

PRODUCT DISCLOSURE SHEET



Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on **Bankers Acceptance** United Overseas Bank (Malaysia) Bhd

Other customers have read this PDS and found it helpful; **you should read it too.**

Date:

Know Your Bankers Acceptance

Bankers Acceptance (BA) is a short-term working capital facility extended by the Bank to a Customer (Buyer or Seller) facilitating the financing of their purchase/ import or sale/ export of goods. BA is a ringgit facility to finance their purchase from resident, sale to resident, import from non-resident or export to non-resident supported by documentation evidencing the movement of goods between the two parties.

The main features of this product are as follows:

- Financing Rate is pegged to the Bank's Foreign Currency Effective Cost of Fund (FC ECOF) plus a Margin, determined at Financing is denominated in Ringgit Malaysia (RM), with minimum drawdown of RM50,000.00.
- Financing charges include acceptance commission p.a. plus BA rate for the respective tenor of the financing as well as other incidental charges such as remittance costs, where applicable.
- The BA Rate is pegged to the Bank's prevailing BA Rate and proceeds are disbursed to the Supplier (in respect of purchase/ import) or to the Customer (in respect of sale/ export).
- Financing is allowed for goods and services (excluding non-trade related items such as asset rental/leases).
- Minimum financing tenor is 21 days and its maximum is capped at 365 days or as otherwise approved by the Bank.
- Financing is available in respect of documents drawn under Letters of Credit, Collections or Open Account trade.
- Bunching of invoices is allowed, provided in the same class.
- Early repayment is allowed, subject to the Bank's approval and applicable break fund costs.

Know Your Obligations

The Financed Proceeds from financing of a BA is determined as follows:

$$\text{BA Principal Amount} \times [1 - (\text{BA Rate} \times \text{Tenor} / 36500)]$$

For this BA **as an illustration**:

- Your Principal Amount: RM 100,000
- Your BA Rate: 5.45%
- Your Tenor: 90 days
- Your Interest: RM 1,343.84 (to be collected upfront and deducted from Financed Proceeds)

In **total** your Financed Proceeds is **RM 98,656.16** and you will pay Financed Proceeds on the maturity date

It is your responsibility to:



Read and understand the **key terms** in the **Bank's standard Application Form** before you sign it



Pay your BA Facility in **full on maturity date**



Contact us immediately, if you are unable to pay your BA facility

You also have to pay the following fees and charges:

	Purchase / Import	Sale / Export
Interest	As mentioned above	
Acceptance Commission	Calculated at an agreed percentage p.a. on the Tenor and BA principal amount, determined at facility structuring stage.	
Direct Reimbursement Charge, where prior settlement of Invoices has been made	RM 100	Not Applicable
Other Charges	Please refer to our Letter of Offer and the Bank's Corporate website at www.uob.com.my for details	

Effective 1 October 2025, the above trade related charges will be subject to an 8% Service Tax (SST), or any prevailing rate by the Malaysian Government, and will be payable by you, where applicable.

Note: The Bank may revise the commission, interest rate, fee and charges from time to time, subject to the Bank giving you advance notice of 21 days.

Know Your Risks

What are the major risks?

- You may be exposed to foreign exchange fluctuation risk when your receivables are in foreign currencies, in view BA financing is denominated in RM.

What happens if you fail to make full repayment on the maturity date of the BA?

- The BA will be classified as past due if not fully repaid on its maturity date.
- Default interest at 3.5% p.a. above the Bank's prevailing Base Lending Rate will be imposed on the BA principal amount.
- Any past due BA will affect your further drawdown of the BA Facility and any other facilities with the Bank.
- If the past due BA 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 BA following prior notification of 7 days to you.
- The Bank may exercise its rights and start its recovery process/legal action against you.
- Your BA Facility along with any other facilities with the Bank may be recalled.

Other Key Terms

- You will need to have an approved BA Facility with the Bank and application must be made in the Bank's standard Application Form, duly completed and signed by your authorised signatory/ies.
- Each application must be accompanied by supporting documentation e.g. Invoices, transport documents, evidencing the underlying trade transaction.
- Please inform us of any changes in your contact details to ensure that all correspondences reach you in a timely manner.

Avenue for Redress or Assistance

- If you have difficulties in making settlement, please contact the Bank earliest possible to discuss settlement alternatives. You may contact your UOB Account Relationship Manager or send an E-mail to us at uobcustomerservice@uob.com.my or contact us at the numbers below.
- Alternatively, you may seek the services of Agensi Kaunseling dan Pengurusan Kredit (AKPK). AKPK has been established by Bank Negara Malaysia to provide free services on money management, credit counselling, financial education and debt restructuring for individuals. You can contact AKPK at Level 5 & 6, Menara Bumiputra Commerce, Jalan Raja Laut, 50350 Kuala Lumpur (Tel: 03-26167766 or E-mail at enquiry@akpk.org.my).

**Note: subject to Bank's credit assessment.

If you have any questions or require assistance on your BA facility, you can:



Call us at

Kuala Lumpur +6 03-26128 121
Penang +6 04-2402 121
Johor Bahru +6 07-2881 121
Kuching +6 082-287 121
Kota Kinabalu +6 088-477 121



**Visit us at the nearest
UOB branch**



Email us at

uobcustomerservice@uob.com.my



Log on to

<https://www.uob.com.my/business/trade/index.page>

The information provided in this disclosure sheet is valid as at January 2026 and is subject to change from time to time.