

**HONG LEONG PAY&SAVE ACCOUNT-i TERMS & CONDITIONS (“T&Cs”)**

These terms and conditions are to be read together as a whole with the General Terms and Conditions of Accounts for Deposits and Islamic Banking Deposits, Terms and Conditions for Hong Leong Current Account-i and Savings Account-i (Tawarruq CASA-i), Debit Card-i Terms and Conditions, PEx Payment Collection Terms and Conditions and any other relevant terms and conditions as **Hong Leong Islamic Bank Berhad (“HLISB”)** may impose from time to time with twenty-one (21) calendar days’ notice, as well as other rules and regulations binding on HLISB.

**Shariah Principle**

1. Hong Leong Pay & Save Account-i adopts the Shariah Principle of Tawarruq\* and other Shariah principles approved by Bank Negara Malaysia.

1.1 “**Tawarruq**” or also known as “**Murabahah (via Tawarruq arrangement)**” refers to an arrangement which consists of multiple sale and purchase transactions. In this product, the Customer(s) will purchase the Commodity at Purchase Price from a supplier and thereafter, sell the Commodity to HLISB at Selling Price on the basis of Murabahah which shall be paid to the Customer(s) at the end of the Tenure (after taking into consideration any rebates, if any). HLISB shall thereafter sell the Commodity to a third party on cash basis.

**Eligibility**

2. The **Hong Leong Pay&Save Account-i (“Account”)** is open to individuals including Malaysians and non-Malaysian Residents aged **eighteen (18)** and above, either in single or in joint-name (“**Accountholders**”).
3. Non-Malaysian Residents are subject to the provisions of the **Exchange Control Act 1953 and the Exchange control Notices (“ECM”) issued there under.**
4. Sole Proprietorships, Partnerships, Professional Practices, Clubs, Societies, Associations, Schools, Corporations, Non-profitable Organizations and other business entities are not eligible to open or to operate such an Account.
5. The minimum initial deposit to open the Account is **Ringgit Malaysia Two Hundred (RM200).**
6. No introducer is required to open the Account.
7. Each Accountholder is only entitled to operate **one (1)** Hong Leong Pay&Save Account-i.
8. Cashline facility is not available for this Account.
9. It is mandatory for Accountholders to sign-up for Hong Leong Connect (HLC).

**Savings Profit**

10. The multi-tier effective profit rate (EPR) on the credit balance of the Account is calculated on a next balance (split tier) method basis.
11. The contracted profit rate (CPR) is derived from the highest tiered rate of the savings’ profit rate plus the highest tiered rate of the e-Xtra profit rate. The difference between the CPR and EPR is the rebate available to be utilised for the e-Xtra Profit and Bonus Profit features. In the event the rebate amount is exhausted, no e-Xtra/bonus profit will be granted to Accountholders.

Balance Tier	Profit Rates p.a.
First RM5,000	0.00%
Next RM15,000	0.30%
Next RM80,000	0.80%
Next RM900,000	1.30%
Thereafter	1.50%

12. Profit is calculated and accrued daily based on each end of day balance (excluding float) and credited on the last day of every quarter into the Account (i.e. 31 March, 30 June, 30 September and 31 December) or on the day the Account is closed.
13. In the event the Account is closed prior to the next profit crediting date, the accrued profit (based on the number of days the account remained active from the last profit crediting date) will be credited on the day the Account is closed.

#### **e-Xtra Profit on e-Payment**

14. Accountholders are eligible for e-Xtra Profit subject to making the required numbers of e-Payment and/or PEX transaction for the month and paid from the Account or from the Hong Leong Debit Card-i (**"Debit Card-i"**) that is tagged as retail purchase to the Account.
15. e-Payments and PEX transactions that are eligible for the e-Xtra Profit are defined as follows (**"Eligible e-Payments"**):

<u>No.</u>	<u>Eligible e-Payments</u>	<u>Mode of Payment</u>	<u>Minimum Transaction Amount</u>
1	Credit Card	Account	RM300
2	Car / House / Personal Financing / Loan	Account	RM300
3	Utility Bills (Eg. Astro, SYABAS, TENAGA, Indah Water, Majlis Perbandaran & Majlis Bandaraya)	Account or Debit Card-i	RM100
4	Telecommunications (Eg. Maxis, Celcom, DIGI, TMNet, Telekom & Redtone)	Account or Debit Card-i	RM100
5	Takaful / Insurance (Eg. AIA, Prudential, HLA, Allianz, AFA Affin, Great Eastern Life, Kurnia, Tokio Marine, Mitsui Sumitomo, Manulife, ING, ETIQA, Oriental Capital, MCIS Zurich, Syarikat Takaful etc.)	Account or Debit Card-i	RM100
6	Interbank GIRO (IBG)	Account	RM100

7	Hong Leong Connect Online Bill Payment (Refer to HL Connect Online Banking Registered Payee Corporation)	Account	RM100
8	MEPS FPX (Direct Debit via online to registered merchants)	Account	RM100
9	PEX – Payment Express • PEX Internet Collection • PEX ATM Collection	Account	RM100

16. Transfer of funds between Hong Leong Savings or Current Account/-i including **third (3<sup>rd</sup>)** party and inter-branch transfer within HLISB/HLB and PEX – Direct HLISB/HLB Account are not considered as Eligible e- Payments.
17. e-Xtra Profit is awarded by tiered basis based on the following successful Eligible e-Payments performed for the month as follows:

No. of Eligible e-Payments paid successfully per month	Profit Rates p.a.
4 - 6	0.50%
7 - 9	0.75%
10 - 14	1.00%
15 and above	1.90%

18. e-Xtra Profit is calculated based on the **Daily Average Balance (“DAB”)** of the Account at the end of the month.

$$\text{e-Xtra Profit} = \text{DAB} \times \text{Time (T)} \times \text{Rate (R)}$$

**Where:**

DAB = Total end-day ledger balance / Total number of days in the month

Time (T) = Number of days in the month / Number of days in the year (Eg. 365 days)

Rate (R) = e-Xtra Profit Rates based on the number of successful Eligible e-Payments

19. e-Xtra Profit is calculated at month end and credited on the **first (1<sup>st</sup>)** day of the following month.
20. Unsuccessful or reversal of Eligible e-Payments due to any reasons shall be offset against the number of successful Eligible e-Payments in the following month.
21. In the event the Account is closed prior to the next e-Xtra Profit crediting date, Accountholder is agreeable to waive the e-Xtra Profit (if any).
22. Accountholders may perform the Eligible e-Payments by signing up for a monthly **Standing Instruction (“SI”)** or make a **one (1)** time payment through the following **e-Payment** channels:
- Hong Leong Connect Online Banking
  - Mobile Banking
  - ATM
  - IVR
  - Over-the-counter (To sign up for SI only at domicile branch)
  - Direct Debit from merchants

23. The transaction limit for e-Payment is controlled by the daily limit set. Accountholders may change the daily limit via HLISB/HLB website, phone banking or visit any of our branches nationwide.

#### **Debit Card-i Bonus Profit**

24. Accountholders are eligible for Debit Card-i Bonus Profit subject to making a minimum of **one (1)** successful Debit Card retail transaction from the Hong Leong Debit Card-i that is tagged to the Account as a retail purchase account.
25. To qualify for the Debit Card-i Bonus Profit, each transaction must be successfully posted with a minimum spend of Ringgit Malaysia Thirty (RM30) in a single receipt.
26. Maximum Debit Card-i Bonus Profit is capped at RM30 per month.
27. Debit Card-i Bonus Profit is awarded on tiered basis based on the number of successful Debit Card-i retail transaction performed for the month as follows:

<b><u>No. of Debit Card-i Transactions in a month</u></b>	<b><u>Bonus Profit Rates p.a.</u></b>
1	0.12%
2	0.24%
3	0.36%
4	0.48%
5 and above	0.80%

28. Debit Card-i retail transactions that are eligible for the Debit Card-i Bonus Profit are defined as follows (“**Eligible Transactions**”):

<b><u>No.</u></b>	<b><u>Eligible Transactions</u></b>	<b><u>Minimum Spending per Transaction</u></b>
1	Petrol	RM30
2	Shopping	
3	Grocery	
4	Restaurant	
5	Other Debit Card-i Usage	

29. The more Eligible Transactions made in a month, the higher the Debit Card-i Bonus Profit earned.
30. Debit Card-i Bonus Profit is calculated based on the **Daily Average Balance (“DAB”)** of the Account at the end of the month.

$$\text{Debit Card-i Bonus Profit} = \text{DAB} \times \text{Time (T)} \times \text{Rate (R)}$$

#### **Where:**

- DAB = Total ledger end-day balance / Total number of days in the month
- Time (T) = Number of days in the month / Number of days in the year (Eg. 365 years)
- Rate (R) = Debit Card-i Bonus Profit Rates based on the number of successful Eligible Transactions

31. Debit Card-i Bonus Profit is calculated at month end and credited on the **first (1<sup>st</sup>)** day of the following month.
32. Unsuccessful or reversal of Eligible Transactions due to reasons shall be offset against the number of successful Debit Card-i Transactions in the following month.
33. In the event the Account is closed prior to the next Debit Card-i Bonus Profit crediting date, Accountholder is agreeable to waive the Debit Card-i Bonus Profit (if any).

#### **10% p.a. Bonus Profit ("Bonus Profit")**

34. Bonus Profit is only applicable where Accountholders utilise the Account for monthly salary crediting via the **Hong Leong e-Payment Service ("Hong Leong Payroll Account")**.
35. Bonus Profit is calculated based on EOD balance during the Bonus Period and credited quarterly into the Account (i.e. 1 April, 1 July, 1 October and 1 January).
36. Bonus Profit is awarded for **five (5) days** only from **Day 1 to Day 5 ("Bonus Period")**.
37. **Day 1** is defined as the **first (1<sup>st</sup>)** salary, wage, bonus, allowance, medical claim or any amount credited into the Account via the Hong Leong Payroll Account every month.
38. Minimum EOD balance to qualify for the Bonus Profit is **Ringgit Malaysia One Thousand (RM1,000)** and maximum is **Ringgit Malaysia Fifteen Thousand (RM15,000)**.
39. For avoidance of doubt, in the event **one (1)** or more days of the EOD balance during the Bonus Period fall below **Ringgit Malaysia One Thousand (RM1,000)**, the said days(s) will be excluded from the Bonus Profit calculation.
40. In the event the Account is closed prior to the next Bonus Profit crediting date, Accountholder is agreeable to waive the Bonus Profit (if any).

#### **Bi-Monthly Statement**

41. No passbooks will be issued. However, Accountholders will be able to view their statements via Hong Leong Connect once in every **two (2)** months for the following statement periods:
  - 1 January – 28 / 29 February
  - 1 March – 30 April
  - 1 May – 30 June
  - 1 July – 31 August
  - 1 September – 31 October
  - 1 November – 31 December
42. The Account statement is not available for consolidation into the Consolidated Statement of the Hong Leong Current Account One-i.

#### **Fees and Charges**

43. The following fees and charges apply to the Account and subject to 6% Goods & Services Tax ("GST"):

Description	Fees and Charges
All online transactions (IBG, IBT, SI, etc.)	As per HL Connect Fees and Charges
Service Charge (where average balance for half year is below RM200)	RM5 half yearly (June and December)
Debit Card-i	Issuance fee waived. All other fees as per Debit Card-i Fees and Charges

44. Standard fees and charges of a Savings Account-i apply.

HLISB reserves the right at any time with **Twenty One (21) calendar days' notice** to add, delete, suspend or vary the terms and conditions contained herein, wholly or in part at its absolute discretion by way of posting on the HLISB website, or in any manner deemed suitable by HLISB. Accountholders agree to access the website at regular time intervals to view the terms and conditions and ensure to be kept up-to-date on any change or variation to the terms and conditions.

**Pay & Save Account-i is eligible for protection by PIDM.**