

<p style="text-align: center;"><b>PRODUCT DISCLOSURE SHEET</b></p> <p>(Read this Product Disclosure Sheet before you decide to take up the Letter of Credit-i. Be sure to also read the general terms and conditions. Seek clarification from us if you do not understand any part of this document or general terms).</p>	<p><b>United Overseas Bank (Malaysia) Bhd</b> (Company No. 271809-K)</p> <p><b>Product: Letter of Credit-i</b></p> <p><b>Date:</b></p>
<p><b>1. What is this product about?</b></p>	
<p>Letter of Credit-i (LC-i) is known as a documentary credit and it constitutes as an irrevocable and definite undertaking of the issuing bank to honour a complying presentation. It can be issued on sight or usance basis, depending on instructions given by the applicant.</p> <p>LC-i is basically a documentary instrument provided by banks in order to facilitate trade transactions. The LC-i issuing bank issues a written undertaking at the request and in accordance with the instruction of the buyer (applicant). The issuing bank or confirming bank (if any) assures payment to the seller (beneficiary) as long as they present documents which comply with the terms and conditions of the issued LC-i. Payment is assured based on documents alone and not on goods or services to which it may refer.</p>	
<p><b>2. What is the Shariah concept applicable?</b></p>	
<ul style="list-style-type: none"> <li>• The Shariah concept used is <b>Wakalah</b>.</li> <li>• <b>Wakalah</b> can be defined as an agency relationship where bank acts as an agent on behalf of a company or individual. <b>Wakalah</b> refers to the Bank acts as an agent to the customer. The Bank will be the agent for the payment of the purchase whilst the Customer will finance the full value of the goods upon maturity of the LC-i.</li> </ul>	
<p><b>3. What do I get from this product?</b></p>	
<p>A definite undertaking by UOB to honor the payment (pay at sight or pay at a maturity date) upon presentation of documents that is in accordance with the terms and conditions of the LC-i, the applicable rules (Uniform Customs and Practice for Documentary Credits - UCP600) and international standard banking practice as from time to time applicable for issuance of the LC-i. Terms and conditions of LC-i are binding on all parties unless expressly modified or excluded by the LC-i. Beneficiary is assured of payment upon compliant presentation and applicant has the comfort of paying after goods have been shipped.</p> <ul style="list-style-type: none"> <li>➤ Amount Limit : RM_____</li> <li>➤ Commission Letter of Credit-i : _____% per month / part of the month thereof</li> </ul>	
<p><b>4. What are my obligations?</b></p>	
<p>Adhere to terms and conditions governing Islamic trade credit facilities granted by UOB as defined in the Letter of Offer, General Standard Terms and Conditions Governing Facilities or application forms.</p>	

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

Fees and Charges	Amount (RM)	
<ul style="list-style-type: none"> <li>Commission</li> </ul>	<b>Type of Charges</b> Issuance of Letter of Credit-i	<b>Amount (RM)</b> 0.1% of LC-i Amount per month or part thereof or RM100 whichever higher.
	Amendment of Letter of Credit-i > If related to extension of LC-i / increase of amount > If not related to extension of LC-i / increase of amount	0.1% per month or part thereof, Min RM50  RM50
	Acceptance Commission on Usance Credits	0.1% per month or part thereof or RM100 whichever higher.
	<ul style="list-style-type: none"> <li>Stamp Duties</li> </ul>	
	<ul style="list-style-type: none"> <li>As per the Stamp Duty Act 1949 (Revised 1989)</li> </ul>	
	<b>Type of Charges</b> Facility Agreement	<b>Amount (RM)</b> Ad Valorem
	Other Security Document > Letter of Offer	Nominal
	Other Charges	All other charges shall follow the Bank's Standard Tariff of Charges
<ul style="list-style-type: none"> <li>Rentas</li> </ul>	<ul style="list-style-type: none"> <li>RM9</li> </ul>	
<ul style="list-style-type: none"> <li>Swift</li> </ul>	<ul style="list-style-type: none"> <li>RM50</li> </ul>	
<ul style="list-style-type: none"> <li>Cable Charges</li> </ul>	<ul style="list-style-type: none"> <li>RM50</li> </ul>	
<ul style="list-style-type: none"> <li>Other Charges</li> </ul>	Please refer to our Letter of Offer and the Bank's Corporate website at <a href="http://www1.uob.com.my">www1.uob.com.my</a> for details	

Please request from your Relationship Manager for the Bank's Standard Charges on Islamic Trade Finance products and Services or retrieve it from our corporate website.

If there are any changes in fees and charges that are applicable to your financing Facility, the Bank will notify you at least 21 calendar days prior to the effective date of implementation.

### 6. What if I fail to fulfill my obligations?

Should you fail to service your payment obligation in a timely manner, the following shall apply:

- Your LC-i Facility may be cancelled.
- You will need to pay all additional costs, charges and expenses incurred until LC-i is fully paid.
- Right to set-off**  
The Bank is entitled to set-off any credit balance in your deposit maintained with the Bank against any outstanding financing amount by giving you a seven (7) calendar days' notice, and the Bank may exercise its rights and start its recovery process/legal action.
- Legal Action**  
Legal action will be taken if you fail to respond to reminder notices.

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

- Not applicable.

#### 8. Do I need any Takaful coverage?

- Takaful is required and Insurance is allowed subject to Shariah Advisory Council of Bank Negara Malaysia resolution requirements.
- Marine cargo insurance policy / certificate for shipment / delivery of goods pertaining to LC-i transaction, subject to arrangement in your sales contract. Insured/coverage amount is normally at 110% of transaction value.

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

- You will be exposed to the risk that the goods received are not in accordance to sales contract as under UCP 600 (the international rules governing Letter of Credit):
  - Banks only deal in documents and not in goods in Letter of Credit-i.
  - Letter of Credit-i is separate transactions from the sales contract although the Letter of Credit-i is issued based on the sales contract.

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

- 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 to the nearest UOB branch or contact your UOB Relationship Manager.

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

- 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](mailto: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](mailto: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](mailto: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](mailto:bnmtelelink@bnm.gov.my))

#### 12. Where can I get further information?

- Should you require additional information on our products, please visit us at the nearest UOB branch, email at [tradecustomerservice@uob.com.my](mailto:tradecustomerservice@uob.com.my) or logon to [www1.uob.com.my](http://www1.uob.com.my) for more info.

<ul style="list-style-type: none"> <li>If you have any enquiries, please call our 24-hour UOB 121 Phone Banking at:</li> </ul>		
	Kuala Lumpur	(6) 03 - 26128 121
	Penang	(6) 04 - 2401 121
	Johor Bahru	(6) 07 - 2881 121
	Kuching	(6) 082 - 287 12
	Kota Kinabalu	(6) 088 - 477 121
<b>13. Other Trade facilities available?</b>		
<ul style="list-style-type: none"> <li>Bank Guarantee-i</li> <li>Trust Receipt-i</li> <li>Accepted Bills-i</li> </ul>		

**IMPORTANT NOTE:**

**LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU DEFAULT OF ANY TERMS OF FINANCING THEREIN ON THE DUE DATES**

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

The terms and conditions indicated in this Product Disclosure Sheet are indicative and not binding on the Bank. The final terms and conditions are as stipulated the Letter of Offer and/or Facility Agreement after bank assessment and financing approval.

<p>I / We hereby confirm having explained the Product Disclosure Sheet (PDS) to Customer.</p>     <p>.....</p> <p>Name: NIRC: Date:</p>	<p>I / We hereby confirm having received and understand the explanation given.</p>     <p>.....</p> <p>Name: NIRC: Date:</p>
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