

PRODUCT DISCLOSURE SHEET	PUBLIC BANK BERHAD
<p>[Read this Product Disclosure Sheet before you decide to take out the facility (ies).]</p> <p>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.</p>	<ol style="list-style-type: none"> Share Margin Financing (SMF) for trading with Public Investment Bank Berhad (PIVB): <ul style="list-style-type: none"> <input type="checkbox"/> MA - Margin <input type="checkbox"/> MT - Margin plus Trading (margin plus leverage trading) SMF for trading with Bank's panel of stockbrokers: <ul style="list-style-type: none"> <input type="checkbox"/> ESMF – Margin for panel stockbrokers
<p>1. What is this product about?</p>	
<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"> - LOW interest rate - LOW processing fee - High trading limit - Free online share trading via PBeBank.com - Free real-time stock prices & information - Interest on credit balance - Rebate of share transfer-in fee of RM10 per counter per transfer (for shares worth market value of above RM3,000) - Rebate of ad-valorem stamp duty (applicable for trading with PIVB only) - Drawdown for personal commitments 	
<p>2. Pricing and Product Features</p>	
<p><u>Pricing/ Prescribed Rate:</u></p> <ul style="list-style-type: none"> • For trading with PIVB (MA & MT) : <u>Individual</u> BR + 1.45% at 3.72% per annum. <u>Non-Individual</u> BLR - 1.75% at 3.72% per annum • For trading with Bank's panel of stockbrokers (ESMF) : <u>Individual</u> BR + 2.2% at 4.47% per annum. <u>Non-Individual</u> BLR – 1% at 4.47% per annum <p><u>Notes:</u></p> <ol style="list-style-type: none"> Our current Base Lending Rate (BLR) is <u>5.47%</u> and our current Base Rate (BR) is <u>2.27%</u> and which BLR or BR is subject to the Bank's right to vary the BLR and/or the BR or the percentage spread above the BLR and/or the BR as and when necessary. Interest is calculated on daily rest and debited at month end. 	<p><u>Product Features:</u></p> <ul style="list-style-type: none"> • Credit Limit : RM50K - RM5,000K • Loan to Security Ratio (LSR) : 60% • Margin Call LSR (Prescribed LSR Limit) : 70% (within 3 trading days grace period from the date of Margin Call to cover the shortfall) • Force-selling LSR : 80% (immediate force-sell) or upon the expiry of margin call, whichever earlier • Loan Tenure : Repayable on demand • Margin Multiple : 1.5x for shares : 2.5x for cash (inclusive of cash amount) / FD • Trading Multiple (applicable for MT only) : Additional 1.0x for shares/ cash/ FD

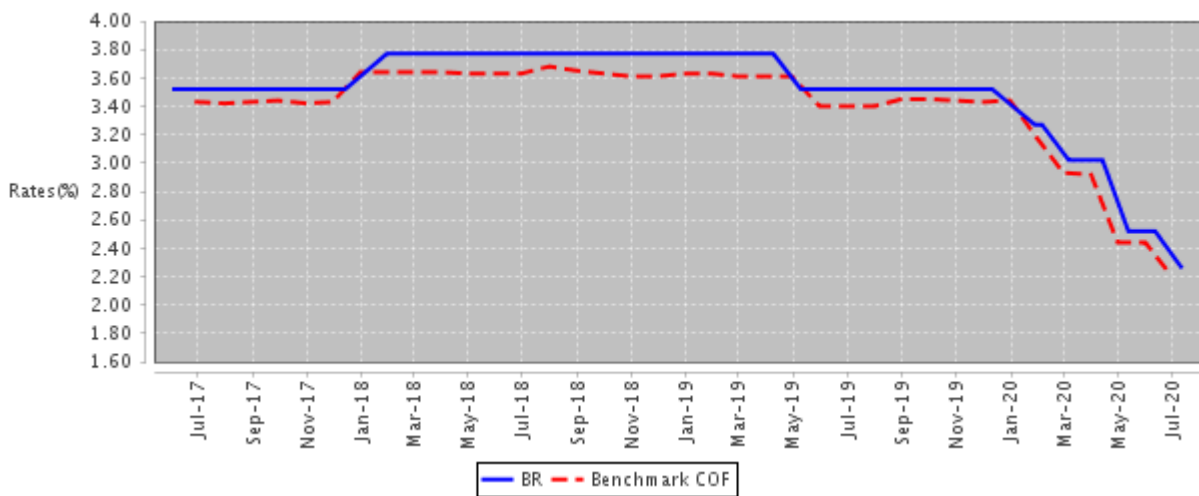
3. What is base rate (BR) ?

The BR we offer on this product is made up of two parts, our benchmark cost of funds (COF) and the Statutory Reserve Requirement (SRR) cost imposed by Bank Negara Malaysia. Our benchmark COF reflects the cost of raising new funds and is based on 3-month Kuala Lumpur Interbank Offering Rate.

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

Our BR can rise or fall due to the changes in the benchmark COF and changes in SRR. Changes in the benchmark COF could occur due to changes in the Overnight Policy Rate (OPR) as decided by the Monetary Policy Committee of Bank Negara Malaysia, as well as other factors such as changes in Statutory Reserve Requirement rate and/ or changes to the bank funding conditions.

5. Historical benchmark COF in the last 3 years



6. What other charges do I have to pay ?

- Ad-valorem Stamp Duty on Share Margin Financing : 0.5% of Approved Credit Limit * 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 (3rd Party) : RM10
 - Letter of Guarantee : RM10

Notes:

1. *The ad-valorem stamp duty will be fully borne by customer.*

2. **Applicable for trading with PIVB only.*

The Bank will reimburse the ad-valorem stamp duty when customer achieved the business volume of at least 2 times of the credit limit within 7 months period from the acceptance on the Letter of Offer.

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

- 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

- 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

- 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

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



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

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 :