

## PRODUCT DISCLOSURE SHEET (PDS)

(Read this Product Disclosure Sheet before you decide to subscribe for the Term Deposit Account-*i* (TD-*i*). Be sure to also read the general 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

### TERM DEPOSIT ACCOUNT-*i*

Date:

## 1. What is this product about?

Term Deposit Account-*i* (TD-*i*) is a fixed term deposit product primarily structured on the Shariah contract of Murabahah where the principal and the profit are guaranteed. The profit rate and amount are made known to the customer upfront (cost plus profit). 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 Shariah contract applicable is:-

- (i) Commodity Murabahah (cost plus profit); and
- (ii) Wakalah Bil Ujrah (agency with fee)

### Description of Murabahah Transactions

The Customer will appoint Al Rajhi Nominee (Tempatan) Sdn Bhd to act as its' agent to execute the Murabahah transaction(s) (sale and purchase of commodity) with the Bank. For information on Al Rajhi Nominee (Tempatan) Sdn Bhd, please refer to Item 4 below.

Al Rajhi Nominee (Tempatan) Sdn Bhd has established a dedicated unit known as "Commodity Trading Unit" to undertake these tasks. 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 placed by the Customer in accordance with the Placement Form.

Upon completion of the purchase the Commodity (which includes completion of transfer of ownership and possession of the Commodity represented by certificate(s), 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 Purchase Price plus Profit ("Murabahah Sale Price") on deferred or upfront basis to the Bank. The Bank agrees to buy the commodity from Al Rajhi Nominee (Tempatan) Sdn Bhd (as agent of Customer) at the Murabahah Sale Price.

Al Rajhi Nominee (Tempatan) Sdn Bhd will be paid an agency fee, which is to be determined by the Bank as per authorised by the customer in the Agency Appointment Form. The agency fee will be deducted from the Murabahah Sale Price. The Murabahah Sale Price payable to the Customer shall be the Purchase Price plus Profit, whereby Profit is the actual profit as quoted or agreed to be paid to the Customer, net off the agency fee.

The Bank shall pay the Murabahah Sale Price on deferred term in accordance with the Deposit type that the customer subscribed.

### Salient Terminologies

Kindly take note of and understand the following terminologies to avoid confusion:-

- Deposit or Purchase Price – refers to the principal amount placed by the Customer as stated in the Placement Form;
- Profit – means the actual profit as quoted or agreed to be paid to the Customer, net off the agency fee to be paid to Al Rajhi Nominee (Tempatan) Sdn Bhd.
- Murabahah Sale Price - means the sale price (equivalent to Purchase Price plus Profit) payable to the Customer upon maturity.
- Murabahah Sale Transaction - means the sale and purchase of commodity transaction(s) between the Bank and the Customer. The Customer shall transact the transaction(s) via his agent, Al Rajhi Nominee (Tempatan) Sdn Bhd.

### 3. What do I get from this product?

- The principal and profit of Term Deposit Account-*i* are guaranteed. The customer will be paid the Murabahah Sale Price in accordance to the Deposit type that he/she subscribed.
- The account currency is available in Malaysian Ringgit only.
- There are two (2) types of schemes:-
  - (i) Type A – The Murabahah Sale Price (Purchase Price + Profit) shall be paid upon maturity;
  - (ii) Type B – The Profit portion of the Murabahah Sale Price shall be paid & credited into customer's savings/current account upfront upon completion of the Murabahah transactions; and the remaining Murabahah Sale Price portion i.e. Purchase Price, shall be paid upon maturity;
- Minimum initial deposit amount:
  - a) Minimum of RM500 for placements with tenures of 3 months and above for Type A
  - b) Minimum of RM1,000 for placements with tenures of less than 3 months for Type A
  - c) Minimum RM5,000 for Type B
- Period of deposit placement is 1 to 60 months for Type A and 1, 3, 6, 9, and 12 months for Type B or any other period as determined by the Bank.
- Prevailing rate for the profit shall be disclosed by the Bank from time to time. Latest profit rates can be obtained from [www.alrajhibank.com.my](http://www.alrajhibank.com.my) or the nearest Al Rajhi Banking & Investment Corporation (Malaysia) Bhd branches.

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

##### **Premature 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 will waive the entire 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. The following illustrations will assist the Customer to understand further the ibra' computation:-

##### **Type A**

If the withdrawal is made prior to the maturity date, no profit will be paid by the Bank

##### **Type B**

If the withdrawal is made prior to the maturity date, no profit will be paid by the Bank. The profit amount that has been credited upfront will be deducted back from the initial deposit placement

##### **Renewal**

The placement may be renewed for principal or principal with profit. Customer is required to provide the instruction to the Bank in the Placement Form. The Bank will continue to follow the Customer's instruction(s) as stated in the Placement Form until otherwise notified by the Customer.

##### **Al Rajhi Nominee (Tempatan) Sdn Bhd**

- For convenience of customers, Al Rajhi Nominee (Tempatan) Sdn Bhd has been identified by the Bank to conduct Murabahah transaction(s) on your behalf with minimal agency fee deducted from the Murabahah Sale Price. There will be a dedicated unit known as "Commodity Trading Unit" within Al Rajhi Nominee (Tempatan) Sdn Bhd to undertake these specific tasks.
- The agency fee shall be determined by the Bank from time to time as per authorised by the customer and will be notified to the Customers or displayed on the Board Rate at our Branches and can be obtained from [www.alrajhibank.com.my](http://www.alrajhibank.com.my).
- Please fill up the Agency Appointment Form to effect the appointment of Al Rajhi Nominee (Tempatan) Sdn Bhd. Kindly read and understand the terms of appointment of Al Rajhi Nominee (Tempatan) Sdn Bhd as stated in the Agency Appointment Form.

## 5. What are the fees and charges I have to pay?

Items	Charges
1. Issuance of Duplicate / Replacement of Term Deposit Account- <i>i</i> Deposit Placement Advice	RM 5.00***
2. Agency Fee	0.01%**
3. Issuance of Duplicate / Replacement / Printing of Term Deposit Account- <i>i</i> Renewal Notice	RM 2.00***

\*\*Please refer to our website ([www.alrajhibank.com.my](http://www.alrajhibank.com.my)) for the current Agency Fee rate

\*\*\* Excluding postal charges (if any)

### Note:

Fees and charges imposed for this product are available at the Bank's website and as displayed at branches.

## 6. What are the risks involved?

You are advised to carefully consider all risk factors before making the deposit placement. You will not get the full deferred sale price if the withdrawal is made before maturity.

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

It is important that you inform us of any changes in your contact information to ensure that all correspondences reach you in a timely manner.

## 8. Where can I get further information?

Should you require any additional information about this product, please refer to the product brochure available at our branches, call our Contact Centre at +603 2332 6000 or visit our website at [www.alrajhibank.com.my](http://www.alrajhibank.com.my)

If you wish to make any queries or complaint on our products or services, you may contact us at:

Email : [customersupport@alrajhibank.com.my](mailto:customersupport@alrajhibank.com.my)

Call : +603 2332 6000

Mail : Customer Experience,  
Level 16 Menara Chan,  
138 Jalan Ampang,  
50450 Kuala Lumpur

If you are not satisfied with the resolution offered, you can approach Bank Negara Malaysia LINK or TELELINK who will help settle the dispute at:

Block D, Bank Negara Malaysia  
Jalan Dato' Onn  
50480 Kuala Lumpur  
Tel : 1-300-88-5465  
Fax : 03-21741515  
e-mail : [bnmtelelink@bnm.gov.my](mailto:bnmtelelink@bnm.gov.my)

## 9. Other Term Deposit Account-*i* Products available

No.

NOTE:

THIS PRODUCT IS PRINCIPAL GUARANTEED. CUSTOMER WILL BE PAID THE MURABAHAH SALE PRICE BASED ON THE DEPOSIT TYPE THE CUSTOMER SUBSCRIBED. IF THE PRODUCT IS REDEEMED OR WITHDRAWN PRIOR TO MATURITY, THE CUSTOMER MAY LOSE PART OR ENTIRE PROFIT PORTION OF THE MURABAHAH SALE PRICE.

DISCLAIMER:

This Product Disclosure Sheet is for information purposes only and does not constitute any advice on any matter discussed. All information and materials including those on services, products, financial information, data, text or other items are provided strictly „as is”, and „as available” and is so provided for your information and reference only. AL-RAJHI BANK does not guarantee the adequacy of the information provided and shall not be liable for any errors and will not be responsible for the consequences of reliance upon any opinion or statement contained herein or for any omission. The precise terms and conditions of these products are specified in the **GENERIC AND SPECIFIC TERMS AND CONDITIONS APPLICABLE FOR ALL ISLAMIC DEPOSIT ACCOUNTS/ PRODUCTS/ SERVICES** and other terms and conditions applicable for these products (if any) which are available at AL-RAJHI BANK branches and at [www.alrajhibank.com.my](http://www.alrajhibank.com.my).

The information provided in this disclosure sheet is valid as 1 January 2019.