

IMPORTANT NOTICE

Dear Valued Customer,

Effective 3 February 2017, our benchmark COF¹ reflects the cost of raising new funds and is based on 3-month KLIBOR² as the reference rate plus a Funding Cost Adjustment. Changes in the benchmark COF could occur due to the changes in OPR³ as decided by the MPC⁴ of BNM, as well as other factors such as market funding conditions due to global and domestic economic environment.

Prior to 3 February 2017, our benchmark COF was based on 3-month KLIBOR.

* As required by the Reference Rate Framework issued by BNM on 18 August 2016.

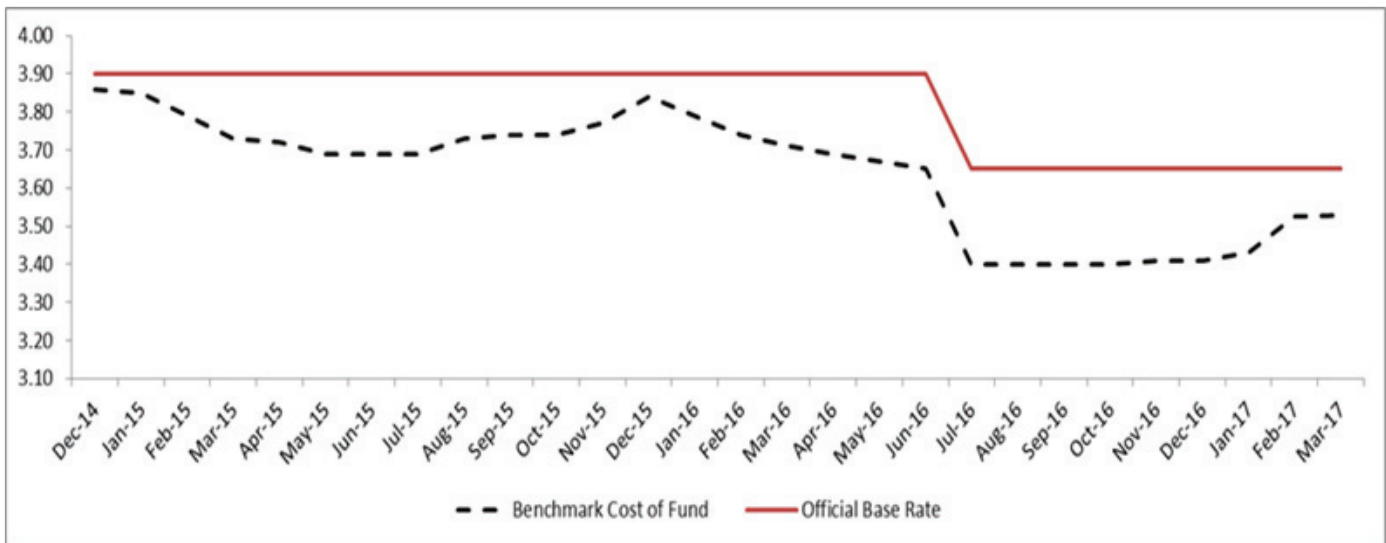
¹ COF - Cost Of Fund

² KLIBOR - Kuala Lumpur Interbank Offered Rate

³ OPR - Overnight Policy Rate

⁴ MPC - Monetary Policy Committee

The historical benchmark COF that currently used by Bank Islam is shown below.



For illustration purposes :

Tenure : 30 years
 Financing Amount : RM350,000
 Reference Rate : Base Rate (BR) = 3.65% p.a
 Profit Rate : BR + 0.80% p.a
 Effective Profit Rate : 4.45% p.a
 Monthly Instalment : RM1,763

Profit Rate	Today (BR = 3.65% p.a)	If BR goes up 1% (BR = 4.65% p.a)
Monthly Instalment	RM 1,763	RM 1,976