

Product Description of Chinese Yuan Corporate Time Deposit Account

This information is for reference only. It is designed to give customers a better understanding on our products. Special Terms and Conditions on Chinese Yuan Corporate Time Deposit Account, Terms and Conditions on Foreign Currency Time Deposit and General Terms and Conditions on Deposit Transaction shall apply to Chinese Yuan Corporate Time Deposit Account. When you apply for Chinese Yuan Corporate Time Deposit Account, you will be provided with the relevant special terms and conditions, and when you enter into the agreement for the Account, you will be provided with the relevant documents including but not limited to the account opening confirmation letter.

1. Product Overview

- Name of Product: China CNY Corporate Time Deposit Account and China CNY Overseas Payment Corporate Time Deposit Account
- Key Features: The Accounts are suitable for Korea-based companies which carry out CNY transactions with companies located in China (designated by the Chinese administrative rules). Fixed interest rate is applied until the maturity date.

2. Terms

- **For detailed terms of the contract, please see the account opening conformation letter provided to you.**

Category	Details
Customer Eligibility	Any company located in Korea which conducts business of purchasing or supplying products or services to China-based companies designated pursuant to the administrative rules on settlement of cross-border trades in CNY jointly promulgated by the People's Bank of China together with other mainland authorities.
Minimum Deposit Amount	CNY 1 million (within the amount specified in supporting documents submitted such as invoices, etc)
Deposit and Withdrawal	<p>1. China CNY Corporate Time Deposit Account</p> <p>Deposits or payments into/from the Account may be made by telegraphic transfer (including account transfer). Cash deposits or payments in the Account shall be made in currencies which the Bank handles in cash only. However, CNY deposits by telegraphic transfer from other regions than China and cash deposits/payments in CNY are not permitted.</p> <p>2. China CNY Overseas Payment Corporate Time Deposit Account</p> <p>Deposits shall be limited to CNY funds converted by the Bank for the purpose of remittance to China for trade settlement three (3) months prior to the relevant remittance date (This may change subject to the relevant</p>

	<p>regulations in China), while withdrawals shall be limited to remittances to China for trade settlement or transfer to China CNY Overseas Payment Savings Account for the aforementioned remittance.</p> <p>Deposits of CNY funds received by telegraphic transfer from China are not allowed. If you don't remit the funds deposited in the Account to China, they shall be converted back into the original currency, which may result in FX gain or loss.</p>
<p>Deposit Period / Interest Rate</p>	<p>1. China CNY Corporate Time Deposit Account</p> <p>The period of the deposit shall range from (no less than) seven (7) days to (no longer than) one (1) year. Customers may set their deposit period by specifying either a number of days or months based on consultation with the Bank.</p> <p>Interest rate notified at the Bank's branches or the internet website of the Bank at the time of deposit is applied until the maturity date.</p> <p>However, change in the deposit period is not allowed once the deposit is made.</p> <p>2. China CNY Overseas Payment Corporate Time Deposit Account</p> <p>The period of the deposit shall range from (no less than) seven (7) days to (no longer than) three (3) months (this may change subject to relevant regulations in China) / Interest rate notified at the Bank's branches or the internet website of the Bank at the time of deposit is applied until the maturity date.</p> <p>However, change in the deposit period is not allowed once the deposit is made.</p> <p>If the Bank recognizes that CNY deposit exceeding the amount or the holding period permitted before the remittance is made, the relevant deposit shall be converted back into the original currency at T/T exchange rate available for customers, which may result in FX gain or loss.</p>
<p>Premature Withdrawal Rate</p>	<p>0.1%</p> <p>Premature withdrawal of your deposits is executed on the business day immediately following the date when you apply for the withdrawal. Therefore, you need to submit the relevant application form within the business hour of the business day immediately preceding the date when you wish to make the withdrawal.</p>
<p>Interest Rate After Maturity</p>	<p>Interest of China CNY Overseas Payment Savings Account shall be applied after maturity date.</p>
<p>Number of days per year (for Interest</p>	<p>360 days</p>

Calculation)	
Exchange Rate applicable as of the deposit/withdrawal date	Telegraphic transfer exchange rate
Interest Payment	The accumulated interest is paid to the customer only upon maturity
Termination	You may terminate the deposits at any branch of the Bank.
Depositor Protection	This product is eligible for the protection under the Depositor Protection Act. The Korea Deposit Insurance Corporation protects a maximum of KRW50mil including the principal and interest for each depositor at each financial institution in accordance with the Act.

3. Important Note

- If you redeem your deposit before the maturity, premature withdrawal rate which is lower than the agreed interest for the deposit shall be applied.
- Foreign currency deposits or withdrawals made in cash are limited to such currencies as USD, EUR, HKD, JPY and KRW. Deposits or withdrawals in CNY cash are not allowed.
- CNY deposits made via telegraphic transfer from other regions than China are not allowed. As for China CNY Overseas Payment Corporate Time Deposit Account, deposits shall be made only through the Bank's foreign exchange service, and deposits of CNY funds via telegraphic transfer from China are not accepted.
- The Bank may request the customer to submit relevant supporting documents to check the customer's eligibility of the service. If the customer fails to comply with the request of the Bank, the customer is not allowed to use the service.
- For China CNY Overseas Payment Corporate Time Deposit Account, deposit is limited to CNY funds obtained through foreign exchange service of the Bank for the purpose of sending money to China for trade settlement, while withdrawal is limited to remittances to China for trade settlement.
- For China CNY Overseas Payment Corporate Time Deposit Account, if the Bank recognizes that CNY deposit exceeding the amount or the holding period permitted before the remittance is made, the relevant deposit shall be converted back into the original currency at T/T exchange rate available for customers, which may result in FX gain or loss.

If you have any enquiries or complaints about the service provided by HSBC bank, please feel free to contact us at 1588-1770 (call center) or 2004-0280 (compliance) or visit our internet website (www.hsbc.co.kr). If you need help with any dispute regarding the service, you can ask help from Financial Supervisory Service (call at 1332).