

<p>PRODUCT DISCLOSURE SHEET</p> <p>Read this Product Disclosure Sheet before you decide to take out the Overdraft facility with Hong Leong Bank Bhd. Be sure to also read the general terms and conditions.</p> <p>The information provided is merely general information of the product. The terms and conditions indicated in this Product Disclosure Sheet are tentative or indicative and may change at the discretion of the Bank.</p> <p>Final terms and conditions will be read jointly and superseded as stipulated in the letter of offer and facility agreement after credit assessment and facility approval.</p>	<p>Hong Leong Bank Bhd (97141-X) SME Banking</p> <p>Overdraft</p> <p>March 2017</p>																
<p>1. What is this product about?</p>																	
<ul style="list-style-type: none"> ▪ Overdraft is a revolving credit that remains open as long as the borrower handles the account in a satisfactory manner and complies with the terms and conditions stipulated by Hong Leong Bank Bhd. ▪ The facility is generally used for working capital financing and it provides flexibility to the borrower to utilize and to repay at any time via Current Account maintained with the Bank. This facility is subject to periodic review and at the discretion of the Bank can be recalled or terminated on-demand i.e. amount becomes due and repayable immediately. 																	
<p>2. What do I get from this product?</p>																	
<ul style="list-style-type: none"> ▪ Interest rates charges for the overdraft facility is pegged to the Base Lending Rate (BLR). Generally, the Interest rates ranges from BLR + 0.5% p.a. to BLR + 3.0% p.a. ▪ The interest is calculated on the daily balance of overdraft (utilized amount) and will be reflected in the bank statement at the end of every month. The following is the formula of calculating the interest rate: Interest charged = Utilized Amount x Interest Rate x Number of days / 365 days + Commitment Fee <p>Example:</p> <table border="0"> <tr> <td>Total OD financing limit approved</td> <td>: RM 100,000</td> </tr> <tr> <td>Total amount utilized</td> <td>: RM 20,000</td> </tr> <tr> <td>No. of utilization days</td> <td>: 30 days in billing period of April</td> </tr> <tr> <td>Base Lending Rate (current rate)</td> <td>: 6.7% p.a.</td> </tr> <tr> <td>Interest Rate (Year 1-5)</td> <td>: BLR + 1.0% p.a.</td> </tr> <tr> <td>Effective Lending Rate</td> <td>: 7.7% p.a.</td> </tr> <tr> <td>Commitment Fee</td> <td>: 1.0% p.a. on unutilized amount</td> </tr> <tr> <td>Interest Charged for April</td> <td>: RM192.32</td> </tr> </table> <p style="margin-left: 40px;">Effective rate on utilized amount : RM126.57 (RM 20,000 x 7.7% x 30/365) Commitment fee : RM65.75 (RM80,000 x 1.0% x 30 / 365)</p>		Total OD financing limit approved	: RM 100,000	Total amount utilized	: RM 20,000	No. of utilization days	: 30 days in billing period of April	Base Lending Rate (current rate)	: 6.7% p.a.	Interest Rate (Year 1-5)	: BLR + 1.0% p.a.	Effective Lending Rate	: 7.7% p.a.	Commitment Fee	: 1.0% p.a. on unutilized amount	Interest Charged for April	: RM192.32
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<p>Note: Please note the above rates are indicative only. The final approved amount of your overdraft and interest rate are subject to the Bank's approval and may differ from the above. For actual rates, please refer to letter of offer.</p>																	

3. What are my obligations?

- Servicing of the monthly interest generated. On monthly basis, no obligation to repay any portion of the principal sum (overdraft approved limit).
- However, the overdraft facility is subjected to periodic review, as such the entire outstanding overdraft amount (principal sum plus interest charged) becomes due and payable immediately upon recall of the facility.

IMPORTANT: Your monthly interest charged and total interest charged amount will vary if the BLR changes

Example:

Total OD financing limit approved	: RM 100,000
Total amount utilized	: RM 20,000
No. of utilization days	: 30 days in billing period of April
Interest Rate (Year 1-5)	: BLR + 1.0% p.a.
Commitment Fee	: 1.0% p.a. on unutilized amount

Table below depicts the variation of monthly interest charged and total interest charged amount if the BLR changes:

Rate	Current BLR	If BLR goes up	If BLR goes down
BLR	6.7% p.a.	6.8% p.a.	6.6% p.a.
Effective Lending Rate	7.7% p.a.	7.8% p.a.	7.6% p.a.
Interest charged for April	RM 126.57	RM 128.22	RM 124.93
Commitment fee	RM 65.75	RM 65.75	RM 65.75
Total interest charged for April	RM 192.32	RM 193.97	RM 190.68

4. What other fees and charges do I have to pay?

▪ Stamp Duties	As per the Stamp Duty Act 1949 (Revised 1989)
▪ Legal Fees and Disbursements Fees	Includes solicitor's fees for loan documentation (if applicable), fees and charges for registration of charge, land search and bankruptcy search.
▪ Commitment Fees	1.0% p.a. on unutilized portion
▪ Facility Fees	Not applicable
▪ Overdraft Excess	1.0% p.a. above the prescribed rate or such other rate as may from time to time be stipulated by the Bank will be levied on the amount in excess of the Overdraft limit from the date of the limit being exceeded to the date the limit ceases to be exceeded. The interest is calculated on the daily balance basis and is payable monthly in arrears

5. What if I fail to fulfil my obligations?

IMPORTANT: Please read the final terms and conditions as stipulated in the letter of offer, facility agreement and general terms and conditions for further information.

▪ Late Payment Penalty	1.0% p.a. on the amount in arrears, causing the total outstanding to increase.
▪ Default Rate	In the event of default (non-payment) on three (3) consecutive payments of interests due during the tenure of facility or on any moneys covenanted to be paid, the Bank shall be entitled to increase the interest rate of 1.0% p.a. in addition to the prescribed rate.
▪ Right to set-off	The Bank has the right to set-off any credit balance in account maintained with us against any outstanding balance.
▪ Right to commence recovery or legal action	Legal action will be taken if you fail to respond to reminder notices. Your asset may be foreclosed and you will have to bear all costs. You are also responsible to settle any shortfall after your asset is sold. The Bank has a right to commence recovery activities (including engaging third party debt collection agencies), foreclosure and bankruptcy proceedings. Note: Legal action against you may affect your credit rating leading to credit being more difficult or expensive.

6. Do I need any insurance or takaful coverage?

In event a property is taken as collateral or security for the facility, the following insurance policies are recommended or required to be taken from panel or non-panel insurance company:

- Mortgage Reducing Term Assurance (MRTA) or Mortgage Reducing Term Takaful (MRTT) to cover the borrower(s) in the event of death or permanent disability.
- Fire insurance or home owner's insurance to cover the property (Compulsory).

7. What are the possible risks?

- Please be advised that the prescribed rate is pegged against a reference rate i.e. Base Lending Rate (BLR) and it may vary from time to time. An increase in the BLR may result in higher monthly interest repayments.
- If you have problems meeting your payment obligations, contact us early to discuss repayment alternatives.

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

It is important that you inform us of any change in your contact details to ensure that all correspondences reach you in a timely manner. To update your contact details, you may visit any of our branches or inform us in writing at:

Hong Leong Bank Berhad, Commercial and SME Banking
Address : Level 5, Wisma Hong Leong, No. 18, Jalan Perak 50450 Kuala Lumpur
E-mail : SME@hlbb.hongleong.com.my

9. 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:

Hong Leong Bank Berhad, Commercial and SME Banking
Address : Level 5, Wisma Hong Leong, No. 18, Jalan Perak 50450 Kuala Lumpur
Telephone No : 1-800-188-133
E-mail : SME@hlbb.hongleong.com.my
Website : www.hlb.com.my

- 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 counselling and debt restructuring for individuals. You may contact AKPK at:

Agensi Kaunseling dan Pengurusan Kredit (AKPK)
Address : Tingkat 8, Maju Junction Mall 1001, Jalan Sultan Ismail 50250 Kuala Lumpur
Telephone : 1-800-88-2575
E-mail : enquiry@akpk.org.my

Small Debt Resolution Committee (SDRC), established by Bank Negara Malaysia that provides assistance to viable small and medium scale enterprises (SMEs). You may contact SDRC at:

SDRC Secretariat, Development Finance and Enterprise Department
Address : Bank Negara Malaysia (BNM), Jalan Dato' Onn 50480 Kuala Lumpur
Telephone : 1-300-88-5465
E-mail : bnmtelelink@bnm.gov.my
Website : www.bnm.gov.my

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

Hong Leong Bank Berhad, Commercial and SME Banking,
Address : Level 5, Wisma Hong Leong, No. 18, Jalan Perak 50450 Kuala Lumpur
Telephone : 1-800-188-133
E-mail : SME@hlbb.hongleong.com.my
Website : www.hlb.com.my

- If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia at:

Bank Negara Malaysia LINK or BNMTELELINK at:
Address : Block D, Bank Negara Malaysia Jalan Dato' Onn 50480 Kuala Lumpur.
Telephone : 1-300-88-5465
Fax : 03-21741515
E-mail : bnmtelelink@bnm.gov.my

10. Where can I get further information?

Should you require additional information about taking a overdraft, please refer to the bankinginfo booklet on www.bankinginfo.com.my website.

11. Other similar products available

Revolving Credit

IMPORTANT NOTE

THE BANK HAS THE RIGHT TO PROCEED WITH LEGAL ACTION AND FORECLOSURE OF YOUR ASSET FINANCED BY OR CHARGED AS COLLATERAL TO THE BANK SHOULD YOU FAIL TO PAY YOUR MONTHLY INTEREST PAYMENTS PROMPTLY

The information provided in this product disclosure sheet is valid as at March 2017.