

WARNING

THIS PRODUCT IS PRINCIPAL GUARANTEED BY THE ISSUING BANK UPON MATURITY ONLY. IF THE PRODUCT IS REDEEMED OR SOLD PRIOR TO MATURITY, CUSTOMER MAY LOSE PART OF THE INITIAL DEPOSIT AMOUNT. THE RETURNS ON THIS PRODUCT ARE UNCERTAIN AND CUSTOMER RISKS EARNING NO RETURNS AT ALL. THIS PRODUCT IS NOT PROTECTED BY PERBADANAN INSURANS DEPOSIT MALAYSIA.

4.8 During the term of the contract

- S** 4.8.1 A FSP shall provide a statement detailing the performance of the FRNID product to financial consumers and institutional customers at least once a year.

5. Investment linked to derivatives (ILD)/Islamic investments linked to derivatives (IILD)**5.1 Pre-contractual stage**

- S** 5.1.1 A FSP shall provide a description of an ILD/IILD product to financial consumers, including-
- a. brief explanation of the applicable Shariah concepts, if applicable;
 - b. capital guaranteed or non-capital guaranteed;
 - c. investment tenure;
 - d. yield computation and frequency of yield payment;
 - e. index or underlying asset(s); and
 - f. key terms and conditions.
- S** 5.1.2 A FSP shall inform financial consumers whether an ILD/IILD product is protected by Perbadanan Insurans Deposit Malaysia. The FSP must disclose such information prominently in all advertisements and promotional materials.
- S** 5.1.3 A FSP shall not label an ILD/IILD as “structured deposit” to avoid giving financial consumers the impression that such product is a deposit product.
- S** 5.1.4 A FSP shall alert financial consumers to assess the suitability of an ILD/IILD product by considering whether:
- a. the tenure of the ILD/IILD matches the consumers’ investment horizon;
 - b. the ILD/IILD product matches the consumers’ investment objectives and risk appetite; and
 - c. the consumers understand the financial risks and potential losses that may arise from investing in the ILD/IILD.
- S** 5.1.5 A FSP shall disclose to financial consumers the nature, amount and frequency of payment of all applicable fees and charges.