PRODUCT DISCLOSURE SHEET ("PDS")

"Please read and understand this Product Disclosure Sheet and the general terms and conditions governing the Cashline before deciding to take up this product. If you have any questions about the terms and conditions, please seek clarification from your assigned Malaysia Debt Ventures Berhad ("MDV") Client Coverage Manager. Ensure that you fully understand the product and that the terms and conditions suit your financing and/or business requirements."

Malaysia Debt Ventures Berhad
(200201010450 (578113-A))
(Owned by Minister of Finance Inc.)

Product Name:

Cashline-I (Islamic)

1. WHAT IS THE MDV CASHLINE-i PRODUCT ABOUT

This product is designed to provide flexible credit financing solutions for technology companies, with a primary focus on high-quality existing clients as well as new/ former creditworthy customers who are able to furnish liquid securities as collateral.

The Cashline product shall be available via Islamic Commodity Murabahah ("Cashline-I").

The facility amount shall be limited to ***RM5,000,000 per customer with a minimum disbursement/ drawdown of RM25,000 per time.***

Financing tenure shall be subject to approval via annual review.

THE SHARIAH CONCEPT BEHIND THE PRODUCT

Cashline-I product is under the concept of Tawarruq (Commodity Murabahah):-

Tawarruq consists of two 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 and spot basis

The Shariah Concept of Cashline-I:

- The customer requests MDV to purchase commodity and undertake to purchase the commodity from MDV at Murabahah price (cost plus).
- MDV purchases the commodity from Commodity Trader A, at a value equivalent to the financing amount.
- MDV sells the commodity to the customer at Murabahah price, payable on deferred basis. Under dual-Wakalah arrangement, the customer appoints MDV as agent to purchase the commodity from MDV.
- MDV, on behalf of the customer, sells the customer's commodity, to Commodity Trader B on spot basis
- MDV makes disbursement(s) to the customer, as well as collect upfront payment/profit (if any).

ELIGIBILITY CRITERIA

[New Customers]

As per MDV's standard eligibility criteria:

- Public or private limited company incorporated in Malaysia .
- Minimum paid-up share capital of RM100,000
- Minimum five (5) employees
- Viable technology project/ contract
- No restriction on foreign shareholding

[Current MDV Customers]

Existing MDV customers must have:

- an active financing facility of at least ***RM2,000,000 with MDV***
- Minimum 2 years as an active MDV customer
- Currently has no more than one month in arrears with MDV

SECURITY

Collateral	The quantum of security coverage required shall be proposed/ determined by the processing officer based on the credit assessment of each case, in accordance with MDV's Guidelines, and subject to collection of additional security on each anniversary.
Sinking Fund	The percentage is to be calculated against the customer's credit grading score with expected additional coverage for each subsequent renewal.
Others	May be required based on the specifics of an application

For existing customers, the Facility Agreement is to be up-stamped for the additional financing amount. A SLO (for additional PL) shall be executed, incorporating the additional financing amount as well as the specific disbursement terms for the Cashline. Any existing debenture shall be amended to an all-monies debenture. The security arrangements shall be as per the security arrangements attached to the Applicant's existing facility, adjusted for the additional financing under the Cashline.

TYPES OF RATES, FEES & CHARGES

Financing Rate	Based on the *Effective Cost of Financing ("**ECOF**").* The effective rate offered will be based on the Customer's risk profile and subject to MDV's discretion. *Please be advised that the Effective Profit Rate ("**EPR**") will change according to the changes in the ECOF. An increase in the EPR may result in higher instalment payment amount. However, in any event the Effective Profit Rate shall not exceed the Ceiling Profit Rate ("**CPR**") of 12.00%.*
Administration Fees	A one-off fee (up to 1.00% of financing) charged to the customer for administration of the financing facility. *No administration Fee will be chargeable for MDV's existing customers and former customers within less than 12 months from the last discharge date.*
Professional Fees	The principles and procedures relating to legal expenses incurred, as charged by solicitor. Shall be paid by the customer or through financing.
Due Diligence Fees	For technical due diligence deemed necessary as part of the financing/loan application requirements *No due diligence fee will be chargeable for MDV's existing customers and former customers within less than 12 months from the last discharge date.*
Stamp Duty	As per Stamp Act 1949 (Revised 1989)
Takaful Charges	MDV may provide quotation from the company's panel. However, the customer is allowed to use other operators as long as it complies with MDV requirements.
Non-Utilisation Fee	Floor Profit Rate may be charged for the Unutilised Portion of the facility
Other Fees	All other costs and expenses i.e. legal fees and other charges incurred in the preparation of all documentation and perfection of our security documents.

Note: The above fees & charges are subject to Sales & Service Tax (where applicable)

2. WHAT ARE YOUR OBLIGATIONS

- ✓ Pay the scheduled payment instalments in a timely manner. Payments are generally scheduled as per the Letter of Offer ('LO").
- ✓ Make full settlement (principal and profit, subject to rebate) upon maturity of the facility and any other agreed obligations as stipulated under the Facility Agreement, Security Documents and Transaction Documents.

What if I want to fully settle before facility tenure?

For **Cashline-I**, MDV shall grant *Ibra'* (Rebate) in respect of any amount due under the Facility

Ibra' = Deferred Profit
Deferred Profit = Total CPR Profit – Accrued Profit

What if I fail to fulfil my obligations?

MDV may impose a compensation (Ta'widh) at up to 1.00% per annum on the overdue amount during the tenure of the facility.

LEGAL ACTION MAY BE TAKEN AGAINST YOU IF YOU DO NOT KEEP UP PAYMENTS ON YOUR FINANCING AND BREACH ANY AGREED TERMS AND CONDITIONS STIPULATED UNDER THE FACILITY AGREEMENT, SECURITY DOCUMENTS AND TRANSACTION DOCUMENTS.

If you have any difficulties in making payments, you should contact us earliest as possible to discuss payment alternatives.

For enquiries with regards to the facility, please contact Client Coverage, Business Division at:

Malaysia Debt Ventures Berhad No. 200201010450 (578113-A)
Unit 13.01, Level 13,
Menara AIA Cap Square,
No. 10, Jalan Munshi Abdullah,
50100 Kuala Lumpur, Malaysia.

03-26172888

If you wish to file a complaint on the facility or services provided by MDV, you may contact us at:

Malaysia Debt Ventures Berhad No. 200201010450 (578113-A)
Unit 13.01, Level 13,
Menara AIA Cap Square,
No. 10, Jalan Munshi Abdullah,
50100 Kuala Lumpur, Malaysia.

03-26172888

For more information on financing facility, please refer to the MDVs website at www.mdv.com.my

The information in this Product Disclosure Sheet is valid from January 2025 until further notice