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| <p>PRODUCT DISCLOSURE SHEET</p> <p>Please read this Product Disclosure Sheet before you decide to take up the Hire Purchase-i financing. Seek clarification from CIMB Islamic Bank Berhad if you do not understand any part of this document or the general terms.</p> | <p>CIMB Islamic Bank Berhad</p> <p>Hire Purchase-i - Fixed And Variable Rate</p> <p>Date:</p> |
| <p>1. What is this product about?</p> <p>Hire Purchase-i financing is a Shariah-compliant financing product caters for the needs of customers seeking an option to the conventional Hire Purchase product. It is provided for financing of asset calculated on fixed rate or variable rate. The ownership of the asset remains with the Bank until settlement of the financing. The operation of the financing is governed by the Hire Purchase Act 1967.</p> | |
| <p>2. What is the Shariah concept applicable?</p> <p>Hire Purchase-i financing embraces the Shariah concept of Ijarah (Lease) and subsequent Bai' (Sale) also known as Ijarah Thumma Al-Bai (AITAB). Under the Ijarah contract, the customer leases the vehicle from the Owner/Bank at an agreed rental over a specific period. Upon expiry of the leasing period, the customer enters into Bai' contract to purchase the vehicle from the Owner/Bank at an agreed price.</p> | |
| <p>3. a. What do I get from this product?</p> <ul style="list-style-type: none"> • Dealer/Seller Sale Price (<i>Sale price of the vehicle</i>) : RM • Bank Purchase Price (<i>Total amount financed</i>) : RM • Total Term Charges (<i>Total profit amount</i>) : RM • Margin of Finance : % • Tenure : months • Fixed Profit Rate : % • Variable Profit Rate : + BFR (%) • Effective Profit Rate : % • Hire Purchase Reducing Term Takaful : % • Current Base Financing Rate (BFR) : % as at <p>b. When the profit is computed on Variable Rate :-</p> <ul style="list-style-type: none"> • The profit is computed based on the scheduled balance and added to the account on monthly basis. • Any payment made which is more than the monthly rental payable will be treated as an advance payment. Such payments do not in any way reduce the total profit payable and are not redrawable. | |
| <p>4. What are my obligations?</p> <ul style="list-style-type: none"> • Monthly Rental : RM • The total amount payable, including the amount financed is : RM <p><u>Note:</u></p> <p>For variable rate financing, monthly rental and total amount payable may vary if BFR changes.</p> | |
| <p>5. What are the fees and charges I have to pay?</p> <ul style="list-style-type: none"> • Stamping fee of RM10 for the Hire Purchase-i Agreement and RM10 for each Guarantee Agreement, if any. • All postage and courier fees incurred for the delivery of Hire Purchase-i documents and notices, if any. • All photocopying and/or faxing charges of Hire Purchase-i documents such as Hire Purchase-i Agreement, Hire Purchase-i Guarantee Agreement and Approved Permit. • Jabatan Pengangkutan Jalan (JPJ) Search, Puspakom Inspection (VR1), Audit Confirmation, transfer of vehicle between East and West Malaysia and Additional Hire Purchase-i Financing Statement. • Taxes on fees and charges (including but not limited to indirect taxes or withholding taxes), where applicable, as may be imposed by the Government of Malaysia or by any other government in any jurisdiction and any taxes payable in connection with or arising out of facility/account. | |
| <p>6. What if I fail to fulfill my obligations?</p> <ul style="list-style-type: none"> • Ta'widh (compensation on late payment) at 1% per annum for Fixed and Variable rate term charges will be charged on any overdue monthly rental, calculated on a daily basis from the due date of the rental payment until one day prior to the payment date. • Total Ta'widh (compensation on late payment) shall not be compounded on the overdue arrears. | |

- Bank has the right to repossess the vehicle financed if there has been a default of two successive defaults of rentals.
- All expenses incurred during the repossession exercise will be charged to your Hire Purchase-i account.
- Bank will dispose off the vehicle upon expiry of the 5th Schedule Notice (Notice to Hirer under Section 16 of the Hire Purchase Act 1967) to recover total financing outstanding if no redemption is made within the stipulated timeframe.
- Any loss after disposal will be demanded from you.
- Legal action may be taken against you to recover the outstanding amount of rental under the facility. This will affect your credit standing.
- The Bank has the right to set off any credit balance in your account maintained with the Bank against any outstanding balance in this financing account upon giving seven (7) calendar days prior notice.

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

- For Hire Purchase-i Fixed Rate financing :

You will be entitled to an Ibra' (rebate) using the formula below. The calculation is based on the formula as stipulated in the Hire Purchase Act 1967.

$$\text{Ibra}' = \frac{n(n+1)}{N(N+1)} \times \text{RC}$$

Where : n = Remaining rental period
RC = Total term charges
N = Total rental period

- For Hire Purchase-i Variable Rate financing :

The settlement amount would be the outstanding rental plus term charge accrued and calculated up to next due date of payment.

8. Do I need any takaful coverage?

You are required to take up a comprehensive takaful coverage on the asset financed for the entire tenure of the financing. However, if you opt for conventional insurance coverage, the first premium payment shall be borne by you as part of the deposit paid to the dealer / seller. Other than a comprehensive coverage, you may take up additional coverage against all available force majeure risks with any licensed takaful/insurance company operating in Malaysia.

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

It is important that you inform us of any changes in your contact details to ensure that all correspondences reach you in a timely manner and you can be contacted as soon as possible.

10. Where can I get assistance and redress?

- If you have difficulties in making repayments, you should contact us earliest possible to discuss repayment alternatives. You may contact us at :

CIMB Islamic Bank Berhad - Customer Resolution Unit (CRU)
P.O. Box 10338
GPO Kuala Lumpur
50710 Wilayah Persekutuan
Tel : +603 6204 7788
Email : cru@cimb.com

- 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 counseling and financing education and restructuring for individuals. You can contact AKPK at :

Level 8, Maju Junction Mall
1001, Jalan Sultan Ismail
50250 Kuala Lumpur
Tel : +603 2616 7766
Email : enquiry@akpk.org.my

- If you wish to complain on the products or services provided by us, you may contact us at :

CIMB Islamic Bank Berhad - Customer Resolution Unit (CRU)
P.O. Box 10338
GPO Kuala Lumpur
50710 Wilayah Persekutuan
Tel : +603 6204 7788
Email : cru@cimb.com

- 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
Email: bnmtelelink@bnm.gov.my

11. Where can I get further information?

Should you require additional information on taking a Hire Purchase-i financing, please visit our Auto Finance Centres nationwide and the bank's website at www.cimbislamic.com.my. If you have any enquiries, please contact us at :

Tel : +603 6204 7788

Email : cru@cimb.com

12. Other Hire Purchase-i financing packages available.

Hire Purchase-i Variable Rate.

IMPORTANT NOTE : YOUR VEHICLE MAY BE REPOSSESSED AND LATER DISPOSED OFF IF YOU DO NOT KEEP PAYING ON YOUR HIRE PURCHASE-i FINANCING.

The information provided in this disclosure sheet is valid as at : _____