

## Changes to HSBC Amanah Malaysia Berhad (“HSBC Amanah”) Universal Terms and Conditions

4 February 2025

Dear Valued Customers,

Effective 01 March 2025, the specific Terms and Conditions for the Term Deposit-i and Foreign Currency Term Deposit-i which form part of the HSBC Amanah Universal Terms and Conditions will be updated. The amendments made are as follows:

HSBC Amanah Universal Terms and Conditions										
Clause	Current Version (September 2024)	Revised Version (March 2025)								
<b>Specific Terms &amp; Conditions for Wealth &amp; Personal Banking: Term Deposit-i</b>										
6(g)	<p>The Bank as the Customer’s agent shall in good faith, perform transactions to:</p> <ul style="list-style-type: none"> <li>purchase the commodity on cash basis (“Purchase Transactions”); and</li> <li>sell the commodity on deferred payment basis to the Bank (“Sale Transactions”) at the Murabahah Sale Price (deposit plus profit) where profit is calculated as follows:</li> </ul> <p>Profit = Deposit principal amount X contracted profit rate X Number of days in the placement ÷ number of days in a calendar year.</p>	<p>The Bank as the Customer’s agent shall in good faith, perform transactions to:</p> <ul style="list-style-type: none"> <li>purchase the commodity on cash basis (“Purchase Transactions”); and</li> <li>sell the commodity on deferred payment basis to the Bank (“Sale Transactions”) at the Murabahah Sale Price (deposit plus profit) where profit is calculated as follows:</li> </ul> <p>Profit = Deposit principal amount X contracted profit rate X Number of days in the placement ÷ number of days in a calendar year.</p> <p><b>Illustration of Profit computation:</b></p> <p>Illustration- Profit upon maturity</p> <table border="1"> <tr> <td><b>Principal amount</b></td> <td>= RM10,000</td> </tr> <tr> <td><b>Tenure</b></td> <td>= 12 months (365 days)</td> </tr> <tr> <td><b>Rate</b></td> <td>= 3.00% p.a.</td> </tr> <tr> <td><b>Profit</b></td> <td>= Principal x Rate x Number of days based on full tenure / number of days in a year = RM10,000 x 3.00% x 365/365 = RM300</td> </tr> </table>	<b>Principal amount</b>	= RM10,000	<b>Tenure</b>	= 12 months (365 days)	<b>Rate</b>	= 3.00% p.a.	<b>Profit</b>	= Principal x Rate x Number of days based on full tenure / number of days in a year = RM10,000 x 3.00% x 365/365 = RM300
<b>Principal amount</b>	= RM10,000									
<b>Tenure</b>	= 12 months (365 days)									
<b>Rate</b>	= 3.00% p.a.									
<b>Profit</b>	= Principal x Rate x Number of days based on full tenure / number of days in a year = RM10,000 x 3.00% x 365/365 = RM300									

6(o)

## Premature withdrawal of the deposit

If the Customer withdraws the placement before the maturity date, the Customer agrees that the Bank shall be entitled for a rebate ('ibra) on the profit portion payable from the Murabahah Sale Price. If there are any interim profit paid which is greater than the total amount of actual profit to be paid, the profit refund will be deducted from the deposit amount. The rebate is calculated based on the following:

- i. Full rebate of the actual profit portion contracted, where no profit shall be paid by the Bank if the tenure of the deposit is three (3) months and below;
- ii. Half of the profit for the completed months plus the profit for uncompleted months for deposits above three (3) months.

The rebate shall be deducted from the Murabahah Sale Price. Rebate for tenures above three (3) months = Murabahah Sale Price - [(P x t/Y x R(%) x 50%) + P], where

<b>Murabahah Sale Price</b>	= Principal amount + profit
<b>P</b>	Principal or Placement amount
<b>T</b>	Number of days based on completed months
<b>R</b>	Profit rate (%)
<b>Y</b>	Number of days in the calendar year

Illustration of Profit and Rebate computation:

## Illustration 1 - Profit upon maturity

<b>Principal amount</b>	= RM10,000
<b>Tenure</b>	= 12 months (365 days)
<b>Rate</b>	= 3.00% p.a.
<b>Profit</b>	= Principal x Rate x Number of days in the tenure / number of days in a year = RM10,000 x 3.00% x 365/365 = RM300

## Illustration 2 - Rebate for premature withdrawal made within three (3) months

<b>Principal amount</b>	= RM10,000
<b>Tenure</b>	= 12 months (365 days)
<b>Rate</b>	= 3.00% p.a.
<b>Withdrawal</b>	= 2 months after placement is made (61 days)
<b>Profit for completed months</b>	= RM10,000 x 3.00% p.a. x 61/365 = RM50.14
<b>Profit for uncompleted months</b>	= RM10,000 x 3.00% x 304/365 = RM249.86
<b>Rebate to Bank</b>	= RM50.14 + RM249.86 = RM300.00

Note: Customer will not receive any profit

## Premature withdrawal of the deposit

If the Customer withdraws the placement before the maturity date, the Customer agrees that the Bank shall be entitled for full rebate ('ibra) on the profit portion payable from the Murabahah Sale Price, where no profit shall be paid by the Bank.

The rebate shall be deducted from the Murabahah Sale Price, where Rebate = Murabahah Sale Price – Principal or Placement amount

<b>Murabahah Sale Price</b>	= Principal amount + profit
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Illustration 3 - Rebate on premature withdrawal made after completion of three (3) months

<b>Principal amount</b>	= RM10,000
<b>Tenure</b>	= 12 months (365 days)
<b>Rate</b>	= 3.00% p.a.
<b>Withdrawal</b>	= 4 months after placement is made (122 days)
<b>Profit for completed months</b>	= $RM10,000 \times 3.00\% \text{ p.a.} \times \frac{122}{365} \times 50\%$ = RM50.13
<b>Profit for uncompleted months</b>	= $RM10,000 \times 3.00\% \times \frac{243}{365}$ = RM199.73
<b>Rebate to Bank</b>	= RM50.13 + RM199.73 = RM249.86

**Specific Terms & Conditions for Wealth & Personal Banking: FCY Term Deposit-i**

8(c)

The Customer agrees that

- profit shall be paid on maturity of the deposit;
- on maturity or withdrawal, the deposit and/or profit shall be credited to the same foreign currency savings/current account from which the deposit originated;
- deposits may not be withdrawn before the maturity date and if exceptionally allowed, no profit is payable on the deposits and the Customer agrees that the Bank shall be entitled for a rebate;
- the rebate will be deducted from the Murabahah Sale Price; and
- duration of placement is limited to 1, 3, 6, 9 or 12 months only.

The Customer agrees that

- profit shall be paid on maturity of the deposit;

Illustration of Profit computation for FCY Term Deposit-i:

Illustration – Profit upon maturity

<b>Principal amount</b>	= USD\$10,000
<b>Tenure</b>	= 6 months (180 days)
<b>Rate</b>	= 3.00% p.a.
<b>Profit</b>	= $\text{Principal} \times \text{Rate} \times \frac{\text{Number of days in the tenure}}{\text{number of days in a year}}$ = $\$10,000 \times 3.00\% \times \frac{180}{360}$ = \$150

- on maturity or withdrawal, the deposit and/or profit shall be credited to the same foreign currency savings/current account from which the deposit originated;
- deposits may not be withdrawn before the maturity date and if exceptionally allowed, no profit is payable on the deposits and the Customer agrees that the Bank shall be entitled for a rebate;
- the rebate will be deducted from the Murabahah Sale Price; and
- duration of placement is limited to 1, 3, 6, 9 or 12 months only.

8(g)

Premature withdrawal of the deposit: If the Customer withdraws the placement before the maturity date, the Customer agrees that the Bank shall be entitled for a rebate (ibra') on the profit portion payable from the Murabahah Sale Price. In the event the interim profit paid is greater than the total amount of actual profit to be paid by the Bank, the profit refund to the Bank will be deducted from the deposit amount.

The rebate is calculated based on the following :-

- i. Full rebate of the actual profit portion contracted where no profit shall be paid by the Bank if the tenure of deposit is three (3) months and below;
- ii. Half of the profit for the completed months plus the profit for uncompleted months for deposits above three (3) months

Rebate for tenures above three (3) months = Murabahah Sale Price - [(P x t/Y x R(%) x 50%) + P], where:

<b>Murabahah Sale Price</b>	= Principal amount + profit
<b>P</b>	Principal or Placement amount
<b>T</b>	Number of days based on completed months
<b>R</b>	Profit rate (%)
<b>Y</b>	Number of days in the calendar year

Illustration of Profit and Rebate computation for FCY Term Deposit-i:-

Illustration 1 – Profit upon maturity

<b>Principal amount</b>	= USD\$10,000
<b>Tenure</b>	= 6 months (180 days)
<b>Rate</b>	= 3.00% p.a.
<b>Profit</b>	= Principal x Rate x Number of days in the tenure / number of days in a year = \$10,000 x 3.00% x 180/360 = \$150

Illustration 2 – Rebate for premature withdrawal made within three (3) months

<b>Principal amount</b>	= USD\$10,000
<b>Tenure</b>	= 6 months (180 days)
<b>Rate</b>	= 3.00% p.a.
<b>Withdrawal</b>	= 2 months after placement is made (60 days)
<b>Profit for completed months</b>	= \$10,000 x 3.00% p.a. x 60/360 = \$50
<b>Profit for uncompleted months</b>	= \$10,000 x 3.00% x 120/360 = \$100
<b>Rebate to Bank</b>	= \$50 + \$100 = \$150

Note: Customer will not receive any profit

Premature withdrawal of the deposit: If the Customer withdraws the placement before the maturity date, the Customer agrees that the Bank shall be entitled for full rebate (ibra') on the profit portion payable from the Murabahah Sale Price, where no profit shall be paid by the Bank.

The rebate shall be deducted from the Murabahah Sale Price. *Rebate = Murabahah Sale Price – Principal or Placement Amount*, where:

<b>Murabahah Sale Price</b>	= Principal amount + profit
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Illustration 3 – Rebate on premature withdrawal made after completion of three (3) months

<b>Principal amount</b>	= \$10,000
<b>Tenure</b>	= 6 months (180 days)
<b>Rate</b>	= 3.00% p.a.
<b>Withdrawal</b>	= 4 months after placement is made (120 days)
<b>Profit for completed months</b>	= $\$10,000 \times 3.00\% \text{ p.a.} \times 120/360 \times 50\%$ = \$50
<b>Profit for uncompleted months</b>	= $\$10,000 \times 3.00\% \times 60/360$ = \$50
<b>Rebate to Bank</b>	= \$50 + \$50 = \$100

The revised HSBC Amanah Universal Terms and Conditions (March 2025 Edition) will be available on our HSBC Public Website on 1 March 2025.