



# PRODUCT DISCLOSURE SHEET

Product Name:  
**Export Credit Refinancing-i**

(Please read and understand this Product Disclosure Sheet together with the general terms and conditions governing the Export Credit Refinancing-i (ECR-i) before you decide to take up this product. You are required to seek clarification with ECR Bank's (Bank) Relationship Manager assigned to you on any of the terms and conditions governing the said product. Please ensure that you have fully understood the product and the terms and conditions are suited to your financing and/or business requirement.)

## 1. What is this product about?

Export Credit Refinancing-i (ECR-i) is a short-term financing provided to direct/indirect exporters through designated commercial banks. ECR financing is divided into two types, namely Pre-shipment and post-shipment financing.

## 2. What are the applicable Shariah contracts/concepts for this product?

The Shariah contracts/concepts applicable to ECR-i are;

**Murabahah:**

*Murabahah* refers to a sale and purchase of an asset where the acquisition cost and the mark-up are disclosed to the purchaser.

**Tawarruq:**

*Tawarruq* refers to the purchase and sale with two stages of transaction. The first involves the sale of an asset by a seller to a purchaser on a deferred basis. Subsequently, the purchaser of the first sale will sell the same asset to a third party on a cash and spot basis.

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

**Selling Price**

Currency ( )\*: \_\_\_\_\_  
\*Acceptable currencies are RM and USD.

**Financing Amount**

Currency ( )\*: \_\_\_\_\_  
\*Acceptable currencies are RM and USD.

**Margin of Financing**

\_\_\_\_\_%\*  
\*Max. 100% of the Bill Value

**Tenure**

\_\_\_\_\_  
Days\*  
\*Max. 183 days

**Effective Profit Rate**

\_\_\_\_\_ % per annum (ECR Rate)

**Example:**

- Total amount financed : RM xxx
- Bank's Profit rate (Ceiling profit rate) : XX%
- Effective profit rate: ECR Rate
- Margin of financing: XX%
- Tenure: XX years
- Bank's Selling price : RM xxx

**Note:**

1. The above example is only for illustration purpose and may not show the actual financing obligation.
2. The profit rate is subjected to cost of fund plus spread. The spread is based on the risk rating of the company and other non-quantitative considerations.

## 4. What are my obligations?

- You are required to pay the Bank's Profit based on utilization amount which is computed based on prevailing Bank's Effective Profit Rate (EPR), which will not exceed the Ceiling Rate (CR) (maximum profit rate that is allowable to be charged).
- Under the variable rate financing concept, the Bank shall grant *ibra'* on the difference between the amount of profit calculated based on the CR and the amount of profit based on the EPR.
- You are required to make a full settlement for the outstanding profit payment and principal portion of the Bank's Sale Price upon maturity of the facility and based on the payment schedule provided or notified by the Bank from time to time.
- You are also required to provide additional security as and when required by the Bank from time to time.

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

No.	Type of Fees and Charges	Quantum
1.	Application for Access (paid by Exporter to EXIM Bank)	SME:50.00 Non-SME:500.00
2.	Processing Fee (paid by ECR Bank to EXIM Bank)	<p><u>Pre-Shipment</u></p> <ul style="list-style-type: none"> <li>•Lodgement: RM5</li> <li>•Disbursement: RM5</li> <li>•Partial Disbursement: RM5</li> <li>•Early Discharge: RM5</li> <li>•Redemption: RM5</li> </ul> <p><u>Post-Shipment</u></p> <ul style="list-style-type: none"> <li>•Refinancing: RM5</li> <li>•Early Discharge:RM5</li> <li>•Redemption:RM5</li> </ul> <p><u>Report</u></p> <ul style="list-style-type: none"> <li>•Daily Confirmation Report:RM5</li> <li>•Pre-Shipment Month-end profit Report: RM10</li> <li>•Post-Shipment Quarterly Report: RM5</li> </ul>
3.	<p>Brokerage Fee</p> <p>Note:</p> <p>a. The fee is only applicable for <i>Tawarruq</i> based products in facilitating buying and selling of commodities at the Commodity Trading Platform.</p> <p>b. The Brokerage fee for commodity trading transaction between EXIM Bank and ECR Bank under the Scheme is absorbed by EXIM Bank.</p>	As charged by commodity supplier from time to time.
4.	Compensation for Late Payment Charge ( <i>Ta'widh</i> ).	As per ECR Bank's policy.

Please request from your Relationship Manager for the Standard Fees and Charges for ECR-i. 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. Any request for a waiver of fees and charges to be paid by ECR-i Bank is subject to EXIM Bank's sole discretion.

### 6. What if I fail to fulfil my obligation?

We shall charge you a compensation for late payment:

**Before Maturity**

Bank's actual loss or up to one percent (1%) per annum:-

- i. on instalment in arrears during the Tenure of the Facility; or  
Formula: Instalment(s) in arrears x up to 1% x No. of overdue day(s)/ \*365
- ii. on the outstanding balance in the event of default causing the entire Facility to be recalled or brought to court for judgement prior to maturity;  
Formula: \*\*Outstanding Balance x up to 1% x No. of overdue day(s)/ \*365

**After Maturity/ Post Judgement**

Bank's actual loss or up to Islamic Interbank Money Market ("IIMM") rate or any other rate specified by Bank Negara Malaysia:-

- i. on the outstanding balance beyond the maturity period of the financing; or  
Formula: \*\*Outstanding Balance x Prevailing IIMM% x No. of overdue day(s)/ \*365
- ii. on the outstanding balance after the judgement notwithstanding the maturity of the Facility.  
Formula: \*\*\*Judgement Sum x Prevailing IIMM% x No. of overdue day(s)/ \*365

The Compensation for Late Payment shall not be compounded.

**Note:**

- \*May change subject to currency of the financing
- \*\*Outstanding Balance = Outstanding Cost + Accrued Profit
- \*\*\*Judgement Sum is equivalent to Outstanding Balance

**7. What if I fully settle the financing before its maturity?**

We shall grant rebate (*ibra'*) on:

- On profit for the difference between profit at CR per annum and the EPR;
- On the Cost (Bank's Purchase Price) and the appropriate profit thereon in case that the Facility is not fully disbursed after expiry of the Availability Period; and
- On the profit for early settlement of the Bank's Sale Price or due to termination of the Facility, restructuring exercise. In the event of default, cancellation, redemption, prepayment before the maturity date.

*ibra'* (rebate) formula for early settlement = Deferred Profit + Actual *ibra'* due to fluctuation of EPR (if any) – early settlement charges (if any)

Settlement Amount = Outstanding Selling Price + Instalments Due + Compensation for Late Payment/*Ta'widh* (if any) – *ibra'*

**8. Do I need takaful coverage?**

You may require to assign the takaful certificate inclusive of all project rights and benefits to us as one of the collaterals accepted by us.

**9. What are the major risks?**

- Our Effective Profit Rate may subject to fluctuation during the financing tenure. However, the rate shall not exceed the Ceiling Profit Rate.
- Legal action will be instituted against you to recover the indebtedness which includes among others, obtaining judgment and enforcement of judgment such as writ of seizure and sale, garnishee, winding up and bankruptcy action.
- Any non-payment of the Bank's indebtedness under financing facility would also have an adverse record on your credit rating.

**10. What do I need to do if there are changes to my contact details?**

- a) It is important that you inform the Bank of any changes to your contact details to ensure that all correspondences reach you in a timely manner.
- b) You may inform the Bank such changes via various channels of communication such as the website or call centre.

## 11. Where can I get an assistance and redress?

If you wish to complain on the product or services provided by EXIM Bank, you may contact us at:

Head, Corporate Communication Department  
Export-Import Bank of Malaysia Berhad  
Level 1, EXIM Bank, Jalan Sultan Ismail,  
50250 Kuala Lumpur, Malaysia  
Tel: +603-26012000  
Fax: +603-26012469

Website: [www.exim.com.my](http://www.exim.com.my)

If your query or complain is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK or TELELINK at:

Blok D, Bank Negara Malaysia,  
Jalan Dato' Onn,  
50480 Kuala Lumpur  
Tel: 1-300-88-5465  
Fax: +603-2174 1515  
Email: [bnmtelelink@bnm.gov.my](mailto:bnmtelelink@bnm.gov.my)

OR

Financial Markets Ombudsman Service (FMOS)  
Level 14, Main Block, Menara Takaful Malaysia, No. 4,  
Jalan Sultan Sulaiman,  
50000 Kuala Lumpur  
Telephone: +603-22722811  
Website: <http://www.fmos.org.my>

## 12. Where can I get further information?

Additional information on Export Credit Refinancing-*i* is available at our office and corporate website: [www.exim.com.my](http://www.exim.com.my)  
If you have any enquiries, please contact us at:

EXPORT-IMPORT BANK OF MALAYSIA BERHAD  
Level 1, EXIM Bank, Jalan Sultan Ismail,  
50250 Kuala Lumpur, Malaysia  
Tel: +603-26012000  
Fax: +603-26012469

## 13. What are other types of financing products available?

- Revolving Credit-*i*
- Term Financing-*i*
- Trust Receipt-*i*
- Supplier Financing-*i*

**IMPORTANT NOTE: LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU FAIL TO SERVICE YOUR PAYMENT FOR THE FACILITY ON REGULAR BASIS**

The information provided in this disclosure sheet is **valid as at 4 April 2025**.