The Star, Saturday June 13, 2009 <h1 id="story title" style="font-size: 16px; color: red">Excessive charges the main grouse</h1> id="story byline">By YVONNE TANTHE Federation of Malaysian Consumers Associations hits out at banks, saying that the cost of owning credit cards is excessive even after the recent reduction. ♦The benefits of the recent reduction cannot be enjoyed immediately as there are terms and conditions attached to it. It's pure marketing talk, says secretary-general Muhammad Sha@ani Abdullah.<div class="story image left" style="width: 164px"> <image left" style="width: 164px"> <ima src="http://biz.thestar.com.my/archives/2009/6/13/business/b 23shaani.jpg" border="0" width="150" height="218" /> <span class="caption">Muhammad Sha�ani Abdullah ... banks already make enough as every time a transaction goes through, they get 2%</span></div> Muhammad Sha@ani says banks already @make enough@ as @every time a charging 10% interest rate, why must credit card charges be almost double? he questions. Muhammad Sha@ani suggests that banks allow cardholders to reschedule loans by converting their credit card balances to term loans with a 10% interest rate. President of the Consumers Association of Penang (CAP) S.M. Mohamed Idris says one of the clauses the association found unfair in a credit card contract is the one which holds the cardholder liable for all transactions, carried out with the use of the credit card irrespective of whether the transactions were authorised or not. unauthorised and it can be proven to be so, the bank should not make cardholders pay for out with their lost or stolen cards, ♦ he says. <div class="story image left" style="width: 164px"> <img src="http://biz.thestar.com.my/archives/2009/6/13/business/b 23chong.jpg" border="0" width="150" height="210" /> <span class="caption">Patrick Chong ... instead of going on a merry go round, why don to banks just reward their customers by offering them a special rate?</span> </div> According to Bank Negara s credit card guidelines, a cardholder should not be held liable for more than RM250 if he or she has reported the loss of the card as soon as reasonably possible Meanwhile, what do credit card consumers have to say? Ginger Leong, a teacher in her 20s says banks are unfair in penalising their customers when they make once-in-a-while late payments. This is especially if the customer had previously made payments in full. in full or sometimes even more than what is required, banks do not reward us, but when we are late once in a while, we are made to pay a late fee. This is unfair, she says. Hunt, a design engineer, has a long list of grouses.
♦First is the annual fees. I understand that I can get a waiver of my annual fees only if I call the bank s call centre. Of course, this only applies to certain banks. This is absurd since most banks today are providing lifetime annual fee waiver. This should be automatically enforced to minimise consumers expenditure, he says. charges. I have been charged on numerous occasions with regard to this, as I am constantly on the move to various remote locations due to the nature of my job, which means that I am unable to make prompt payments at times. representatives of banks to remind me of payment due and that they would be charging me interest while blocking my card simultaneously, he says. has been a victim of fraudulent charges twice in relation to petrol pump charges. I had paid cash over the counter since the initial swiping of my credit card on the pump terminal was defective. But my card was still charged. \$\psi <\div class="story image right" style="width:</pre>

164px"> <img src="http://biz.thestar.com.my/archives/2009/6/13/business/b 23idris.jpg" border="0" width="150" height="227" /> <span class="caption">S.M. Mohamed Idris ... if a transaction is unauthorised, the bank should not make cardholders pay for it.</span> </div> He called the card centre and was told that this particular petrol station was already being monitored for fraudulent transactions. of fraudulent incidents, why didn they just block all card users from patronising this station? Why wait till someone is cheated again? Patrick Chong, a long-time credit card user feels the idea of banks getting customers to saves money when they transfer their other credit card balances to just one bank is rather futile. round and transferring balances here and there, why don to banks just reward their customers especially those who have been with them for a long time by offering them a special rate so that they can pay their balances off faster without complications? In challenging times like these, customers do not need to be inconvenienced any further and help from banks need to be genuine, he says. balances transferred from other credit cards and not on the balance with that one bank to which other balances have been transferred to. that much, Chong says. Evan Gomez who recently received a credit card on account of her \*good credit history\* with a certain bank says she contacted the bank to cancel it as she does not see a need for it. for it later which meant that the bank personnel did not cancel the card as earlier requested. When I called up the bank to cancel the card yet again, they said I needed to settle the charges first, only then will they cancel the card. behaviour on the bank s part! she says. <div class="story image left" style="width: 164px"> <br /></div><div class="story image left" style="width: 164px"> </div><div class="story image left" style="width: 164px"> </div>