

PROGRAM DISCLOSURE SHEET

Dear Customer,

This Program Disclosure Sheet (PDS) provides you with key information on Program Skim Usahawan Ternakan Ayam Madani Bagi Skim Ternakan Ayam Secara Komersial ("UTAMA – TERNAK").

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



Date: _____

1. What is the Program UTAMA – TERNAK?

- The Program UTAMA – TERNAK is a Program Scheme that offers financing facility to entrepreneurs in the poultry farming industry which engaged in commercial-scale poultry farming with a capacity of up to 35,000 chickens. The poultry farming activities referred to in this Program include Broiler Chicken (Ayam Pedaging) and Crossbred Village Chicken (Ayam Kampung Kacukan).
- This Program adopts Tawarruq concept which consists of two (2) sale and purchase contracts. The first contract involves the sale of an Asset (commodity) by a Seller to a Purchaser on a deferred payment basis. Subsequently, the Purchaser of the first sale transaction will sell the same Asset (commodity) to a Third Party in cash and on spot basis.
- Through Tawarruq arrangement, the Bank will buy the Asset (commodity) from the Commodity Supplier with the Cost Price (equivalent to the approved financing amount). Subsequently the Bank sells the Asset (commodity) to the Customer based on Murabahah concept (Cost Price plus Profit) on a deferred payment basis. Next, the Bank (acting as Customer's Agent) will sell the Asset (commodity) to a Third Party at Cost Price, in cash and on spot basis. The proceeds from the sale will be credited to the Customer's account as the financing amount applied by the Customer.

2. Know Your Obligations

For this Program Scheme, **as an illustration:**

- Your financing amount:
 - Maximum: **RM500,000**
 - Minimum: **RM50,000**
- Your financing tenure: Up to **84 months (7 years)**.
- Your credit tenure:
 - Broiler Chicken: Not more than 2 months
 - Crossbred Village Chicken: Not more than 3 months
- Effective Profit Rate: **Up to 3.75% p.a.** calculated based on daily rest.
- Late payment charge: **1% p.a.** on the outstanding amount.

It is your responsibility to:



Read and understand the **key terms** in the **contract** before you sign it.



Pay your financing on time and in full for **7 years**. Speak to us if you wish to settle your financing earlier.



Contact us immediately, if you are unable to pay your commitment.

You have to pay the following fees and charges:

- Stamp Duty Fees: As stipulated in the Stamp Act 1949.
- Legal & Disbursement Charges: Including legal fees for financing documentation, registration of charge, land search, bankruptcy search, winding-up search and other relevant charges (if applicable).
- Takaful Contributions: Depending on the amount of coverage taken for the financing.
- Brokerage Fee: RM 7 for every RM1,000,000.00 of commodity purchasing amount.

If you wish to settle your financing early, you should know:

- Rebate (Ibra') shall be granted to you based on the formula set out below, in the event of any of the following scenarios (not limited to):
 - i. Early settlement or early redemption or prepayments.
 - ii. Settlement of the financing due to restructuring exercise.
 - iii. Settlement by the customer in the case of default whereby even though the customer is in default, the customer makes full settlement of the indebtedness under the financing before maturity date.
 - iv. Settlement by the customer in the event of termination or cancellation of financing before maturity date.
- Rebate (Ibra') will be calculated based on the following formula:

$\text{Ibra'} = \text{Deferred Profit}$
$\text{Settlement Amount} = \text{Outstanding Selling Price} + \text{Instalment Due} + \text{Late Payment Charges (if any)} - \text{Ibra'}$

3. Know Your Risks

What happens if you ignore your obligations?

1. You **pay more in total** due to late payment charges.
2. Bank may **deduct** money from a savings account you have with us to set-off your personal financing balance.
3. Bank may **take legal action** against you.
4. Your **credit score** may be affected, leading to credit being more difficult or expensive to you.

4. Other Key Terms

1. It is important that you inform us of any change in your contact details to ensure that all correspondence reaches you in a timely manner.
2. You are required to take Takaful Credit Scheme to protect the indebtedness amount under the financing. However, you are allowed to choose non-panel takaful providers approved by the Bank. A takaful protection plan is required to protect your outstanding financing balance throughout the financing period and / or term of coverage in the event of any unforeseen circumstances.

If you have any questions or require assistance on your program financing, you can:



Call

1-300-88-2476



Visit

<https://www.agrobank.com.my>



Email

customer@agrobank.com.my



Scan the QR
code above

Customer's Acknowledgment*

Ensure you are filling this section yourself and are aware of what you are placing your signature for.

- ☐ I acknowledge that Agrobank has provided me with a copy of the PDS.
- ☐ I have read and understood the key information contained in this PDS.

**A customer's acknowledgement of this PDS shall not prejudice his / her rights to seek redress in the event of subsequent dispute over the program terms and conditions.*

Name:

Date: