

<p>PRODUCT DISCLOSURE SHEET</p> <p>(Read this Product Disclosure Sheet before you decide to apply for Credit Bills Purchase. Seek clarification from your institution if you do not understand any part of this document or the general terms).</p>	<p>CREDIT BILLS PURCHASE</p> <p>Date:</p>
<p>1. What is this product about?</p> <p>Credit Bills Purchase (CBP) is a post-shipment financing, drawn against presentation of compliant documents under a Letter of Credit, predicated on the Issuing Bank's risk. When requested upon by the Beneficiary (Customer/ Seller), the Bank may purchase (Sight) or discount (Usance) compliant documents drawn under Letter of Credit accordingly.</p> <p>The Customer may also request the Bank to present the documents to the Issuing Bank for payment, especially when the documents are discrepant. The Bank will dispose the sale or export proceeds to the Customer upon receipt from the Issuing Bank.</p>	
<p>2. What are the main features of this product?</p> <ul style="list-style-type: none"> • CBP financing is denominated in the currency of the Letter of Credit. • For foreign currency denominated Letter of Credit, the financing rate is pegged to the Bank's prevailing Foreign Currency Effective Cost of Fund (FC ECOF) plus a Margin, determined on the CBP drawing date • For RM denominated Letter of Credit, the financing rate is pegged to the Bank's prevailing Base Lending Rate (BLR) plus a Margin, determined on the CBP drawing date (total being the "prescribed rate") • Under Usance Letter of Credit, financing tenor is up to the remaining credit term granted to the Buyer as stipulated in the Letter of Credit. • The Bank will examine the documents against the underlying Letter of Credit and advise you accordingly on its compliance status. 	
<p>3. How is interest calculated?</p> <p>Interest is calculated as follows: $\left[\text{CBP Principal Amount} \times \text{Financing Rate (FC ECOF or BLR + Margin)} \times \text{Financing Tenor} \right] \times \left(\frac{365 \text{ or } 360}{100} \right)$</p>	
<p>4. How do I apply for this product?</p> <ul style="list-style-type: none"> • No prior approved facility is required to apply for this product. However, the Bank may exercise its discretion to decline or accept your request based on the credit worthiness of the Letter of Credit Issuing Bank. • Application must be made in the Bank's standard Application Form, along with Bills of Exchange, duly completed and signed by your authorised signatory/ies. • Each application must be accompanied by the underlying original Letter of Credit and its required shipping documents. 	
<p>5. What are my obligations?</p> <p>To correct discrepant documents promptly for representation to the Issuing Bank, when called upon by the Bank</p>	
<p>6. What if I fail to fulfil my obligations?</p> <ul style="list-style-type: none"> • If the sale or export proceeds are not received from the Issuing Bank by the maturity date, the CBP will be classified as past due. • Default interest at 1.0% p.a. above the "prescribed rate" or 3.5% p.a. above the Bank's prevailing Base Lending Rate will be imposed on the CBP principal amount. • Any past due CBP may hinder further drawdown on your other facilities with the Bank. • If the past due CBP remains unpaid after 3 months, your facilities with the Bank will be classified as non-performing. • The Bank has the right to set-off any credit balances in your account(s) against the past due CBP following prior notification of 7 days to you. • The Bank may exercise its rights and start its recovery process/ legal action and your other facilities with the Bank may be recalled. 	

7. What are the major risks?		
<ul style="list-style-type: none"> If the LC is not confirmed, the advances made by the Bank is with full recourse to you. In short, you are required to repay the Bank if payment is not forthcoming from the Letter of Credit Issuing Bank. Presentation of non-compliant documents may result in non-payment by the Letter of Credit Issuing Bank. 		
8. What are the fees and charges I have to pay?		
	Sale	Export
Interest	As mentioned above	
Documents Examination Fee	RM50.00	RM50.00
Negotiation Fee	<u>RM Denominated CBP</u> 0.1% Flat, with minimum RM100.00 and maximum RM500.00 <u>Foreign Currency Denominated CBP</u> RM100.00	<u>RM Denominated CBP</u> 0.1% Flat, with minimum RM100.00 and maximum RM500.00 <u>Foreign Currency Denominated CBP</u> RM100.00
Stamp Duty	As per Stamp Duty Act 1949 (Revised 1989)	
Other Charges	Please refer to our Bank's Corporate website at www1.uob.com.my for details	
<p>Note: The Bank may revise the commission, interest rate, fee and charges from time to time at its absolute discretion, subject to the Bank giving you advance notice of 21 days.</p>		
9. What do I need to do if there are changes to my contact details?		
<p>It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner. Please inform us of any change in your contact details at the nearest UOBM branch or our Business Banking Service Center or contact your UOBM Account Relationship Manager.</p>		
10. Where can I get assistance and redress?		
<ul style="list-style-type: none"> If you have difficulties in making settlement, please contact the Bank earliest possible to discuss settlement alternatives. You may contact your UOBM Account Relationship Manager or send an E-mail to us at uobcustomerservice@uob.com.my or contact us at Tel No. Kuala Lumpur 603 - 2612 8121; Penang 604 - 2401 121; Johor Bahru 607 - 2881 121; Kuching 082 - 287 121 or Kota Kinabalu 088 - 477 121 Alternatively you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK), an agency established by Bank Negara Malaysia to provide free services on money management, credit counselling and debt restructuring for individual. You can contact AKPK at Maju Junction Mall, Tingkat 8, 1001 Jalan Sultan Ismail, 50250 Kuala Lumpur (Tel: 03-26167766 or E-mail at enquiry@akpk.org.my) If you wish to complain on the products or services provided by the Bank, you may E-mail us at uobcustomerservice@uob.com.my or contact us at Tel No. Kuala Lumpur 603 - 2612 8121; Penang 604 - 2401 121; Johor Bahru 607 - 2881 121; Kuching 082 - 287 121 or Kota Kinabalu 088 - 477 121 If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK or TELELINK at Block D, Bank Negara Malaysia, Jalan Dato' Onn, 50480 Kuala Lumpur (Tel: 1-300-88-5465; Fax: 603 - 2174 1515; E-mail at bnmtelelink@bnm.gov.my) 		
11. Where can I get further information on the product?		
<ul style="list-style-type: none"> Should you require additional information on our products, please visit us at the nearest UOBM Branch or E-mail us at businessbanking.servicecentre@uob.com.my or logon to www1.uob.com.my for more info. If you have any enquiries, please call our UOBM Business Banking Service Center at Kuala Lumpur 603 - 2616 6800; Penang 604 - 2626 800; Johor Bahru 607 - 2236 800; Kuching 082 - 236 820; Kota Kinabalu 088 - 246 820 		



The information provided in this disclosure sheet is valid as at September 2018 and is subject to change at the Bank's discretion from time to time.

To: UNITED OVERSEAS BANK (MALAYSIA) BHD (271809K)

I/We hereby acknowledge receipt of the above Product Disclosure Sheet

Authorized Signatory & Company Stamp
Date: