



# PRODUCT DISCLOSURE SHEET

Dear Customer,

This Product Disclosure Sheet (PDS) provides you with key information on your Overdraft Facility fully secured against Fixed Deposits.

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

**Product: Overdraft facility fully secured against Fixed Deposits**

Date: \_\_\_\_\_

## 1. What is Overdraft facility secured by Fixed Deposit?

- Overdraft Facility secured by Fixed Deposit (FD) is a revolving credit facility that is repayable on demand.
- You are required to pledge your FD to the Bank for this facility.
- This facility is calculated on a floating rate basis and interest is charged daily on the amount drawn from your overdraft facility.

## 2. Know Your Obligation

For this Overdraft Facility as an illustration only

- Overdraft Limit: **RM100,000**
- Overdraft Utilized Amount: **RM50,000**
- Your loan tenure: **Revolving basis & subject to periodic review where the Bank reserves the right to suspend, cancel, recall or terminate the overdraft facility**
- Standardised Base Rate (SBR) \*: **2.75%**
- Effective financing rate: **SBR+2.00% = 4.75% p.a.**
- **Interest on Overdraft Utilized Amount<sup>^</sup>:**  
**RM195.21**

**It is your responsibility to:**



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



**Pay the interest charged based on your utilization amount** of this Facility regularly & ensure the **utilized amount does not exceed the approved limit**.



Ensure you can afford to **pay a higher interest** if the Overnight Policy Rate (OPR) rises. The interest is pegged with SBR which may fluctuate from time to time.



**Contact the Bank immediately**, if you are unable to honor the repayment.

You also have to pay the following fees and charges (subject to applicable taxes, if any):

- **Stamp Duty**: 0.50% of the facility limit.
- **Stamp Duty on Memorandum of Deposit**: RM10.00
- **Commitment Fee**: One per cent (1.00%) per annum will be levied on the unutilized portion of the facility if the Overdraft facility is granted more than RM250,000.00. This non-refundable fee will be charged to your Facility account(s) at the end of every month.

\* The SBR is set as the Overnight Policy Rate (OPR) decided by Bank Negara Malaysia. The SBR can rise or fall due to changes in the OPR.

<sup>^</sup> Calculation is based on the example of utilization days within the month of September (i.e. 30 days in the month).



### 3. Know Your Risks

#### What happen if you fail to pay your monthly instalments?

1. You will have to **pay more in total** due to the additional interest of **One per centum (1.00%) per annum** will be charged in addition to the prescribed rate.
2. We may **deduct** money from an account you have with us to set-off your outstanding in this Overdraft Facility.
3. We may also **deduct money from the FD** you have with us to set-off your outstanding in this Overdraft Facility after seven (7) calendar days' written notice.
4. We may **take legal action** against you if you do not keep up the repayments on the outstanding in this Overdraft Facility.
5. Your **credit score** may be affected, leading to credit being more difficult or expensive to you.

#### Your interest on Overdraft utilized amount may increase during the tenure of the Facility

The SBR may increase due to a rise in the OPR set by Bank Negara Malaysia. An increase in SBR means that you have to pay a **higher interest**.

*Example for illustration purpose:-*

Overdraft Limit	: RM100,000.00
Overdraft Utilized Amount	: RM50,000
No. of Utilization Days	: 30 days in September
Interest Rate	: 4.75%

	Current Rate (E.g. 4.75%)	Rate increase by 1% (E.g. 5.75%)	Rate increase by 2% (E.g. 6.75%)
Interest on Overdraft Utilized Amount <sup>^</sup>	RM195.21	RM236.30	RM277.40

### 4. Other Key Terms

Lock-in period:	No lock in period
Collateral:	Fixed Deposit is required as collateral for this Facility

#### If you have any questions or require assistance on your loan, you can:



Call Customer Service  
Center:  
**+603-20595566**



Visit us at:  
[www.bankofchina.com.my](http://www.bankofchina.com.my)



Email us at:  
[callcenter@bankofchina.com.my](mailto:callcenter@bankofchina.com.my)



Scan the QR code  
for more  
information on the  
products.

Note: Agensi Kaunseling dan Pengurusan Kredit has been established by Bank Negara Malaysia to provide free services on money management, credit counselling, financial education and debt restructuring for individuals.