

Personal Loan/Financing-i :

HLB Mini Loan/HLISB Mini Financing-i Deal

CAMPAIGN PERIOD

1. The Hong Leong Bank Berhad (“**HLB**”) and Hong Leong Islamic Bank Berhad (“**HLISB**”) (both HLB and HLISB are collectively referred to as “**the Bank**”) “HLB Mini Loan/HLISB Mini Financing-i Deal” Campaign (“**Campaign**”) commences on 8th December 2018 and ends on 6th July 2019, both dates inclusive (“**Campaign Period**”), unless notified otherwise.

TERMS & CONDITIONS (“T&Cs”)

The following sets out the terms and conditions applicable to the Campaign:-

ELIGIBILITY

2. The Campaign is open to all Malaysian individual customers (“**Customers**”) who:
 - (a) are aged between 21 to 60 years old;
 - (b) employed with a minimum annual income of Ringgit Malaysia Twenty Four Thousand (RM24,000.00);
 - (c) have no existing HLB Personal Loan/ HLISB Personal Financing-i;
 - (d) apply for a HLB Personal Loan/HLISB Personal Financing-i with a minimum amount of Ringgit Malaysia One Thousand (RM1,000) and up to Ringgit Malaysia Fifteen Thousand (RM15,000) (both HLB Personal Loan and HLISB Personal Financing-i are collectively referred as “**Facility**”) with a Facility tenure of 6 months to 3 years (“**Facility Tenure**”) during the Campaign Period;
 - (e) apply for the Facility via Hong Leong Connect Internet Banking; and
 - (f) accepted the Facility on or before 31st July 2019.

For avoidance of doubt, Customers who applied for the Facility via Hong Leong Connect shall only be entitled to participate in this Campaign provided they have received an invitation via targeted advertisement on Connect post-login platform (“**Connect**”) and their monthly basic salary has been credited to the Bank’s current account/current account-i or savings account/savings account-i (“**CASA**”) for the past 3 months.

For the purpose of this Campaign, Customers who have fulfilled all the criteria in Clause 2 above shall be referred to as “**Eligible Customers**”.

3. The following Customers are **NOT** eligible to participate in the Campaign:
 - i. Customers who have committed or are suspected of committing any fraudulent, unlawful or wrongful acts in relation to any of the facilities granted by the Bank or have been declared bankrupt or are subject to any bankruptcy proceedings at any time prior to or during the Campaign Period;
 - ii. Customers who are determined by the Bank to be potentially committing any of the wrongful acts stipulated herein; and/or
 - iii. Permanent and contract employees of the Bank

CAMPAIGN MECHANICS

0% p.a. Interest/Profit Rate for 20 Days

4. Eligible Customers who accepted the Facility on/before 31st July 2019 are entitled to an offer of 0% p.a. interest/profit rate for 20 days (“**Offer**”) if they settle the full amount of the Facility within 20 days after the disbursement date of the Facility (“**0% p.a. Interest/Profit Rate Period**”). For the avoidance of doubt, Eligible Customers can only sign up for one (1) Facility during the Campaign Period and in the event that the Eligible Customers wish to sign up for another Facility, the Eligible Customers would need to fully settle the existing Facility prior to the application of another Facility.

An example of the 0% p.a. Interest/Profit Rate Period is illustrated below:

Facility disbursement date: 1st January 2019

Last day of 0% p.a. Interest/Profit Rate Period: 21st January 2019 (20 days AFTER Facility disbursement date)

- 5. In the event that the Eligible Customer settles the full amount of the Facility within the 0% p.a. Interest/Profit Rate Period , there will be no interest/profit charge on the Facility Amount.
- 6. In the event that the Eligible Customer fails to settle the full Facility Amount within the 0% p.a. Interest/Profit Rate Period for any reason whatsoever, the Eligible Customer shall serve the Facility in the manner as stipulated in the HLB Personal Loan/Financing-i Terms and Conditions and the following interest/profit rate for the Facility shall apply:

Product	Personal Loan/Financing-i
Facility Tenure	6 months to 3 years
Facility Amount	RM1,000 – RM15,000
Interest/Profit	12.50% p.a. for any Facility Amount and Facility Tenure

Note: Effective Interest/Profit Rates vary from 21.12%p.a. to 22.42%p.a. for loan/financing-i tenures from 6 months to 3 years

- 7. This Offer is only applicable to HLB Personal Loan and HLISB Personal Financing-i. HLB Personal Loan Add-A-Loan/HLISB Personal Financing-i Add-A-Financing, HLB Personal Loan Consolidation/HLISB Personal Financing-i Consolidation are not applicable under this Offer.
- 8. A convenience fee of RM75 (“**Convenience Fee**”) will be deducted from the Facility Amount upon disbursement and is non-refundable regardless of whether the Eligible Customer fully settles the Facility within the 0% p.a. Interest/Profit Rate Period.
- 9. On top of the Convenience Fee, a stamp duty of 0.5% of the Facility Amount is applicable and shall be deducted from the Facility Amount upon disbursement.
- 10. In the event of early settlement of the Facility, i.e. after the 0% p.a. Interest/Profit Rate Period and before the expiry of the facility tenure (“**Early Settlement**”) for :

a) HLB Personal Loan

The Customer may at any time during the Facility Tenure, effect Early Settlement of the Facility in full by giving three (3) months' prior written notice ("**Notice**") to the Bank, or make payment of three (3) months' interest/profit on the amount redeemed, in lieu of Notice. A rebate for Early Settlement ("**Rebate**") on the remaining interest/profit to be charged on the Facility will be granted to the Customer over the unexpired period commencing after the three (3) months' notice period and provided always that the Customers fully settle the outstanding amount of the Facility within the time period as may be stipulated by the Bank. The Rebate shall be calculated in accordance with the following formula**:

$$R = \frac{(n-3)(n-2)}{N(N+1)} \times I \text{ where,}$$

- R** Rebate (RM)
- n** Number of Monthly Instalments over the unexpired period
- N** Loan Tenure (in months)
- I** Interest Payable for the whole Loan Tenure (RM) at the rate of 12.50% per annum

An illustration of how the Rebate is calculated for a thirty-six (36) month Loan (3 years) with a principal amount of RM15,000 and interest rate of 12.50% per annum, but with early settlement after 20 months (where early settlement notice is served on the Bank before the next Monthly Instalment due date), is provided below:

$$\begin{aligned} N &= 36 \\ n &= 36 - 20 = 16 \\ I &= 15,000 \times 12.5/100 \times 3 = \text{RM}5,625 \\ R &= \frac{(16-3)(16-2)}{36(36+1)} \times \text{RM}5,625 = \text{RM}768.51 \end{aligned}$$

Note :

**The Rebate will be calculated based on the "Rule of 78" or "Sum of Digits" whereby the method of calculation of the proportion of principal and interest payable for the entire Facility assumes that the interest forms a larger percentage of the monthly instalments during the early stage of the Facility. The Customer shall repay all Monthly Instalments payable over the unexpired period subject to the Rebate.

b) HLISB Personal Financing-i

The Customer may at any time during the Facility Tenure, effect Early Settlement of the Facility in full by giving three (3) months' prior written notice to the Bank. A rebate (ibra') for early settlement on the remaining profit to be charged will be granted to the Customer over the unexpired period commencing after three (3) months' notice period ("**Rebate for Personal Financing-i'**"). The Rebate for Personal Financing-i shall be calculated in accordance with the following formula**:

- R** Rebate (RM)
- n** Remaining number of instalment
- N** Financing Tenure (in months)



$$R = \frac{n(n + 1)}{N(N + 1)} \times P \text{ where,}$$

P Profit Payable for the whole financing terms at the rate of 12.50% per annum

An illustration of how the Rebate For Personal Financing-i is calculated for thirty (36) months financing (3 years) with a principal amount of RM15,000 and profit rate 12.50% per annum, but with early settlement after twenty (20) months (whereby early settlement notice is served on the Bank before the next monthly instalment due date), is provided below:

$$\begin{aligned} N &= 36 \\ n &= 36 - 20 = 16 \\ P &= 15,000 \times 12.5/100 \times 3 = \text{RM}5,625 \\ R &= \frac{16(16+1)}{36(36+1)} \times 5,625 = \text{RM}1,148.65 \end{aligned}$$

Note:

**The Rebate for Personal Financing-i will be calculated based on the “Rule of 78” or “Sum of Digits” whereby the method of calculation of the proportion of principal and profit payable for the entire Facility assumes that the profit forms a larger percentage of the monthly instalments during the early stage of the financing. The Customer shall pay all the monthly instalments payable over the unexpired period subject to the Rebate for Personal Financing-i.

GENERAL

11. By participating in the Campaign, the Customers hereby:

- (i) agree that they have read, understood and agreed to be bound by the T&Cs herein and the T&Cs governing the HLB Personal Loan/HLISB Personal Financing-i;
- (ii) agree to access the Bank’s Website at www.hlb.com.my or www.hlisb.com.my and/or Campaign Website at www.hlb.com.my/mini (“**Campaign Website**”) at regular time intervals to view the T&Cs and to ensure to keep-up-to-date on any changes or variations to the T&Cs;
- (iii) agree that the decision by the Bank on all matters relating to the Campaign shall be final, conclusive and binding and no further correspondence and/or appeal to dispute such decisions will be entertained;
- (iv) agree that they shall be liable and shall personally bear all applicable taxes, government fees or any other charges that may be levied against them under applicable laws, if any, in relation to their participation in the Campaign.

12. The Bank reserves the right to:

- (i) reject at its sole and absolute discretion any Facility application submitted without assigning any reason thereof;
- (ii) disqualify any Customer at its sole and absolute discretion from participating in the Campaign;
- (iii) add, delete, suspend or vary the T&Cs contained herein, wholly or in part, or terminate the Campaign at its absolute discretion, by way of posting on the Campaign Website or in any other manner which the Bank deems practical; and



13. The T&Cs herein and the terms and conditions governing the Hong Leong Personal Loan/Financing-i shall be read together as an entire agreement. In the event of any discrepancies between the T&Cs of this Campaign and the terms and conditions governing the HLB Personal Loan/HLISB Financing-i the specific T&Cs herein shall prevail to the extent of such discrepancies.
14. In the event of any discrepancies between the T&Cs herein as compared to the advertising, promotional, publicity and other materials relating to or in connection with the Campaign, the final terms and conditions on the Campaign Website shall prevail.
15. The T&Cs herein shall be governed by and construed in accordance with the laws of Malaysia and the Customers agree to submit to the exclusive jurisdiction of the Courts of Malaysia.
16. Words denoting one gender include all other genders and words denoting the singular include the plural and vice versa.