity Murabahah Transaction(s) on your behalf is part of the product features of the Account and the purpose of appointment is solely to facilitate the smooth execution of your placement of Deposit in the Account.

3.2 Payment of Agency Fee

- (a) You agree to pay the Agency Fee to the Agent for the functions as provided in Clause 3.1 (a)
- (b) The Agency Fee will be credited into the Agent’s account maintained with the Bank. You authorise and agree for the Bank to determine from time to time as the Bank deems necessary the percentage rate of the Agency Fee.
- (c) The Agency Fee will be used for the payment of the Agency expenses.
- (d) The Agent and/or the Bank shall not be obliged to enter into any transaction, nor follow any of your instruction, if in the opinion of the Agent and/or the Bank by entering into such transaction or following such instruction, the Agent and/or the Bank would be in contravention or violation of any law, policy, rule or regulation.

3.3 Commodity Murabahah Transactions

3.3.1 Subject to the terms and conditions herein contained, the Commodity Murabahah Transactions shall be completed in the following manner:-

3.3.1.1 Purchase Transaction(s)

On the placement day, the Agent will purchase the Commodity in accordance with your instructions and upon completion of such purchase transaction(s), the title, ownership, rights and interests of the Commodity shall be transferred to you. You acknowledge and agree that the Agent is authorized to choose any available Commodity in the market.

3.3.1.2 Murabahah Sale Transaction(s)

3.3.1.2.1 Upon completion of purchase transaction (which includes completion of transfer of ownership and possession of the Commodity represented by certificate(s) on behalf of the group of customers) in accordance with Clause 3.3.1.1 above, the Agent will offer to sell, the Commodity to the Bank at an agreed sale price (Murabahah Sale Price) and payment term(s). The detail information of the Commodity shall be provided to the Bank.

3.3.1.2.2 If the Bank accepts the offer, it will issue its acceptance of the offer. Upon completion of the sale transaction, the title, ownership, rights and interests of the Commodity shall be transferred to the Bank. The Bank may sell the Commodity in the market.

3.3.1.2.3 The Bank will make payment of the Murabahah Sale Price (net of Agency Fee) pursuant to the Murabahah Sale Transaction to you in accordance with the terms and conditions herein.

3.3.2 Your instructions pertaining to the Commodity Murabahah Transaction are irrevocable.

3.4 Bulk Purchase of Commodity

The Commodity, being the underlying Commodity of the Commodity Murabahah Transactions will be purchased from the supplier(s) in bulk. You and each of the other customers acknowledge and agree that the ownership of the Commodity is shared among yourselves where each of you will own undivided share of the Commodity

corresponding to the amount of Deposit which has been utilized to purchase the Commodity.

3.5 Payment in relation to the Murabahah Sale Price

The Bank will pay you the Murabahah Sale Price and such payment will be credited into the account as instructed by you on monthly basis on the last day of each calendar month.

For avoidance of doubt, payment of Murabahah Sale Price comprises of two portions; the first portion being the principal to be paid upon maturity and the second portion is the Profit to be paid monthly on the last day of each calendar.

3.6 Pre-mature Withdrawal

As required by Bank Negara Malaysia's guidelines and directives with regards to rebate (*ibra'*) and as the Bank in its absolute discretion accepts, in the event of pre-mature withdrawal or termination of the Account prior to the maturity date in accordance with these Terms and Conditions, the Customer waives the entire or part of the Profit comprised in the Murabahah Sale Price as determined by the Bank. Such determination by the Bank, shall save for manifest error, be final, conclusive and binding on the Customer.

If Customer requests the Murabahah Sale Price be paid (entire or part) prior to the maturity date/ perform pre-mature withdrawal,

- (a) customer hereby offers to waive his/ her unearned profit and authorise Bank to perform the necessary transaction, subject to Bank's acceptance
- (b) upon request by Customer, Bank shall notify the Customer the calculation of profit and *ibra'* accordingly.

Customer's request for a withdrawal is regarded as his/ her request to withdraw from Murabahah account and his/ her offers for *tanazul*.

4. SPECIFIC CLAUSES FOR COMMODITY MURABAHAH FOREIGN CURRENCY CURRENT ACCOUNT-*i* ONLY

4.1 At the request of the Customer and with the approval of the Bank, a Commodity Murabahah Foreign Currency Current Account-*i* (CMCA FCY) for the Customer is opened. The Customer may open an account for one (1) Account or multiple Accounts, in the currencies as stated in Item 1 Appendix 2 hereto.

4.2 The opening of the Commodity Murabahah Foreign Currency Current Account-*i* (CMCA FCY) shall be administered as per the relevant provisions of the Notices on Foreign Exchange Policy of Bank Negara Malaysia and directions issued by Bank Negara Malaysia pursuant to the Islamic Financial Services Act 2013 and its

amendments thereto.

4.3 The Commodity Murabahah Foreign Currency Current Account-*i* (CMCA FCY) Accountholder(s) shall also maintain a Ringgit Malaysia ("MYR") Current Account-*i* ("CA-*r*") or Savings Account-*i* ("SA-*r*") with the Bank for the purpose of accommodating charges imposed by the Bank or crediting of receivables in MYR.

4.4 The Accountholder shall ensure that all payments, transfers from or to other foreign currency accounts within the Bank or other Banks are in compliance with prevailing provisions of the Notices on Foreign Exchange Policy of Bank Negara Malaysia and direction issued by Bank Negara Malaysia pursuant to the Islamic Financial Services Act 2013 and amendments thereto.

4.5 With the opening of the CMCA FCY the Accountholder shall ensure that the conversion of Ringgit for placements are in compliance with prevailing provisions of the Notices on Foreign Exchange Policy of Bank Negara Malaysia and direction issued by Bank Negara Malaysia pursuant to the Islamic Financial Services Act 2013 and amendments thereto.

5.0 OPERATION OF ACCOUNT

- 5.1 We are authorised to act on your instructions with regard to any transaction(s) of the Account provided that your instructions are in such form and contents as required by us and are:-
 - (i) delivered electronically or by such mean(s) as may be agreed from time to time between the parties;
 - (ii) delivered in writing, with or without your stamp, if authorised by authorised signatory (ies) in accordance with the mandate provided to us;
- 5.2 The Account shall be maintained and operated subject to the applicable laws and regulations and you will fully cooperate with us, when any action is required to be taken under any law or regulation.
- 5.3 The Account must comply with our prevailing policies and rules for the maintenance and operation of the account. These include rules on operating business hours, procedures for opening and closing of account, minimum sum requirement, withdrawal, currency and treatment of unclaimed account(s).
- 5.4 For Commodity Murabahah Foreign Currency Current Account-*i* (CMCA FCY) only:
 - a) Prior to the opening of the Account and from time to time as requested by the Bank, the Customer shall provide the Bank with a declaration pertaining to his/its domestic credit facilities.

For the purpose of this clause, 'domestic credit facilities' refers to any loan, trade financing, hire purchase, factoring, leasing, redeemable preference shares or other similar facilities but excludes:

- i. one personal housing loan and one vehicle loan;
- ii. credit card and charge card facilities;
- iii. trade credit terms extended by supplier;
- iv. forward exchange contracts; and
- v. inter-company borrowing within a corporate group.

- b) The Customer could deposit into his/ her Account any amount of the currencies up to a maximum amount as identified by the Bank; and the Bank shall pay to the Customer upon the Customer's request of any sums from the Account, in the following manner:
 - (a) by issuing remittance via telegraphic transfer/ SWIFT where the Currencies shall be transferred:
 - i. directly to or from overseas account;
 - ii. through RENTAS; and/ or
 - iii. by purchasing foreign demand draft and/ or cashier's order
 - (b) by utilizing any Ringgit Malaysia ("MYR") Current Account-*i* or Savings Account-*i* maintained with the Bank, where:
 - i. Ringgit Malaysia shall be deposited into the Ringgit Malaysia ("MYR") Current Account-*i* or Savings Account-*i* which shall then be converted into the Currencies by the Bank and credited into the CMFCY-*i*; or
 - ii. the Currencies from the CMFCY-*i* shall be converted into Ringgit Malaysia and credited into the Ringgit Malaysia ("MYR") Current Account-*i* or Savings Account-*i*
- c) Customer to perform initial and following deposit transaction via any Ringgit Malaysia ("MYR") account and subsequently branch to credit from the account into the CMCA FCY with the conversion of the Customer's preferred currency;
- d) Withdrawal can be made by converting to: either Foreign Currency Account-*i* of the same currency or different currencies (as allowed by the Bank), or other Ringgit Malaysia ("MYR") Current Account-*i* or Savings Account-*i* maintained with the Bank, or convert to foreign remittance payment instruments. Conversion or changers to another currency shall be subject to conversion to MYR using the currency prevailing buying rate of the Bank against MYR before converting to the desired currency by applying the Bank's prevailing selling rate for the desired currency

5.6 Operation of Joint Account:

- (i) If the CMCA FCY Account is a joint account, the operations of the CMCA FCY Account will be in accordance with the mandate given by the joint accountholders;
- (ii) If a joint accountholder dies, the surviving account holder will have full authority to operate the CMCA FCY Account. We will incur no liability in relying on the instruction of the surviving account holder;
- (iii) Any notice given to one joint account holder is considered to be sufficient notice to all joint account holders.
- (ii) We may suspend the operation of a joint account:-
 - (a) if there is any dispute between any of the joint account holders and the dispute has not been resolved to our satisfaction;
 - (b) if any joint account holder attempts to withdraw or notifies us of his or her intention to withdraw from the joint account;
 - (c) if any joint account holder has been declared bankrupt or that a petition of bankruptcy has been presented to any joint account holder; or
 - (d) any other situation deemed necessary as provided under legal or regulatory requirements

5.7 Every Deposit may be accompanied by a deposit slip or any appropriate form issued by us. A receipt issued by us is only valid if it is machine validated or acknowledged by our authorised officer. You must ensure that this is done before leaving our premises.

5.8 All instrument(s) deposited are accepted for collection only except by special arrangement may not be drawn against until the proceeds have been received by us.

6. **CHEQUES** *(applicable to Commodity Murabahah Current Account-i only)*

You and the Bank agree that the following terms and conditions in relation to the cheques shall be applicable:

- a) the conditions printed on the cover of the cheque book are to be strictly observed;
- b) cheques may not be drawn on the Bank except on the forms supplied and registered for such purpose. Any application for cheque books will be on your written request;
- c) the Bank shall dishonour cheques on which (in the opinion of the Bank) the signature differs from the specimen supplied by you to the Bank;
- d) all instructions to stop payment of the cheques shall be in the form of fax or telephone or other means of communication as may be imposed by the Bank from time to time and it shall be effective immediately upon receipt of such instructions by the Bank;

- e) all cheques remain the property of the Bank and upon closure of the Account, all unused cheques which were issued to you shall be returned to the Bank.

7. REQUIRED DOCUMENTS AND AUTHORISED SIGNATORIES

- 7.1 You must provide us with documents or information as we may request for the purpose of “Know Your Customer”, anti-money laundering requirements and opening of Account. These include mandate, copy of utility bills, trust deed, list of specimen signatures of authorised signatories and other officials authorised by you in relation to the Account.
- 7.2 You must promptly notify us in writing of any change in the identity of any authorised signatory and provide us the specimen signatures of any additional or substitute authorised signatories. The notification shall be effective only if given by the required number of then prevailing authorised signatories and is received and confirmed by us to be in order. We may rely on the current list of authorised signatories until the change is effective.
- 7.3 Limitation on the authority of the authorised signatories will be agreed between you and us. If there is no such limitation as agreed, we may at its discretion treat the authority of a single authorised signatory as sufficient for all purposes in relation to the Account.

8. ‘KNOW YOUR CUSTOMER’

The Customer acknowledges that from time to time the Bank is required to carry out a due diligence to identify and to find out the background of its Customer. The Customer agrees to sign such declarations, do such acts and/or provide such documents requested by the Bank for this purpose within the required time period, and that by not doing so may result in the Bank suspending, closing or limiting the usage of the account including but not limited to disallowing any transfer of funds to third parties. If the account is to be closed, the Bank reserves the right to return the monies in the Account to the source where it came from.

9. INACTIVE/DORMANT ACCOUNTS/UNCLAIMED MONIES

- a) Dormant Account: If no transactions are carried out on any of the Account within the period specified by the Bank, the Bank may consider that Account dormant and may impose a charge or fee on that Account and close that Account with prior notice to the Customer. In the event the credit balance in the Account is remitted to the Registrar of Unclaimed Moneys pursuant the Unclaimed Monies Act 1965, the Account will then be closed. Account(s) with no debit and/or credit transaction for 1 year or more will be deemed as Dormant Account(s).

- b) For Account(s) which has been classified as dormant pursuant to Clause (a) above, no credit and/or transaction on the Account(s) shall be allowed unless and until the Account(s) has been reactivated pursuant to Clause (c) below.
- c) To activate a dormant Account(s), the Customer must initiate an over the counter cash or cheque transaction at any branch subject to verification of the identity of the Customer.
- d) The Bank reserves the right to impose a charge(s) on Dormant Account(s) at its absolute discretion.
- e) Account(s) are subject to the Unclaimed Monies Act 1965.

10. CHANGE OF TERMS AND CONDITIONS

The Terms and Conditions herein are not exhaustive. The Bank reserves the right to add, modify or delete any of these Terms and Conditions by notifying the Customer of the proposed changes via written notice, notices posted on the Bank's website, notices posted at the Bank branches, press advertisements or electronic means and such notification shall be subject to the acceptance or rejection of the Customer. An acceptance of such notification shall be implied from the Customer should the Customer remain silent for a period of twenty-one (21) calendar days from the date of such notification. Should the Customer choose to reject such notification, such rejection from the Customer shall be provided within twenty-one (21) calendar days from the date of such notification in writing and pursuant thereto, the Account will be closed. In the event the Account is closed pursuant to this clause, this agreement shall forthwith be terminated and the Bank shall pay the remaining balance of monies in the Account to the Customer.

For the avoidance of doubt, any additions, modifications or deletions made pursuant to this clause shall, subject to the acceptance of the Customer as per the preceding paragraph, be binding on the Customer. In the event of any inconsistency, any such additions, modifications or deletions shall prevail over these Terms and Conditions

11. CLOSURE OF ACCOUNT

We may close or terminate the Account upon occurrence of any of the following events by giving you a reasonable notice to the effect:-

- (i) bankruptcy or liquidation of the Customer; or
- (ii) the Customer commits breach of any of the terms and conditions herein; or
- (iii) involvement or suspected involvement in money laundering activity as prohibited under the Anti-Money Laundering and Anti-Terrorism Financing Act, 2001; or
- (iv) the Customer does not or refuses to accept any variation, change and amendment to these Terms and Conditions; or

- (v) any changes to the law and/or regulatory requirements from time to time which may directly or indirectly affect the Account or market conditions which result in the Bank being no longer viable to continue offering this Account; or
- (vi) such other events which in the opinion of the Bank that shall make it improbable for the Customer or the Bank to be able to observe and perform its respective obligations under these Terms and Conditions.

12. DISCLOSURE

You hereby irrevocably agree that information of the Account, the conduct thereof and related information thereto, and information on any prospective accounts, facilities and services which you may open with or obtain from us from time to time, may be:

- (a) disclosed to any person we consider necessary for purposes related to the provision of the Account or facilities, or the operating procedures of the Bank (which shall include any accounting, client relationship or risk management functions), including and without limiting to any member of Al Rajhi Bank's group of companies, service providers, strategic business partners or any other third party;
- (b) where relevant, disclosed or shared with any bureaus or agencies established or to be established by Bank Negara Malaysia (including Central Credit Reference Information system or "CCRIS") or by other regulatory authorities, central depository or depository agent in relation to the securities industry;
- (c) disclosed to any potential assignee, guarantors and/or security providers (prospective or otherwise) and any person the Bank believes in good faith to be tendering payment for monies on your behalf; and
- (d) disclosed to such other person or persons as may be required by law.

In respect of the Customer's personal data (as defined under the Personal Data Protection Act 2010), the Bank may disclose such information to such third parties as provided in the Bank's Personal Data Protection Notice as served to the Customer and/or as consented by the Customer and/or as allowed by any law.

13. GENERAL TAX

Without in any way affecting any of the provisions in these Terms and Conditions, the Customer acknowledge and agree that if any kind of service tax or any tax, charge or levy of a similar nature is required by any law to be paid in respect of any financing, banking services or provision of account provided by the Bank under or in relation to, these Terms and Conditions, such tax, charge or levy shall be included in the Indebtedness and shall be paid by the Customer.

In the event the Customer fails to pay to the Bank the abovementioned tax, the Bank is hereby authorised at any time to debit from any of the Customer's account maintained with the Bank towards payment of the said tax subject to written notification to the Customer.

14. COMPLIANCE BY THE CUSTOMER WITH LAWS, RULES, REGULATIONS

14.1 The Customer undertakes with the Bank as follows:

- a) That the Customer will comply at all times with all laws, rules, regulations, directives (including directives on international and domestic transactions issued by BNM, which is currently the FEP) , guidelines (whether having the force of law or otherwise) including all qualifying conditions and regulations set by BNM or any other relevant legal or regulatory authority or agencies (governmental or otherwise), in relation to:
 - i. the opening and operation of the Account(s); and
 - ii. the uses and sources of funds;
- b) As and when required, the Customer shall furnish the Bank with the information / support documents required for the purpose of ensuring compliance with FEP or such other requirements imposed by relevant regulatory authorities; and
- c) To inform the Bank in writing immediately in the event it is in breach of such laws, rules, regulations, directives and guidelines.

15. ANTI MONEY LAUNDERING, ANTI TERRORISM FINANCING AND PROCEEDS OF UNLAWFUL ACTIVITIES ACT, 2001 ("AMLA")

15.1 The Customer represents and warrants that:

- (i) unless and until the Customer notifies the Bank to the contrary in writing:
 - (a) the Customer is the Account holder;
 - (b) no person other than the Customer has or will have any interest in the Account or any credit balance therein; and
 - (c) all monies which will be credited into or debited from the Account shall come from a lawful source of activity as defined under the AMLA.
- (ii) on notification that the Customer is an intermediary for other persons:
 - (a) the Bank may require, and the Customer agrees and undertakes to provide verification of the identity of the beneficiary and such other information as the Bank may require, including but not limited to certified true copies of any authorisation to act or documents that may be required for the purposes of

verifying the information provided by the Customer, which copies may thereafter be retained by the Bank;

- (b) the Customer further declares and certifies that the necessary “know-your-client” checks have been conducted including but not limited to the identity, existence, address and nature of the business of the beneficiary, it being confirmed by the Customer that the monies, funds or collateral are from a lawful source of activity and not unlawful activity as defined under the AMLA; and
- (c) it is further hereby clearly agreed and understood that the provision of details of the Customer’s beneficiary shall not make the Customer’s beneficiary a client of the Bank and the Bank shall be entitled to hold the Customer as the principal.

15.2 In addition to Clause 14.1a)(i) above, the Customer hereby agrees and undertakes irrevocably and unconditionally that:

- (i) the Customer shall disclose and furnish to the Bank any information required or deemed necessary and to the satisfaction of the Bank in a timely manner within the period specified by the Bank, whether or not for purposes of complying with laws, rules, regulations, directives and guidelines of BNM and or given, made or established by the Bank;
- (ii) pending receipt of information by the Bank from the Customer and until received and verified thereof to the satisfaction of the Bank and or the relevant authorities, the Bank shall neither be obliged to proceed with any transactions nor accept any monies into the Account or facilitate any transfer of monies from the Account, (“**Assets**”). In relation to Assets already in the possession of the Bank, the Bank shall be entitled (and authorised) to retain the Assets for the time being; any Assets requested to be returned to the Customer shall be returned to the Customer after the Bank receives satisfactory clearance from the relevant authorities;
- (iii) the Customer will not use the Account or any credit balance therein for money laundering or violate any laws relating to money laundering as defined under the AMLA;
- (iv) the Customer will fulfill the Bank’s due diligence requirements and that the Bank reserves the right to decline or terminate relationship based on the outcome of the due diligence;
- (v) Where required, the Bank may request for additional information to fulfill regulatory requirements and request the Customer’s cooperation to furnish the same; and
- (vi) From time to time, the Bank will share a listing on prohibited and high risk countries/individuals/entities and it will be the responsibility of the Customer to ensure

that they comply with the requirements and also perform the necessary screening processes at their end. In no circumstances shall the Bank bear liability for funds blocked due to this reason above.

in no event shall the Bank be liable for any direct, indirect, consequential or any losses whatsoever or howsoever arising or by reason of the exercise of their duties under the laws for the time being in force, in particular but not limited to its statutory duties under the AMLA.

16. SERVICE FEES AND CHARGES

- 16.1 The Bank shall be entitled to impose or levy service fees and charges in respect of all cheques, drafts, other instruments deposited or drawn on the Account(s) and all transactions, including the usual bank charges, commissions, postage, cable charges as stated in the Bank's Tariff of Charges, website and/or as disclose via the relevant product disclosure. Customer hereby authorizes the Bank to debit from the Account(s) or deduct from such proceeds received with such fees and charges without further notice to the Customer.

17. STATEMENT OF ACCOUNT

- 17.1 We will be sending monthly statement to your registered email address via e-statement services. The statement will be in PDF format and to be self-printed by you.
- 17.2 The e-statement is also available for view or print via Internet Banking (<https://www.alrajhi24seven.com.my>). e-Statement via Internet Banking applies to individual accounts only.
- 17.3 Printed Statement of Account will only be issued at branches via the counter or send to you via post upon written request subject to charges as provided in Clause 16.1. Take note that we will not send the printed Statement of Account via post for dormant account or inactive account for a certain period as determined by us or if the postage is unclaimed or returned for any reason whatsoever.

18. MISCELLANEOUS

- 18.1 These Terms and Conditions, Account Opening Form, Withdrawal Form, Agency Appointment Form, other forms, records and documents related to this Account and such other specific conditions which may be applicable to the Account shall form part of the Terms and Conditions governing the operations of this Account. These documents shall be deemed as final, conclusive and binding on you.

- 18.2 We will inform you the relevant charges for banking services provided under this Account. You can also find out about these charges by contacting us or viewing our website at <https://www.alrajhibank.com.my>

We may change the charges from time to time by giving you a 21 days' notice in advance. If you do not agree with the changes, you may at any time within 21 days from the date of the notice of change, close the Account. We will deem that you have agreed with the changes if you do not revert or close the Account within 21 days from the date of the notice.

- 18.3 Where the maintenance of an account has become illegal or impractical, we will be entitled to close the Account and pay the profit (if any) for the credit balance and refund the balance remaining in that Account to you. You hereby agree to waive the right for the refund of any service charges or fees incurred (if any) in relation to the Account. In the event that the Account is closed pursuant to this clause, the Account shall forthwith be terminated.
- 18.4 We may transfer and/or assign any of its rights and/or obligations under any account and related document to any party.
- 18.5 We are not liable for any fraudulent act of any party, unless we are aware of and is a party to such act.
- 18.6 We shall not be liable for consequential loss direct or indirect unless such consequential loss is directly caused by the Bank's gross negligence or willful misconduct.
- 18.7 You represent and warrant to the Bank that for so long as any account is in existence, (a) it has the power and authority to open, operate and maintain the Account; (b) its opening, operating and maintaining the Account does not infringe any law or regulation nor any document or agreement binding on it; (c) its obligations under any account and any related agreements thereto constitute its legal, valid, binding and enforceable obligations;
- 18.8 All information furnished by you herein do not contain any untrue statement or omit to state any fact the omission of which makes any statements made therein in the light of the circumstances under which they are made, misleading;
- 18.9 Provided that the Bank issues to you a seven (7) days prior written notice, you authorise the Bank to combine, consolidate or merge all or any of your accounts with us and may apply, set off or transfer any sum outstanding to the credit of any such accounts in or towards satisfaction of any sum then due from you to the Bank and unpaid and may do so notwithstanding that the balances on such accounts and the liabilities may not be expressed in the same currency and the Bank is hereby authorised to effect any necessary conversions at the rate of exchange then prevailing. The Bank shall not be obliged to exercise any of its rights under this clause herein which shall be without prejudice and in addition to any right of set off, combination of accounts, lien or other right to which it is at any time otherwise entitled (whether by operation of law, contract or otherwise). In exercising the Bank's rights and/or obligations above or as required by the law, the Customer hereby agrees to bear all the necessary costs and expense (including costs and expense on solicitors-and-client basis) incurred by the Bank and hereby authorises the Bank to deduct from the credit balance in the Account towards payment of such costs and expense and in the event of no or insufficient balance, to pay the Bank and

reimburse the Bank (if the Bank so opt to disburse), on the Bank's first demand.

- 18.10 For all intents and purposes, these Terms and Conditions is intended to be a Shariah compliant document in accordance with the relevant Shariah contract and shall be construed in accordance with the Shariah principles.

Each Party has independently made its own assessment as to the Shariah compliance of these Terms and Conditions. The Parties confirm that they do not have any objection as to the Shariah compliance of these Terms and Conditions and they irrevocably and unconditionally agree that they will not raise any claim, objection as to matters of Shariah non-compliance in respect of or otherwise in relation to any of the provisions of these Terms and Conditions.

So far as it does not contradict the above, these Terms and Conditions shall be governed by the Malaysian law and the Parties will submit to the non-exclusive jurisdiction of courts of Malaysia.

- 18.11 It is hereby declared that nothing in these Terms and Conditions shall oblige the Bank or the Customer, respectively, to pay or to receive interest (by whatever means or name called) on any amount due or payable to another party or to do anything contrary to Shariah principles.
- 18.12 All profit payments by the Bank to the Customer herein shall be made in full without any deduction or withholding (whether in respect of set-off, counterclaim, duties, taxes, charges or otherwise whatsoever) unless the deduction or withholding is required by law.
- 18.13 It is hereby agreed that the computation and payment of *Zakah* is your responsibility.
- 18.14 This Account is protected by Perbadanan Insurans Deposit Malaysia up to RM250,000 for each depositor.
- 18.15 In the event of the Bank crediting the account of the Customer by error, the Bank will be entitled at any stage to reverse the said entry and/or to claim the said amount from the customer.
- 18.16 Customer hereby agrees that the Bank reserves the right to debit the Account(s) without notice in the event the Bank needs to recover funds under any one the following scenarios:-
- (i) Payment by Mistake caused by the sender;
 - (ii) Erroneous payments made by the Originating Financial Institution due to technical or operational errors that are no fault of the sender;
 - (iii) Erroneous payments by the System Operator which may be due to technical or operational errors;
 - (iv) Unauthorised or fraudulent payment instructions that were not initiated by the sender; or
 - (v) Payment instructions which have been induced by dishonest or fraudulent means for the benefit of a party other than the party intended by the sender.

Should there be insufficient funds in the Account(s) to pay all such sums, the full amount of such deficiency shall be immediately due and payable by you.



Appendix 1

Calculation of Murabahah Sale Price and Agency Fee

Formula:

Purchase Price = Total End of Year Balance or Net Daily Increment (if any) or Opening Account Deposit in CM CASA-i Account

Murabahah Sale Price = Purchase Price + Profit

Profit = Purchase Price x (Profit Rate + Agency fee) x (No. of Murabahah Days / No. of Days in Year*)

Agency Fee = Purchase Price x 0.01% x (No. of Murabahah Days / No. of Days in Year)

*A Year is a period of 365 days (or 366 days in leap years) in which the profit is payable. In relation to the foreign currency tenure indicated in Appendix 2 (where applicable), the Profit calculation will be based on the respective tenure of 365/366 or 360 methodology, depending on the currency of the deposit.

Illustration:

Scenario 1:

End of Year Balance on 31st Dec= RM50,000.00

Profit Rate =

Balance Band	Profit Rate
Up to RM20,000	0.34%
Above RM20,000-RM50,000	0.44%
Above RM50,000-RM200,000	0.54%
Above RM200,000	0.64%

Note: for actual Profit Rate, please refer to the Board Rate

* Profit Rate exclude Agency Fee

Number of Days in Year = 365 days

Number of Murabahah Days = 365 days (01/01/2021 to 31/12/2021)

Agency Fee Rate = 0.01%

Profit = RM 50,000 x (0.44%+0.01%) x (365/365)
= RM 225.00

Murabahah Sale Price

= RM 50,000 + RM 225.00

= RM 50,225.00

* Agency Fee = RM 50,000 x 0.01% x (365/365)
= RM 5.00

Scenario 2:

Net Daily Increment on 22/12/2020= RM20,000.00

Profit Rate =

Balance Band	Profit Rate
Up to RM20,000	0.34%
Above RM20,000-RM50,000	0.44%
Above RM50,000-RM200,000	0.54%
Above RM200,000	0.64%

Note: for actual Profit Rate, please refer to the Board Rate

* Profit Rate exclude Agency Fee

Number of Days in Year = 366 days (Leap Year)

Number of Murabahah Days = 10 days (22/12/2020 to 31/12/2020)

Agency Fee Rate = 0.01%

Profit = RM 20,000 x (0.34%+0.01%) x (10/366)
= RM 1.91

Murabahah Sale Price

= RM 20,000 + RM 1.91

= RM 20,001.91

* Agency Fee = RM 20,000 x 0.01% x (10/366)
= RM 0.05



Amount payable to the Customer shall be net of the Agency Fee
 = RM 50,225.00 – RM 5.00
 = RM 50,220.00

Amount payable to the Customer shall be net of the Agency Fee= RM 20,001.91 – RM0.05
 = RM 20,001.86

Scenario 3:

Opening Account Deposit on 23/09/2021= USD50,000.00
 Profit Rate =

Balance Band	* Profit Rate
Up to USD20,000	0.35%
Above USD 20,000- USD 50,000	0.45%
Above USD 50,000- USD 200,000	0.55%
Above USD 200,000	0.65%

Note: for actual Profit Rate, please refer to the Board Rate

* Profit Rate exclude Agency Fee

Number of Days in Year = 360 days (Applicable for USD)

Number of Murabahah Days = 100 days (23/09/2021 to 31/12/2021)

* Agency Fee Rate = 0.01%

Profit = USD 50,000 x (0.55%+0.01%) x (100/360)
 = USD 77.78

Murabahah Sale Price
 = USD 50,000 + USD 77.78
 = USD 50,077.78

Agency Fee = USD 50,000 x 0.01% x (100/360)
 = USD 1.39

Amount payable to the Customer shall be net of the Agency Fee
 = USD 50,077.78– USD 1.39
 = USD 50,076.39

Scenario 4:

Net Daily Increment on 12/11/2020= SAR 10,000.00
 Profit Rate =

Balance Band	* Profit Rate
Up to SAR 20,000	0.35%
Above SAR 20,000- SAR 50,000	0.45%
Above SAR 50,000- SAR 200,000	0.55%
Above SAR 200,000	0.65%

Note: for actual Profit Rate, please refer to the Board Rate

* Profit Rate exclude Agency Fee

Number of Days in Year = 360 days (Applicable for SAR)

Number of Murabahah Days = 50 days (12/11/2020 to 31/12/2020)

* Agency Fee Rate = 0.01%

Profit = SAR 10,000 x (0.35%+0.01%) x (50/360)
 = SAR 5.00

Murabahah Sale Price
 = SAR 10,000 + SAR 5.00
 = SAR 10,005.00

Agency Fee = SAR 10,000 x 0.01% x (50/360)
 = SAR 0.14

Amount payable to the Customer shall be net of the Agency Fee
 = SAR 10,005.00 – SAR 0.14
 = SAR 10,004.86



Appendix 2

(Applicable to Commodity Murabahah Foreign Currency Current Account-*i* ONLY)

Item	Subject matter	Particulars
1	Currency(ies) selected by Customer	[as selected in the Application Form]
2	Currencies offered by Bank	<p>(a) Saudi Riyal (SAR)</p> <p>(b) United States Dollars (USD)</p> <p>The respective tenure for the abovementioned currency would be based on the 360 methodology</p>
3.	Purpose of the Account	[as selected/ specified in the Application Form]
4	Minimum Deposit	<p><u>Individual</u></p> <ul style="list-style-type: none"> United States Dollars One Thousand (USD1,000 only or its equivalent amount in the respective Currency(ies) for the Account. <p><u>Non-Individual</u></p> <ul style="list-style-type: none"> United States Dollars Five Thousand (USD5,000 only or its equivalent amount in the respective Currency(ies) for the Account.



5	Banking Charges	<p>(a) United States Dollars Ten (USD10.00) only or its equivalent amount in the respective Currency(ies) for the Account is levied on the Customer if average balance for Half - Year is less than USD 1,000 or its equivalent</p> <p>(b) Ringgit Malaysia Fifty (RM50.00) only is charged to the Customer for every Request for Audit Confirmation.</p> <p>(c) Dormant Account (an advice is sent to customer advising customer to re-activate account)</p> <ul style="list-style-type: none"> • With balances up to Ringgit Malaysia Ten (RM 10.00): Account will be closed and the balance absorbed by the Bank as fee income • With balances greater than Ringgit Malaysia Ten (RM 10.00): An annual service of Ringgit Malaysia Ten (RM 10.00) only will be charged until the remaining account balances are transferred to Unclaimed Monies; at any stage if the balance is equal to Ringgit Malaysia Ten (RM 10.00) or less, the account will be closed and the outstanding amount will be absorbed by the Bank as fee income. • Activation of dormant account: Waived
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