

*Last updated on January 2020***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 sales and purchase transactions. In this product, the Customer(s) will purchase Commodity at Purchase Price from a supplier and thereafter, sell the Commodity to HLISB at Selling Price on the basis of Murabahah (a sale and purchase of an asset where the acquisition cost and the mark-up are disclosed to the purchaser) 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)** years and above, either in single or in joint-name (“**Accountholders**”).
3. Non-Malaysian Residents are subject to the provisions of the **Islamic Financial Services Act 2013** and the **Notices on Foreign Exchange Administration Rules** issued thereunder.
4. Sole Proprietorships, Partnerships, Professional Practices, Clubs, Societies, Associations, Schools, Corporations, Non-profit Organisations 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 and no Passbook will be issued.
7. Each Accountholder is only entitled to operate **one (1)** Hong Leong Pay&Save Account-i.
8. Cashline-i facility is not available for this Account.
9. Accountholders are required to sign-up for Hong Leong Connect Online Banking (“**HL Connect**”).

Profit Rate

10. The **contracted profit rate ("CPR")** is derived from the sum of the highest rate of the Savings Profit, the e-Xtra Profit, the Debit Card-i Bonus Profit and the Hong Leong Pay&Save Account-i product profit (if any). For Accountholder who applies for the Securities Trading Feature, the highest rate of the Share Trading Bonus Profit will also be added to the CPR computation. Rebate available for the Account shall be utilised for the payment of any Savings Profit, e-Xtra Profit, Debit Card-i Bonus Profit and/or Share Trading Bonus Profit.
11. The latest Savings Profit, e-Xtra Profit, Debit Card-i Bonus Profit and Share Trading Bonus Profit rates can be obtained at HLISB's corporate website www.hlisb.com.my ("**HLISB Website**").

Savings Profit

12. Accountholder is eligible for Savings Profit provided that the Accountholder has placed a minimum deposit amount of **Ringgit Malaysia Two Thousand (RM2,000)** in one single transaction into the Account for **three (3)** calendar months consecutively, subject to terms and conditions herein.
13. The RM2,000 minimum deposit is defined as any placement into the Account during the month with exception of the following:
 - (a) Maturing or premature withdrawal of Fixed Deposit/-i from any existing Hong Leong Bank Berhad ("**HLB**") / Hong Leong Islamic Bank Berhad account;
 - (b) Intra bank transfer of fund i.e. transfer of fund from another HLB/HLISB account (whether Savings Account/-i, Current Account/-i, Fixed Deposit/-i, Term Investment Account-i and General Investment Account-i);
 - (c) Proceeds arising from redemption of equity, unit trust fund, bond/sukuk and/or Hong Leong Invest Safe during the Promotion Period that are redeposited into any of HLB/HLISB Savings Account/-i or Current Account/-i of the Accountholder;
 - (d) Any unsuccessful or reversal of monetary transactions back into the Account.
14. Savings Profit is calculated and accrued daily based on each end of day balance from **Ringgit Malaysia One Thousand (RM1,000)** up to a maximum of **Ringgit Malaysia One Hundred Thousand (RM100,000)** and credited quarterly on the **first (1st)** day of the month following each Quarter into the Account.

The breakdown of months per Quarter and the profit crediting date for each respective Quarter are as follows:

Quarter	Monthly Breakdown	Crediting Date
Quarter 1	1 st January till 31 st March	1 st April
Quarter 2	1 st April till 30 th June	1 st July
Quarter 3	1 st July till 30 th September	1 st October
Quarter 4	1 st October till 31 st December	1 st January

15. In the event the Account is closed prior to the next Savings Profit crediting date, Accountholder is agreeable to waive the Savings Profit (if any).

e-Xtra Profit

16. Accountholder is eligible for e-Xtra Profit provided that the Accountholder has made a minimum cumulative amount of **Ringgit Malaysia Five Hundred (RM500)** in Eligible Bill Payments for the month and paid from the Account or from the Hong Leong Debit Card-i ("**Debit Card-i**") that is tagged to the Account as a retail purchase account, subject to terms and conditions herein.
17. "**Eligible Bill Payments**" shall mean payment transactions made from the Account via HL Connect to the following:
- (a) Billers listed as part of the Hong Leong Connect Bill Payment webpage;
 - (b) JomPay billers;
 - (c) FPX (DirectDebit) registered merchants/billers; and
 - (d) HLB/HLISB for credit card, personal loan/financing-i, property loan/financing-i, auto loan/financing-i and ASB financing-i.
18. The maximum e-Xtra Profit is capped at **Ringgit Malaysia Thirty (RM30)** per month.
19. 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 in the month / Total number of days in the month

Time (T) = Number of days in the month / Number of days in the year, based on 365 day calendar year

Rate (R) = e-Xtra Profit Rate

*Profit rate is subject to change.

20. e-Xtra Profit is calculated at month end and credited on the **first (1st)** day of the following month into the Account.
21. Unsuccessful or reversal of Eligible Bill Payments shall not be included in e-Xtra Profit calculation.
22. 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).

Debit Card-i Bonus Profit

23. Accountholder is eligible for Debit Card-i Bonus Profit provided that the Accountholder has made a minimum cumulative amount of **Ringgit Malaysia Five Hundred (RM500)** in successful Debit Card-i retail transactions from the Hong Leong Debit Card-i that is tagged to the Account as a retail purchase account, subject to terms and conditions herein.
24. Debit Card-i retail transactions that are eligible for the Debit Card-i Bonus Profit are defined as follows (“**Eligible Transactions**”):
- (a) Petrol;
 - (b) Shopping;
 - (c) Grocery;
 - (d) Restaurant;
 - (e) Other Debit Card-i usage.
25. The maximum Debit Card-i Bonus Profit is capped at **Ringgit Malaysia Thirty (RM30)** per month.
26. Debit Card-i Bonus Profit is calculated based on the Daily Average Balance 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 end-day ledger balance in the month / Total number of days in the month
- Time (T) = Number of days in the month / Number of days in the year, based on 365 day calendar year
- Rate (R) = Debit Card-i Bonus Profit Rate

*Profit rate is subject to change.

27. Debit Card-i Bonus Profit is calculated at month end and credited on the **first (1st)** day of the following month into the Account.
28. Unsuccessful or reversal of Eligible Transactions shall not be included in Debit Card-i Bonus Profit calculation.
29. 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).

Securities Trading Feature

The following sets out certain terms, conditions and definitions that will apply to Accountholder who has applied for the Securities Trading Feature (**"Securities Trading Terms and Conditions"**). In the event of any conflict or inconsistency between the Securities Trading Terms and Conditions and the terms and conditions, the Securities Trading Terms and Conditions shall prevail.

30. The Securities Trading Feature shall only be available to Accountholder who has fulfilled the following conditions:

- (a) The Accountholder has registered with HLISB for HL Connect and applied for the Securities Trading Feature;
- (b) The Accountholder has opened a HLeBroking Trading Account (**"Trading Account"**) with Hong Leong Investment Bank Berhad (**"HLIB"**) and a Central Depository System account (**"CDS Account"**) through HLIB which are to be linked to the Account, for the purpose of trading in securities in Bursa Malaysia Securities Berhad (**"Bursa Malaysia"**) and/or other approved securities exchanges as determined by HLISB from time to time (**"Approved Securities"**);
- (c) The Account shall be linked to the Trading Account and CDS Account; and
- (d) All dealings in the Approved Securities shall be executed through HLIB by way of HLIB's electronic investor services known as HLeBroking (**"HLeBroking Services"**) and accessed through HL Connect. The link to HLeBroking Services will be made available in HL Connect as an alternative means for the Accountholder to access HLeBroking Services.

31. Any purchase of the Approved Securities by the Accountholder by way of the Trading Account opened pursuant to Clause 30 above shall be subject to Available Funds (as defined in Clause 32 below).

32. **"Available Funds"** shall mean the sum of monies standing to the credit of the Account and available for utilisation by the Accountholder, which shall include the use of the Available Funds for the purpose of purchasing Approved Securities through HLIB.

33. The Available Funds in the Account are to be dealt with in the following manner:

33.1 Trading Limit for purchase of Approved Securities

- (a) The trading limit which shall be made available to the Accountholder to purchase Approved Securities through HLeBroking Services shall be calculated and determined by HLISB, based on the Available Funds (**"Trading Limit"**), taking into account estimated brokerage and other costs related to the purchase of Approved Securities (**"Transaction Costs"**).
- (b) The Trading Limit will vary from time to time based on the available credit balance in the Account and HLISB's computation and determination of the Trading Limit shall be final and conclusive.
- (c) For avoidance of doubt, any securities sold by the Accountholder through the Trading Account will not be taken into account by HLISB when determining the Trading Limit prior to the relevant settlement date for such sale.

- (d) Without prejudice to HLISB's rights of calculation and determination as aforesaid, all amounts earmarked for purchase of any Approved Securities (including the Transaction Costs payable) and/or any other banking transactions (including retail spending via Debit Card-i) shall be deducted from and shall not form part of the Available Funds in calculating the Trading Limit.

33.2 Earmarking for purchase order

The Available Funds shall be earmarked upon purchase order for Approved Securities being made whereby the amount earmarked is equivalent to the total purchase price of the Approved Securities and Transaction Costs. The amount earmarked shall not be made available for withdrawal and/or transfer by the Accountholder until the settlement date in accordance with Bursa Malaysia's Fixed Delivery and Settlement System Rules ("**FDSS Rules**"), whereupon:

- (a) it will be utilised towards settlement of the purchase price and Transaction Costs of the relevant Approved Securities purchased; or
- (b) the earmark will be released if the purchase order is not matched.

33.3 Trade settlement

33.3.1 Upon settlement date in accordance with the FDSS Rules, HLISB is hereby authorised by the Accountholder to utilise the amount earmarked in the manner set out in Clause 33.2 above as follows:

- (a) For settlement of all purchase contract(s) under the Trading Account; and/or
- (b) For settlement of purchase contract where the counter(s) due for which the purchase contract has been executed, is/are suspended from trading by the relevant regulatory body for any reason whatsoever.

33.3.2 In the event the earmarked amount is insufficient to settle all the purchase contracts, the Accountholder must settle the difference between the purchase price and Transaction Costs of the relevant Approved Securities purchased ("**Differential Sum**") before HLISB remits the earmarked amount to HLIB.

33.3.3 In the event that HLISB is advised by HLIB that there are contra losses, debit notes and expenses reasonably incurred in connection with and in compliance with the terms and conditions governing the Trading Account ("**Contra Losses/Debit Notes**"), HLISB is hereby authorised by the Accountholder to debit the Accountholder's Account for such Contra Losses/Debit Notes as advised by HLIB to HLISB without requiring to obtain the prior written consent of the Accountholder.

33.3.4 Any and all sales proceeds received in respect of the Trading Account shall be credited into the Account in accordance with the FDSS Rules. In the event that HLISB is advised by HLIB that there are contra gains, such contra gains shall be credited into the Account not later than **three (3)** days from the date of contra.

34. When earmarking the Available Funds upon purchase order being made by the Accountholder for the purchase of Approved Securities, HLISB shall not be responsible to check and ensure that there are sufficient monies available in the Account after the earmarking as aforementioned, to meet any Standing Instruction(s) that may have been issued by the Accountholder. The Accountholder is solely responsible to ensure there are sufficient monies in the Account to meet the obligation of any Standing Instruction that may have been given to HLISB and HLISB shall not be held responsible or liable for any claims, losses, liabilities, obligations, fines, costs and expenses arising from or in connection with an unsuccessful Standing Instruction.
35. Save and except for the following variations applicable to the Account, the HLISB General Terms and Conditions of Accounts shall apply to the Account:
- 35.1 The operation of an Account held jointly between **two (2)** or more persons shall be on the basis that any one Accountholder can operate the Account at any time.
36. The Accountholder who has successfully subscribed for the Securities Trading Feature hereby irrevocably authorise and permit HLISB, its officers and employees to disclose and furnish all information concerning the Account(s) to HLISB in order to facilitate dealing in the Approved Securities in accordance with the Accountholder's instructions and operation of the Trading Account as well as CDS Account in accordance with the Securities Trading Feature.
37. Share Trading Bonus Profit
- 37.1 Accountholder is eligible for Share Trading Bonus Profit (as defined in Clause 37.2 below) provided that the Accountholder has made a minimum of **one (1)** successful purchase or sale of Approved Securities through the Trading Account ("**Eligible Accountholder**"), subject to terms and conditions herein.
- 37.2 Bonus profit on the credit balance available in the Account ("**Share Trading Bonus Profit**") will be awarded to Eligible Accountholder on a tiered basis based on the total amount of trades by the Accountholder in a calendar month ("**Total Monthly Traded Amount**" or "**MTA**").
- Where the MTA is derived as below:**
- (i) For Purchase transactions:
 $MTA = [\text{Unit} \times \text{Purchase Price}] + \text{Transaction Costs}$
- (ii) For Sell transactions:
 $MTA = [\text{Unit} \times \text{Selling Price}] - \text{Transaction Costs}$
- 37.3 The higher the MTA made in a month, the higher the Share Trading Bonus Profit earned on the credit balance in the Account.
- 37.4 Share Trading Bonus Profit is calculated based on the Daily Average Balance of the Account as at the end of the month.

$$\text{Share Trading Bonus Profit} = \text{DAB} \times \text{Time (T)} \times \text{Rate (R)}$$

Where:

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

Time (T) = Number of days in the month / Number of days in the year, based on 365 day calendar year

Rate (R) = Share Trading Bonus Profit Rate based on the MTA as at month end

*Profit rate is subject to change.

37.5 Share Trading Bonus Profit is calculated at month end and credited on the **first (1st)** day of the following month into the Account.

37.6 In the event the Account is closed prior to the next Share Trading Bonus Profit crediting date, Accountholder is agreeable to waive the Share Trading Bonus Profit (if any).

38. For Accounts with the Securities Trading Feature, the statement of Account will be sent to Accountholders on a:

- (a) monthly basis, upon activation of the Trading Account;
- (b) bi-monthly basis, upon closure of Trading Account.

Fees and Charges

39. Standard fees and charges of Hong Leong Pay&Save Account-i, Current Account-i and Debit Card-i apply and can be found at HLISB Website.

General

40. 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. Accountholder agrees to access the website at regular time intervals to view the terms and conditions and ensure to be kept up-to-date on any changes or variations to the terms and conditions.

Protected by PIDM up to RM250,000 for each depositor.