

SMF CLASSIC & EXCLUSIVE CAMPAIGN 2022 FREQUENTLY ASKED QUESTIONS

GENERAL

1. What is this Share Margin Financing Classic & Exclusive Campaign about?

This Share Margin Financing Classic & Exclusive (SMF C&E) Campaign (Campaign) is organised by RHB Investment Bank Berhad (RHBIB) from 1 May 2022 till 31 August 2022 (both dates inclusive) giving special brokerage and interest rate offers to new SMF Classic and/or Exclusive accounts.

2. Who is eligible to participate in this Campaign?

This Campaign is open for participation to retail equities trading clients of RHBIB who open a new SMF Classic and/or Exclusive account. Existing clients who wish to open a new SMF Classic and/or Exclusive account must meet criteria of minimum 50% utilization in existing account.

3. Can Corporate Clients participate in this Campaign?

Yes, Corporate Clients are eligible to participate in this Campaign.

4. What will I enjoy from this Campaign?

With every new SMF Classic and/or Exclusive account, you will enjoy these benefits:

- First three (3) buy contracts with zero brokerage for online transaction. The transactions must be completed by 30 September 2022. Do note that all contracts are still subject to service tax, stamp duty & clearing fee.
- Special rate of 3.55% p.a. (BR + 1.05% p.a.) from 1 May 2022 till 31 December 2022. Thereafter, the prescribed rate will be 4.55% p.a. (BR + 1.35%) subject to minimum rate of 4.55% p.a. For avoidance of doubt, existing SMF Classic and/or SMF Exclusive account will not be accorded this special rate.
- Facility fee waiver by transferring minimum 30% of the required collateral to RHBIB before 31 December 2022. Additionally, do note that the account will not be activated unless the minimum 30% of the required collateral is transferred in.
- Facility limit up to RM5,000,000.00

5. On the facility fee waiver condition, what happens if I am not able to transfer the minimum 30% required collateral by 31 December 2022?

If the condition is not met, the client will have to pay the required facility fee, failing which the account will be closed by 30 January 2023 or such other dates as may be extended by RHBIB.

6. How is the minimum 30% required collateral calculated?

Assuming client is requesting for RM1,000,000 line:

Product	SMF Classic	SMF Exclusive
Collateral (Shares) required	RM1,000,000/1.22 = RM819,672	RM1,000,000/1.5 = RM666,666
30% minimum collateral (shares) to be transferred in to RHBIB by 31 Dec 2022	RM819,672 x 30% = RM245,901	RM666,666 x 30% = RM199,999
Collateral (Cash) required	RM1,000,000/2.22 = RM450,450	RM1,000,000/2.5 = RM400,000
30% minimum collateral (cash) to be transferred in to RHBIB by 31 Dec 2022	RM450,450 x 30% = RM135,135	RM400,000 x 30% = RM120,000

7. I have an existing SMF Classic account. Will this special rate of 3.55% p.a. (BR + 1.05% p.a.) be applied to it?

No, the special rate is only applicable to new SMF Classic and/or Exclusive account opened between 1 May – 31 August 2022.

8. Are offline transactions and Direct Business Transaction (DBT) eligible for zero brokerage?

No, these transactions are not eligible for zero brokerage. Only online transactions are eligible.

9. Are there any restrictions on the stocks that I can buy during this campaign period?

Yes, please refer to your Dealer's Representative/Remisier for stocks that are acceptable to the Bank.

10. Is there a cap applied to the trade value of each buy contract that is eligible for zero brokerage?

No, there is no cap applied.

11. Can I buy foreign shares using the zero brokerage offer?

No, the zero brokerage offer is limited to local listed shares on Bursa Malaysia.

12. Are foreign shares accepted as collateral?

Yes, they are.