

PROGRAM DISCLOSURE SHEET

Dear Customer,

This Program Disclosure Sheet (PDS) provides you with key information on Agrobank Microenterprise Special Relief Program (MRP 2.0).

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



Date: _____

1. What is the Agrobank Microenterprise Special Relief Program (MRP 2.0)?

The program offers financing facility to micro-entrepreneurs to enhance the efficiency of the value chain, particularly in the food production sector.

The scope of the financing facility includes operational costs and purchase or development of fixed assets, including expenses related to compliance with halal certification requirements such as the Malaysian Halal Certification (SPHM), Good Manufacturing Practice (GMP), Hazard Analysis and Critical Control Points (HACCP), and the Malaysian Food Safety and Quality Scheme (MESTI), and business activities that comply with Shariah. In addition, refinancing facility (overlapping) is also allowed under this program.

The Shariah concept used for this program is Tawarruq. Tawarruq consists of two sales contracts where the customer purchases a commodity from the Bank at a deferred payment price with a selling price markup (Bank's Selling Price) and then sells the commodity to a Commodity Supplier in cash at the Bank's Purchase Price, with the objective of obtaining cash.

2. Know Your Obligations

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

- Your financing facility amount:
 - Maximum: **RM100,000**
 - Minimum: **RM1,000**
- Your financing facility tenure: **84 months (7 years).**
- Effective Profit Rate: **Up to 4.75% per annum**, calculated based on daily balance.
- Profit Rate Ceiling (PRC): Basic Financing Rate (BFR) + 4%* or 10%*, whichever is higher for the sale price calculation.
- Financing Margin: Up to 100%, including takaful contribution costs, stamp duty, or any other related financing costs (If applicable).

Note:

- Any changes to fees and charges will be made in writing by the Bank.
- Fees and charges are subject to sales and service tax (if any) or other taxes as prescribed by the Government.

It is your responsibility to:



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



Pay your financing facility timely and in full for **7 years**. Speak to us if you wish to settle your financing facility 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 facility 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.
- Late payment fee: 1% p.a. on the outstanding amount.

If you wish to settle your financing facility 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:
 - i. Early settlement or early redemption or prepayments.
 - ii. Settlement of the financing facility 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 facility before maturity date.
 - iv. Settlement by the customer in the event of termination or cancellation of financing facility before maturity date.
- Rebate (Ibra') will be calculated based on the following formula:

$$\text{Ibra'} = \text{Deferred Profit} - \text{Early Settlement Charges}$$

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

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 facility 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 facility balance throughout the financing facility period and / or term of coverage in the event of any unforeseen circumstances.

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

Call

1-300-88-2476



Visit

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

Email

customer@agrobank.com.myScan 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 product terms and conditions.*

Name: _____

Date: _____