

<p><b>PRODUCT DISCLOSURE SHEET</b></p> <p>(Read this Product Disclosure Sheet before you decide to take out the Negotiable Instrument of Deposit. Be sure to also read the general terms and conditions.)</p>	<p><b>Kenanga Investment Bank Berhad</b>  <b>Negotiable Instrument of Deposit</b>  <b>Date : 1 January 2019</b></p>
<p><b>1. What is this product about?</b></p>	
<p>This is a Negotiable Instrument of Deposit (NID) with maximum maturity of 5 years from the date of issue. The principal amount is only guaranteed if the NID is held to maturity. NID is NOT insured by Perbadanan Insurans Deposit Malaysia.</p>	
<p><b>2. What do I get from this product?</b></p>	
<ul style="list-style-type: none"> <li>• Minimum nominal value of NID: more than RM60,000 per account per customer</li> <li>• Issuance: <i>at par</i></li> <li>• Interest rate: <u>  </u>% p.a. (at the rate published by the bank)</li> <li>• Interest payment frequency:             <ul style="list-style-type: none"> <li>i) Short-term NID – interest upon maturity</li> <li>ii) Long-term NID – half-yearly or annually.</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>• Interest proceeds calculation:              Short-term NID ( ≤365 days)  <math>NV * CPN / 100 * DYS / 365</math>  <i>NV = nominal value</i>  <i>CPN = coupon interest rate in percent per annum</i>  <i>DYS = tenor defined in number of days</i></li> <li>• Interest proceeds calculation:              Long-term NID ( &gt;365 days)  <math>NV * ((CPN/n) / 100)</math>  <i>NV = nominal value</i>  <i>CPN = coupon rate in percent per annum</i>  <i>n = frequency of coupon payment</i></li> </ul> <p><b>NOTE:</b> Past performance is not indicative of future performance.</p>
<ul style="list-style-type: none"> <li>• A NID Certificate will be generated for each NID transaction. The original certificate will be kept in the custody of and stored electronically by the Bank, which acts as an Authorised Depository of the investors, on start date of the transaction. A Confirmation Advice detailing the information of NID transaction such as the tenure, maturity date, interest rate, nominal amount, NID Certificate number and etc. will be mailed to investors on the start date of the NID.</li> </ul>	
<p><b>3. What are the key terms and conditions?</b></p>	
<ul style="list-style-type: none"> <li>• <i>Early Withdrawal by Customer</i>              Customer should only redeem this NID on maturity date. Any withdrawal of the NID prior to the maturity date will be at a price that will be published by the issuer and may result in a partial loss of the deposit amount.</li> <li>• <i>Call Option by the Issuer</i>              Issuer may terminate or call parts of the NID prior to the maturity date, whereby, the nominal amount of the terminated or called portion is returned together with any accrued interest.</li> </ul>	

**WARNING**

**THIS PRODUCT IS PRINCIPAL GUARANTEED BY THE ISSUING BANK UPON MATURITY ONLY. IF THE PRODUCT IS REDEEMED OR SOLD PRIOR TO MATURITY, THE CUSTOMER MAY LOSE PART OF THE INITIAL. THE CUSTOMER IS REMINDED THAT THIS PRODUCT IS NOT INSURED BY PERBADANAN INSURANS DEPOSIT MALAYSIA.**

• *Procedures for redemption of interest proceeds*

Customer to present the NID certificate to the issuer over-the-counter one day before the interest payment date whereby the issuer will pay the proceeds by 12.00 p.m. on the interest payment date. If the NID certificate is presented on the interest payment date or after, the issuer shall pay the interest proceeds by 5.00 p.m. on the day the certificate is presented.

• *Redemption procedures upon maturity*

Customer to present the NID certificate to the issuer over-the-counter one day before the maturity date whereby the issuer will pay the proceeds by 12.00 p.m. on the maturity date. However, if the NID certificate is presented on maturity date or after, the issuer shall pay the proceeds by 5.00 p.m. on the day the certificate is presented.

**4. What are the fees and charges I have to pay?**

Type of service	by	Payable To	Maximum rate of charge
<b>Examples:</b> Delivery of certificate to authorized depository which is another institution at primary issue	Customer	KIBB	No charges are applicable
Splitting/combining denominations	Customer	KIBB	No charges are applicable
Maintenance of depository account	Customer	Authorised Depository	No charges are applicable

**5. What are the major risks?**

The following is a summary of risk factors (which are not exhaustive) to be considered before investing in this product:

- i) Market risk – the risk of potential loss resulting from factors that affect the overall performance of the financial markets, including adverse movement in the level of market prices, level of exchange rate movement, and changes in the interest rates, to name a few.
- ii) Credit risk - the contract with you represents a general unsecured contractual obligation which will rank equal with other existing and future general contractual obligations. If you wish to invest in this product, you should be taking note of the Bank's credit risk and you must therefore make your own assessment of the Bank's credit risk and the Bank's ability to perform its obligations in respect of this product.

**6. What do I need to do if there are changes to my contact details?**

It is important that you inform us of any changes in your contact details to ensure that all correspondences reach you in a timely manner.

**7. Where can I get further information?**

Should you require additional information about investment, please refer to the *bankinginfo* booklet on 'Investing Your Money', available at all our branches and the [www.bankinginfo.com.my](http://www.bankinginfo.com.my) website.

If you have any enquiries, please contact us at:

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**Kenanga Investment Bank Berhad**

Level 16, Kenanga Tower  
237, Jalan Tun Razak  
50400 Kuala Lumpur  
**Tel:** 03-2167 6886  
**Fax:** 03-2172 2754  
**Email:** [balance.sheet@kenanga.com.my](mailto:balance.sheet@kenanga.com.my)

**8. Lodge a complaint**

i) For internal dispute resolution, you may contact:

**Treasury, Balance Sheet Management  
Kenanga Investment Bank Berhad**

Level 16, Kenanga Tower  
No. 237, Jalan Tun Razak  
50400 Kuala Lumpur  
**Tel :** 03-2167 6886  
**Fax :** 03-2172 2754  
**Email:** [balance.sheet@kenanga.com.my](mailto:balance.sheet@kenanga.com.my)

ii) If you are dissatisfied with the outcome of the internal dispute resolution process, you may refer your dispute to Bank Negara Malaysia LINK or TELELINK at :

• **Laman Informasi Nasihat dan Khidmat (BNMLINK)**

- (a) via phone : 03-2698 8044 (ext: 8950 / 8958)
- (b) via website : <http://www.bnm.gov.my/bnmlink/index.htm>

• **BNM TELELINK**

- (a) via phone : 1300-88-LINK (1300-88-5465)
- (b) via fax : 03-2174 1515
- (c) via email : [bnmtelelink@bnm.gov.my](mailto:bnmtelelink@bnm.gov.my)
- (d) via letter: Laman Informasi Nasihat dan Khidmat (LINK)  
Bank Negara Malaysia  
P.O. Box 10922  
50929 Kuala Lumpur

The information provided in this disclosure sheet is valid as at 1 January 2019.

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