

PRODUCT DISCLOSURE SHEET

Dear Customer,
This Product Disclosure Sheet (PDS) provides you with key information on your Facilities.



PLC Credit & Factoring Sdn Bhd

Other customers have read this PDS and found it helpful:
you should read it too.

Date: 31 08 2025

1 What is Factoring-i?

- Factoring-i (the Facility) is a secured financing (with recourse) offered to eligible clients against invoice issued by client of PLC Credit and Factoring Sdn Bhd (PLCCF) (Client) to the Contract Awardee (Customer/Debtor(s)).
- The facility can be packaged with Credit-i Facilities which includes Bank Guarantee-i (BG-i), Letter of Credit-i (LC-i), Letter of Guarantee-i (LG-i) with factoring clause or Letter of Guarantee-i (LG-i) without factoring clause and Cash-i.
- The purpose of this product is to finance invoices / certified claim / progress claim / payment certificates for the contract awarded by the Customer / Debtor(s).
- The facility is structured based on Shariah concept of Bai' al-dayn Bi al-sila' (sale of debt with commodity as counter values). Under this arrangement, you sell the debt receivables to PLCCF at a price to be agreed upon between both parties. The purchase price of the debt receivables shall be paid by PLCCF to you in a form of Shariah compliant commodity as determined by PLCCF. Upon completion of the sale of debt receivables, PLCCF (as agent for you) will sell the commodity to any commodity trader or any third party at the price equivalent to the financing amount of debt receivables and the proceeds will be paid to you.

2 Know Your Obligations

An illustration of financing with Factoring-i

Total Gross Invoice Amount	:	RM10,000.00
Margin of Financing	:	90%
Financing Amount / Purchase Price (PP)	:	RM9,000.00
Financing Tenure (T)	:	180 days
Factoring-i Charge [1% of invoice amount]	:	RM 100.00
Profit Rate (R)	:	10% per annum
Total Profit [PP X R X (T /365)]	:	RM443.84 [RM9,000 x 10% x (180/365)]

It is your responsibility to:



Read and understand the **key terms** as stipulated in the **Letter of Offer (LO), Facility Agreement** and **Security Documents** before you sign it.

Details on the fees and charges could be referred to the Letter of Offer



Pay the monthly payment timely. Speak to us if you wish to settle your obligations earlier

The following are the fees and charges applicable:

- Stamp Duties as per the Stamp Duty Act 1949 (Revised 1989)
- Processing Fee
- Administration Fee - for amendments / variations / additions / changes made after the acceptance of LO
- Issuance Fee
- Legal Fees (if applicable)
- Sales & Services Tax (if applicable)
- Late Payment Fee *Ta'widh* (where applicable)
- Penalty Fee *Gharamah* of 0% (where applicable)



Contact us immediately if you are unable to pay your monthly payment; or

if there are any changes in your contact details to ensure that all correspondence reaches you in a timely manner.

If you wish to settle your obligation early, you should know:

Early settlement is not allowed. However, if you cancels the BG-i without specific claim (e.g. BG-i revoked) within 1 month from its expiry date, PLC shall be entitle to charge additional fee of RM100.00 to you.

3**Know Your Risk****What happen if you fail to fulfil your obligations?**

1. PLCCF shall have the right not to allow any further disbursement if there is any money due and payable in respect of any receivable purchased by PLCCF.
2. Where the amount payable in respect of any receivable is disputed by the Customer/Debtor(s) for any reason whatsoever, PLCCF shall be entitled either to withhold and retain the Margin of Financing until payment made in respect of such outstanding invoices are received in full or to utilize the Margin of Financing to set-off against such outstanding invoices or outstanding amount(s) from any of the your accounts or to treat as set-off such outstanding charges due and owing to any of PLCCF's holding company, subsidiary company or related or associated company, and treat such set-off as deemed payment of the Margin of Financing to you.
3. Should there be a claim on any BG-i, PLCCF reserves the right to immediately debit your account with the amount claimed and you shall arrange to have funds available for this purpose.
4. Legal action may be taken against you by PLCCF following non-payment from the Customer/Debtor(s) or you fail to respond to reminder notices.
5. It may affect your credit rating which may lead to credit being more difficult or expensive to you.

4**Other Key Terms**

1. Features of Factoring-i:

Financing Amount	:	Maximum RM90.0 million, subject to PLCCF's evaluation and credit assessments.
Facility Tenure	:	Up to 180 days
Margin of Financing	:	Up to 90% of each contract value/invoices.
Balance Purchase Price	:	Up to 10% of the purchase price of the receivables after the deduction of all overdue outstanding invoices, settlement of any outstanding amount under BG-i / LC-i / LG-i / Cash-i and fees and charges due to PLCCF.
Factoring Charge	:	1.0% to 1.5% of the purchase price of the receivables subject to a minimum factoring charge of RM100.00 per disbursement.
Profit Rate	:	8% to 12% per annum (p.a) on a daily basis. The profit rate range may change from time to time. The final approved rate will be indicated within the Letter of Offer. You will be notified in advance (in writing) if there are any changes.
Late Payment Fee <i>Ta'widh</i>	:	If the overdue / non-payment occur during the tenure of the facility at 1% p.a. on outstanding amount If the overdue payment continues beyond the maturity date of the facility at 1% p.a. or at the prevailing daily overnight of Islamic Interbank Money Market (IIMM), whichever is lower or other rate that Bank Negara Malaysia may specify against the outstanding amount (if applicable, subject to Ibra')

2. Do you need to provide collateral or guarantor?
 - Yes. Among the security requirement include (but not limited to) assignment of contract proceeds / concession agreement / project account / takaful certificate / insurance policy, project assets, debenture, guarantee from individual and corporate shareholders etc. depending on the type of project and financing.
 - The Guarantor as surety shall be liable to PLCCF as creditor for the default committed by you.
3. Do you need any insurance / takaful coverage?

Takaful coverage / insurance policy is mandatory if the asset is given as security for the financing.

The final approved amount of your financing, tenure, margin of financing, profit rate, etc is subject to the PLCCF's credit evaluation and assessments and the approval may differ from the above.

If you have any enquiries regarding the facility or difficulties in making monthly payments, you can:



Call us at:
03-2690 1010



Visit our Sales & Marketing team at:
Level 32, Menara Bank Pembangunan
Plaza Conlay, 50450
Kuala Lumpur



Visit our website at:
www.plccf.com.my



Email us at:
harman@plccf.com.my

Customer Acknowledgment*

Ensure you are filling this section yourself and are aware of what you are placing your signature for

☐

I acknowledge that PLC / PLCCF has provided me with a copy of the PDS

☐

I have read and understood the key information contained in this PDS

**A Customer's acknowledgement of this PDS shall not prejudice his/her rights to seek redress in the event of subsequent dispute over the product terms and conditions.*

Name:

Date:

Issued on: 31 08 2025