

**Trade Foreign Currency Account/-i (Trade FCA/-i) &
Investment Foreign Currency Account/-i (Investment FCA/-i)**

FREQUENTLY ASKED QUESTIONS (FAQs)

No.	Questions	Answers
1.	How many types of Foreign Currency Account/-i ("FCA/-i") are available in CIMB Bank Berhad and CIMB Islamic Bank Berhad?	There are 2 types of FCA/-i, namely: <ul style="list-style-type: none"> • Trade Foreign Currency Account/-i ("Trade FCA/-i") • Investment Foreign Currency Account/-i ("Investment FCA/-i").
2.	What sources of funds are allowed to be deposited into the Trade FCA/-i?	The funds that are allowed to be deposited into the Trade FCA/-i opened by resident entities, resident sole-proprietors and resident general partnerships are: <ul style="list-style-type: none"> • Proceeds from the export of goods upon receipt. • Settlement of domestic trade from another Resident within the Global Supply Chain as permitted under Notice 4* • Any amount for same-party transfer from Trade FCA/-i or Investment FCA/-i • Other foreign currency funds arising from transaction permitted under the FEP Notices. <p><i>*Global Supply Chain is a business activity where a Resident imports goods or services to support production or distribution of goods or services by a Resident exporter for the Resident exporter's export activities. This includes domestic trade in goods or services between the Resident importer and the Resident exporter undertaken through a Resident intermediate Entity. This includes pass-through payments for domestic trade in goods or services undertaken via Resident Intermediate Entities along the Global Supply Chain.</i></p>
3.	What are the permitted uses of the funds deposited into the Trade FCA/-i?	The funds deposited into the Trade FCA/-i of resident entities, resident sole-proprietors and resident general partnerships can only be used for: <ul style="list-style-type: none"> • Foreign currency obligations; - <ul style="list-style-type: none"> ✓ Import payment; ✓ Foreign currency loan repayment; • Settlement of domestic trade from another Resident within the Global Supply Chain as permitted under Notice 4 • Any amount for same-party transfers into Trade FCA/-i • Transfer into Investment FCA/-i subject to investment limit
4.	Can a resident exporter deposited and retain proceeds of export goods in Foreign Currency into the Trade FCA/-i?	Yes, a resident exporter can freely deposit and retain any amount of export of proceeds in Foreign Currency into its Trade FCA/-i.

<p>5.</p>	<p>What sources of funds are allowed to be in the Investment FCA/-i?</p>	<p>The funds that are allowed to be deposited into the Investment FCA/-i are:-</p> <ul style="list-style-type: none"> • Any foreign currency other than- <ul style="list-style-type: none"> - proceeds from the export of Goods; - settlement of domestic trade from another Resident within the global supply chain as permitted under Notice 4. • Transfers from a Trade FCA/-i up to the <u>permitted aggregated investment limit in Notice 3 of FEP</u> • Any amount for same party transfer from Investment FCA/-i <p><i><u>Investment Limit for resident entity with domestic ringgit borrowing</u></i></p> <ul style="list-style-type: none"> • Up to <i>RM50 million equivalent*</i> in aggregate per calendar year on a corporate group basis from- <ul style="list-style-type: none"> ✓ Conversion of ringgit ✓ Foreign currency borrowing from a licensed onshore bank for purposes other than Direct Investment Abroad (as defined below) ✓ Swapping of financial assets ✓ Transfer from Trade FCA/-i <p><i><u>Investment Limit for resident individual, sole proprietor or general partnership</u></i></p> <ul style="list-style-type: none"> • Up to <i>RM10 million equivalent*</i> of <u>foreign currency borrowing</u> from a licensed onshore bank or a non-resident • Up to <i>RM1 million equivalent*</i> in aggregate per calendar year using funds from;- Conversion of ringgit • Swapping of financial assets Transfer from Trade FCA/-i <p>* This is applicable to resident with domestic ringgit borrowing only.</p> <p>Direct Investment Abroad refers to:</p> <ol style="list-style-type: none"> (a) an investment in Foreign Currency Asset Offshore by a Resident resulting in at least 10% equity ownership or control of a Non-Resident Entity outside Malaysia or a Labuan Entity; (b) an inter-company lending by a Resident Entity to a Non-Resident Entity within the Resident Entity's Group where the Non-Resident Entity is outside Malaysia or a Labuan Entity; or
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6.	What are the permitted uses of the funds deposited in the Investment FCA/-i?	<ul style="list-style-type: none">• All permissible purposes• Any amount for same-party transfers into Trade or Investment FCA/-i.