



## ANNOUNCEMENT:

### **Shariah Concept, Commodity Broker & Type Of Commodity Applicable for RHB Personal Financing-i Products**

27 January 2023

Dear Valued Customers,

We would like to inform you the following pertinent information on our Personal Financing-i (PF-i) products for RHB Islamic Bank Berhad (RHBIB) as follows: -

#### **1. Shariah Concept**

The Personal Financing-i adopts the concept of Commodity Murabahah via Tawarruq arrangement and Wakalah. Commodity Murabahah consists of two (2) sale and purchase contracts. The first involves the sale of an asset by a seller to a purchaser on a deferred basis. Subsequently, the purchaser of the first sale will sell the same asset to a third party on a cash-on-spot basis.

Please refer to our Product Disclosure Sheet (PDS) for PFi products for more details on the Shariah Concept applies.

#### **2. Ceiling Profit Rates**

Ceiling Profit Rate is used to calculate the total Profit portion of the Bank's Selling Price of the Facility, of which the maximum profit amount that the Bank can collect from the Customer.

- a) For clarity, the Bank's Selling Price consists of the Bank's Purchase Price and total Profit.
- b) The Ceiling Profit Rates are as follows:
  - (i) 18.00% p.a. (applicable for PF-i Civil Sector and Pensioner products)
  - (ii) 24.00% p.a. (applicable for PF-i Private Sector product)

#### **3. Commodity Broker**

The appointed Commodity Broker that undertakes the commodity trading transactions is Sedania As-Salam Capital Sdn Bhd.

#### **4. Type of Commodity**

The type of commodity being transacted for Personal Financing-i products under commodity platform of Sedania As-Salam Capital Sdn Bhd is airtime.

The Commodity Broker & type of commodity will be indicated in our Letter of Approval for each successful application of the relevant PFi products.