

(Please read and understand this Product Disclosure Sheet together with the general terms and conditions governing the Standby Letter of Credit-i (SBLC-i) before you decide to take up this product. You are required to seek clarification with EXIM 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?

Standby Letter of Credit-i (SBLC-i) is a guarantee of payment made by a Bank (as Issuer) on behalf of you should you fails to honour your contractual commitment with a third party (Beneficiary).

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

The Shariah concept applicable to Standby Letter of Credit-i (SBLC-i) is *Kafalah*

### **Kafalah:**

*Kafalah* refers to a contract where the guarantor conjoins the guaranteed party in assuming the latter's specified liability.

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

<b>Guarantee Amount</b>	Depending on the contract requirement.
<b>Tenure</b>	Up to the requirement of the contract or funding requirement for the investment project.
<b>Currency</b>	USD, EURO, RM and other appropriate currencies.

## 4. What are my obligations?

- You shall indemnify us against all liabilities in relation to payment made under the claimed SBLC-i. Payment shall be made upon demand by us.
- You shall reimburse us for the amount paid by us under the claimed SBLC-i. Payment shall be made upon demand by us.
- You are required to ensure your SBLC-i limit is active and adequate for utilisation.
- You are obliged to pay all relevant fees and charges imposed by the Bank.

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

For full list of Bank's fees and charges, please visit our website at <https://www.exim.com.my>

No.	Type of Fees and Charges	Quantum
1.	Issuance Commission	Min: 1% subject to customer credit ratings
2.	Amendment (Extension of Validity Date, Increase in Amount, Other amendments)	Min: 1% subject to customer credit ratings

Please request from your Relationship Manager for the Bank's Standard Fees and Charges on Islamic Products and Services. 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.

## 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

- Your collateral pledged with the bank shall be liquidated to settle the outstanding amount.
- Legal action shall be taken upon your failure to regularize or settle the outstanding amount.

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

Not applicable.

**8. Do I need a guarantor or collateral?**

Yes. Bank may require you to provide collateral which is acceptable by the Bank.

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

Yes. You are advised to subscribe to any appropriate Takaful coverage from any Takaful operator acceptable by the Bank to mitigate risks associated to the facility.

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

You shall bear all the costs incurred construed to the legal action against you.

**11. 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 at 03-2601 2000.

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

If you wish to complain on the product or services provided by us, 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 you have difficulties in making payments, you should contact us earliest possible to discuss payment alternatives. You may contact your Relationship Manager or send an e-mail to us [communications@exim.com.my](mailto:communications@exim.com.my) or contact us at +603-26012000.

Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK), an agency established by Bank Negara Malaysia to provide free services and money management, credit counselling, financial education and debt restructuring for SMEs. You can contact AKPK at:

Agensi Kaunseling dan Pengurusan Kredit (AKPK)  
Level 5 and 6, Menara Bumiputera Commerce,  
Jalan Raja Laut, 50350 Kuala Lumpur  
Tel: +603-26167766  
Website: <https://services.akpk.org.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 Standby Letter of Credit-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 guarantee products available?

- Bank Guarantee-i
- Endorsement of Transport Document-i
- Shipping Guarantee-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.