

PRODUCT DISCLOSURE SHEET

(Please read and understand this Product Disclosure Sheet together with the general terms and conditions governing the Import Financing (IF) 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 loan and/or business requirement.)



Import Financing

1. What is this product about?

Import Financing (IF) is a facility offered to Malaysian owned or controlled companies which require financing of their strategic imports of specialized finished or intermediary goods that are unavailable in Malaysia.

The purpose of IF is to finance the strategic imports of capital goods, raw materials and related goods for the development, upgrading expansion of infrastructure facilities or other expenses related to client's business activities which will ultimately reduce dependency on imports and also for government initiatives projects.

2. What do I get from this product?

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|---|---|
| Loan Amount | Currency ()* : _____ * Acceptable currencies are USD, EURO, RM and other appropriate currencies. |
| Loan Margin | _____ %* *Up to 90% of import order value. |
| Tenure | _____ Years* *Tenure is subject to yearly review. The facility may be revolving or term of up to 10 years. |
| Effective Interest Rate | ___% per annum (COF + Spread) |
| <i>Example:</i> <ul style="list-style-type: none">• Total amount financed : RM xxx• Bank's Interest rate (Ceiling profit rate) : XX%• Effective interest rate: COF + Spread | <ul style="list-style-type: none">• Loan Margin: XX%• Tenure: XX years |
| <i>Note: 1. The above example is only for illustration purpose and may not show the actual credit obligation. 2. The interest rate is subjected to cost of fund plus spread. The spread is based on the risk rating of the company and other non-quantitative considerations.</i> | |

3. What are my obligations?

- You are required to pay the Bank's Interest based on utilization amount which is computed based on prevailing Bank's Effective Interest Rate.
- You are required to make a full settlement for the outstanding amount (principal plus interest) upon maturity of the facility and based on the repayment schedule provided by or notified by us from time to time.
- You are also required to provide additional security as and when required by us from time to time.

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

| No. | Type of Fees and Charges | Quantum |
|-----|--------------------------|--|
| 1. | Processing Fee | Processing fee of 1.0%* of the financing amount. (*) subject to Terms and Conditions. Not applicable to SMEs |
| 2. | Stamp Duty | As per the Stamp Act 1949 in Malaysia and/or stamping requirement in other jurisdiction (if applicable). |
| 3. | SWIFT Charges | RM70 |

| No. | Type of Fees and Charges | Quantum |
|-----|---|--|
| 4. | Audit Confirmation Fee | RM100 |
| 5. | Redemption Letter/Statement Fee | RM50 (SME Customer) |
| 6. | Letter of Support Fee | RM100 (SME Customer) |
| 7. | Legal Fee | As charged by Lawyer |
| 8. | Postage / Delivery Charges <u>Local Party</u> <ul style="list-style-type: none"> • Normal Mail • Registered Mail • Courier / Hand delivery <u>Foreign Party</u> <ul style="list-style-type: none"> • Normal Mail • Registered Mail • Courier | Min.RM3 Min.RM6 Min.RM7 Min.RM4 Min.RM8 Min.RM50 – varies on location |
| 9. | Variation of Facility Terms and Conditions | Min.RM300 (Not applicable to SME Customer) |

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

5. What if I fail to fulfill my obligation?

We shall charge you a penalty for late payment at one percent (1%) per annum on the prevailing interest rate.

6. What if I fully settle the loan before its maturity?

Nil.

7. Do I need insurance coverage?

You are required to assign the insurance policy (ies) to us as one of the collaterals accepted by us.

8. What are the major risks?

- Our Effective Interest Rate may be subject to fluctuation during the loan tenure.
- Legal action will be instituted against you to recover the indebtedness which includes among others, obtaining judgment and enforcement of judgment such as writ of seizure and sale, garnishee, winding up and bankruptcy action.
- Any non-payment of the Bank's indebtedness under loan facility would also have an adverse record on your credit rating.

9. 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.

10. 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,

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

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| <p>50250 Kuala Lumpur, Malaysia Tel: +603-26012000 Fax: +603-26012469 Website: www.exim.com.my</p> | <p>Tel: 1-300-88-5465 Fax: +603-2174 1515 Email: bnmtelelink@bnm.gov.my</p> |
| <p>11. Where can I get further information?</p> | |
| <p>Additional information on Import Financing is available at our office and corporate website: www.exim.com.my If you have any enquiries, please contact us at:</p> <p>EXPORT-IMPORT BANK OF MALAYSIA BERHAD Level 1, EXIM Bank, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia Tel: +603-26012000 Fax: +603-26012469</p> | |
| <p>12. What are other types of cross-border loan products available?</p> | |
| <ul style="list-style-type: none"> • Overseas Project Financing • Overseas Investment Financing • Contract Financing • Buyer Financing • Export of Services Financing | |
| <p>IMPORTANT NOTE: LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU FAIL TO SERVICE YOUR PAYMENT FOR THE FACILITY ON REGULAR BASIS</p> | |

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