

| PRODUCT DISCLOSURE SHEET  | PUBLIC BANK BERHAD  |
|---|---|
| <p><b>[Read this Product Disclosure Sheet before you decide to take out the facility (ies).]</b></p> <p><b>Be sure to also read the terms in the letter of offer. Seek clarification from your institution if you do not understand any part of this document or the general terms.</b></p> <p><b>Protected by PIDM up to RM250,000 for each depositor. Shares in account not protected by PIDM.</b></p>  | <ol style="list-style-type: none"> <li>Share Margin Financing (SMF) for trading with Public Investment Bank Berhad (PIVB):               <ul style="list-style-type: none"> <li><input type="checkbox"/> MA - Margin</li> <li><input type="checkbox"/> MT - Margin plus Trading (margin plus leverage trading)</li> </ul> </li> <li>SMF for trading with Bank's panel of stockbrokers:               <ul style="list-style-type: none"> <li><input type="checkbox"/> ESMF – Margin for panel stockbrokers</li> </ul> </li> </ol>  |
| <b>1. What is this product about?</b>   |   |
| <p>SMF is a credit facility offered by the Bank for you to invest in shares listed on Bursa Malaysia. It offers you with maximum purchasing power through leveraging against existing funds or collateral to invest in shares to capitalise on any emerging opportunities in the stock market.</p> <p><u>Benefits:</u></p> <ul style="list-style-type: none"> <li>- LOW interest rate</li> <li>- LOW processing fee</li> <li>- High trading limit</li> <li>- Free online share trading via PBeBank.com</li> <li>- Free real-time stock prices &amp; information</li> <li>- Interest on credit balance</li> <li>- Rebate of share transfer-in fee of RM10 per counter per transfer (for shares worth market value of above RM3,000)</li> <li>- Rebate of ad-valorem stamp duty (applicable for trading with PIVB only)</li> <li>- Drawdown for personal commitments</li> </ul> |   |
| <b>2. Pricing and Product Features</b>  |   |
| <p><u>Pricing/ Prescribed Rate:</u></p> <ul style="list-style-type: none"> <li>• For trading with PIVB (MA &amp; MT) :<br/><u>Individual</u><br/>SBR + 1.97% at 4.72% per annum.</li> <li><u>Non-Individual</u><br/>BLR - 1.75% at 4.72% per annum</li> <li>• For trading with Bank's panel of stockbrokers (ESMF) :<br/><u>Individual</u><br/>SBR + 2.72% at 5.47% per annum.</li> <li><u>Non-Individual</u><br/>BLR – 1% at 5.47% per annum</li> </ul> <p><u>Notes:</u></p> <ol style="list-style-type: none"> <li>Our current Base Lending Rate (BLR) is <u>6.47%</u> and our current Standardised Base Rate (SBR) is <u>2.75%</u> and which BLR or SBR is subject to the Bank's right to vary the BLR and/or the SBR or the percentage spread above the BLR and/or the SBR as and when necessary.</li> </ol>  | <p><u>Product Features:</u></p> <ul style="list-style-type: none"> <li>• Credit Limit : RM50K - RM5,000K</li> <li>• Loan to Security Ratio (LSR) : 60%</li> <li>• Margin Call LSR (Prescribed LSR Limit) : 70% (within 3 trading days grace period from the date of Margin Call to cover the shortfall)</li> <li>• Force-selling LSR : 80% (immediate force-sell) or upon the expiry of margin call, whichever earlier</li> <li>• Loan Tenure : Repayable on demand</li> <li>• Margin Multiple : 1.5x for shares<br/>: 2.5x for cash (inclusive of cash amount) / FD</li> </ul> |

2. Interest is calculated on daily rest and debited at month end.

• Trading Multiple : Additional 1.0x for shares/ cash/ FD only (applicable for MT only)

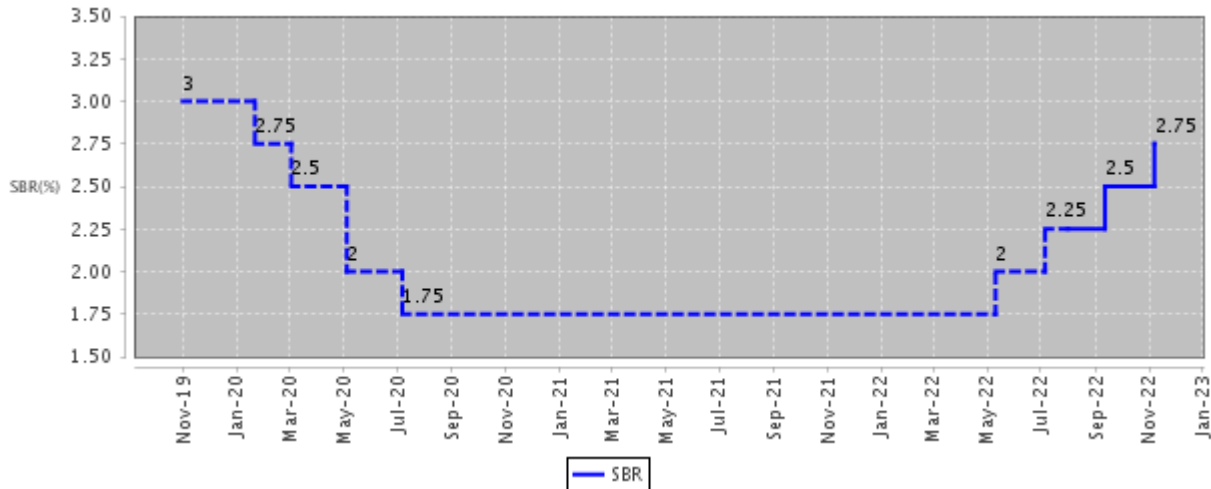
### 3. What is the Standardised Base Rate (SBR) ?

The SBR we offer on this product is based on the benchmark rate specified by Bank Negara Malaysia. The benchmark rate is currently set as the Overnight Policy Rate (OPR), which reflects the monetary policy stance as decided by the Monetary Policy Committee of Bank Negara Malaysia. In other words, SBR is the same as OPR.

### 4. What are possible scenarios to trigger a change in the SBR ?

The SBR can rise and fall due to changes in the benchmark rate, i.e. changes in the Overnight Policy Rate (OPR).

### 5. Historical SBR for the past 3 years



Note : The SBR was introduced on 1 August 2022. The dotted line shows the historical series of the OPR, which is the benchmark of the SBR.

### 6. What other charges do I have to pay ?

- Ad-valorem Stamp Duty on Share Margin Financing : 0.5% of Approved Credit Limit <sup>1&2</sup> Agreement (“SMFA”)
- Processing Fee : RM50.00
- Opening of CDS Account with Bursa Malaysia Depository (BMD) : RM10.00
- Nominal stamping fees for:
  - Nominee Agreement : RM10
  - Memorandum of Deposit : RM10
  - Letter of Offer : RM10
  - Duplicate SMFA : RM10

- Others
  - Letter of Setoff : RM10
  - Letter of Pledging Fixed Deposit Receipt (3<sup>rd</sup> Party) : RM10
  - Letter of Guarantee : RM10

For full list of fees and charges, please visit our website at <https://www.pbebank.com>

Notes:

1. *The ad-valorem stamp duty will be fully borne by customer.*
2. *The Bank will reimburse the ad-valorem stamp duty when the total brokerage amount charged on the customer's share trading transactions within twelve (12) months from the acceptance date of the Letter of Offer, is more than two (2) times the value of the ad-valorem stamp duty paid. This is applicable for trading with PIVB only.*

**7. What are my obligations?**

- All shares pledged or purchased are subject to Bank's valuation/ capping and must not exceed the Bank's approved Single Counter Exposure Limit (SCEL) and Counter Spread Limit (CSL). At any time the SCEL and/or the CSL have been breached, you are required to sell existing shares or provide other counters acceptable to the Bank, whichever applicable.
- If the value of the securities held as collateral depreciates and the LSR reaches the Margin Call LSR or if the debit /outstanding balance is in excess of Approved Credit Limit, you are required to make repayment to reduce the debit/outstanding balance or to provide additional collateral acceptable to the Bank or sell existing shares within the prescribed time, whichever applicable.
- Repayment of total loan amount plus accumulated interest.

**8. What if I fail to fulfil my obligation?**

- Default Interest of 1% per annum above the Prescribed Rate on the amount in default or sum remaining unpaid.
- The Bank may force-sell or liquidate your collateral or set-off any credit balance in your account maintained with the Bank against any debit/ outstanding balance in this SMF account.
- Legal action may be taken against you.

**9. What are the major risks?**

- Investment risk as purchase of shares can have significant negative impact on the value and return on your investment due to unfavourable share price movements.
- The interest rate on this loan is variable and it may change according to changes in the reference rates. An increase in interest rate may result in higher interest payment. If you have problems meeting your loan obligations, contact us early to discuss repayment alternatives.

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

It is important that you inform us (written notice to be sent to the Share Investment Unit) of any change in your contact details to ensure that all correspondences reach you in a timely manner.

**11. 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 :

Menara Public Bank  
146, Jalan Ampang  
50450 Kuala Lumpur  
Telephone : 1-800-22-5555  
Fax : 03-21646670  
E-mail : [customerservice@publicbank.com.my](mailto:customerservice@publicbank.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 counseling and debt restructuring for individuals. You can contact AKPK at :

Tingkat 8, Maju Junction Mall  
1001, Jalan Sultan Ismail  
50250 Kuala Lumpur  
Telephone : 03-26167766  
E-mail : [enquiry@akpk.org.my](mailto:enquiry@akpk.org.my)

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

Menara Public Bank  
146, Jalan Ampang  
50450 Kuala Lumpur  
Telephone : 1-800-22-5555  
Fax : 03-21646670  
E-mail : [customerservice@publicbank.com.my](mailto:customerservice@publicbank.com.my)

- If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK /TELELINK or Securities Industry Dispute Resolution Center (SIDREC) at :

Bank Negara Malaysia (BNM)  
Blok D, Bank Negara Malaysia  
Jalan Dato' Onn  
50480 Kuala Lumpur  
Telephone : 1-300-88-5465  
Fax : 03-21741515  
E-mail : [bnmtelelink@bnm.gov.my](mailto:bnmtelelink@bnm.gov.my)

Securities Industry Dispute Resolution Center (SIDREC)  
Unit A-9-1, Level 9, Tower A, Menara UOA Bangsar  
No.5, Jalan Bangsar Utama 1  
59000 Kuala Lumpur  
Telephone : 03-2282 2280  
Fax : 03-2282 3855  
E-mail : [info@sidrec.com.my](mailto:info@sidrec.com.my)

**12. Where can I get further information ?**

Should you require additional information about SMF, please feel free to contact our Share Investment Executives at:

**Share Investment Unit,  
Public Bank Berhad**

<Address 1>  
<Address 2>  
<Address 3>  
<Address 4>  
<Address 5>

**Tel :**

**Fax :**

**E-mail : [shareinvest@publicbank.com.my](mailto:shareinvest@publicbank.com.my)**

**IMPORTANT NOTE: IT IS IMPORTANT THAT YOU FULLY UNDERSTAND THE RISKS INVOLVED IN SHARE TRADING ON MARGIN FINANCING. THE BANK OFFERS YOU A LINE OF CREDIT WHICH YOU MAY USE FOR THE PURCHASE OF SHARES. BORROWING TO FUND THE PURCHASE OF SHARES CAN HAVE SIGNIFICANT NEGATIVE IMPACT ON THE VALUE AND RETURN ON THE INVESTMENT DUE TO PRICE MOVEMENTS IN SHARES HELD IN THE MARGIN FINANCING ACCOUNT.**

The information provided in this disclosure sheet is valid as at \_\_\_\_\_ .

**DISCLAIMER :**

The terms and conditions indicated in this Product Disclosure Sheet are tentative/ indicative and not binding on the Bank. The final terms and conditions are as stipulated in the Letter of Offer and Facility Agreement after credit assessment and financing approval.

**ACKNOWLEDGEMENT:**

I hereby acknowledge that I have read and understand the information stated in this disclosure sheet and have been given a copy for my own reference.

Customer's Signature : .....

Date : .....