

PRODUCT DISCLOSURE SHEET

(Please read and understand this Product Disclosure Sheet together with the general terms and conditions governing the Letter of Credit Confirmed-*i* (LCC-*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.)



Letter of Credit Confirmed -*i*



1. What is this product about?

Letter of credit Confirmed-*i* (LCC-*i*) is an undertaking by us (Confirming Bank) to make payment of an LC which has been issued by another bank (Issuing Bank) upon presentation of compliant documents by you. We act as an agent on behalf of the Issuing Bank to confirm the LC and subsequently charge a fee (Ujrah) for the services rendered.

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

- The Shariah concept applicable to Letter of Credit Confirmation-*i* (LCC-*i*) is *Wakalah*.
- *Wakalah* refers to a contract where a party, as principal (*muwakkil*) authorizes another party as his agent (*wakil*) to perform a particular task on matters that may be delegated, with or without imposition of a fee.

3. What do I get from this product?

Eliminate the country and payment risks of the Issuing Bank subject to the compliance of presentation.

4. What are my obligations?

- You are required to pay the confirmation commission on the service rendered to you.
- The payment shall be done upfront or debited from the proceeds received.

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

No.	Type of Fees and Charges	Quantum
1.	Confirmation Commission	3% per confirmation

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 fulfill my obligation?

We shall advise your Letter of Credit without adding our confirmation.

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

Not applicable.

8. Do I need takaful coverage?

Not applicable.

9. What are the major risks?

Your transaction is exposed to payment risk and country risk of the Issuing Bank if your Letter of Credit is advised without confirmation from us (Confirming Bank).

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 at 03-2601 2000.

11. Where can I get an assistance and redress?

If you wish to complaint 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

If your query or complaint 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

12. Where can I get further information?

Additional information on Letter of Credit Confirmation-*i* are available at our office and corporate website: 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 Letter of Credit-*i* products and services available?

- Letter of Credit Advising-*i*
- Letter of Credit Collection-*i*
- Letter of Credit Transfer-*i*

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

The information provided in this disclosure sheet is valid as at 30 July 2021.