

# Term and Conditions on FCY Time Deposit

## **Article 1            Scope of Application**

These terms and conditions shall apply to transactions regarding Foreign Currency Time Deposit between The Hongkong and Shanghai Banking Corporation Limited (the “Bank”) and its customer (the “Depositor”), and the matters not set forth in these terms and conditions shall be governed by General Terms and Conditions on Deposit Transactions and Terms and Conditions on Deferment Deposit.

## **Article 2            Timing of Payment**

The deposit (“Deposit”) in the Account may be paid at the maturity or at any time after the termination date upon the Depositor’s request.

## **Article 3            Type of Deposit**

The type of deposit accepted to the Account shall be time deposit.

## **Article 4            Minimum Deposit**

With respect to the Deposit Account, the Bank may require the customer to deposit no less than the amount equivalent to KRW 1mil or more in certain currencies designated by the Bank.

## **Article 5            Customer of Deposit**

The Deposit is offered to both individual and corporate customers.

## **Article 6            Deposit Period**

Deposit period of this Account shall range from (no less than) 7 days to (no longer than) 60 months for individual customers and from (no less than) 1 day to (no longer than) 36months for corporate customers. The customer may set their Deposit period by specifying either a number of days or months.

## **Article 7 Interest Rate**

① The interest on the Deposit shall be calculated based on the agreed interest rate between the Bank and the Customer and be paid at the maturity or at any time after the expiration date of the grace period together with the principal. However, the interest may be paid on a monthly basis upon the Depositor's request.

② If the Depositor's request for withdrawal is made after the maturity or the expiration date of the grace period, the Bank shall pay interest accrued from the maturity date to the date preceding the date of the actual withdrawal by applying the interest rate according to elapsed time as follows.

- Less than 1 month from the maturity: 50% of the interest rate agreed at the time of deposit
- 1 month to (less than) 3 months from the maturity: 20% of the interest rate agreed at the time of deposit
- 3 months or longer from the maturity: interest rate on ordinary demand deposit of the same currency as of the payment date. In the event the ordinary demand deposit is not notified, interest rate on Multi Currency Savings of the same currency as of the payment date shall apply.

## **Article 8 Calculation of Interest**

The Interest on the Deposit shall be calculated to the lowest denomination of Deposit currency on the basis of number of days of one year for each currency determined by international practice and any amount below the lowest denomination shall be disregarded. The number of days applicable for each currency shall be in accordance with description of product.

## **Article 9 Applicable Exchange Rate and Charges**

① For payment of the principal of or the interest on the Deposit in Won currency, the T/T buying rate available to customers as of the payment date posted by the bank branch shall be applied.

② If the source of the foreign currency deposit made by the Customer is Won or remitted foreign currency, the Customer shall pay the applicable charges in accordance with the Charge Table posted by the bank branch when withdrawing the principal or the interest thereof in foreign currency cash without regard to the timing of withdrawal.

③ The Bank shall post the charges as described in paragraph ① and ② on its internet homepage.

## **Article 10        Premature Withdrawals**

The Depositor may withdraw this Deposit before the maturity date or the expiration date of the grace period for special reasons. In this case, interest rate proportional to elapsed time based on the interest agreed between the Bank and the customer as of the date of deposit shall apply for the period ranging from the date of deposit to the day immediately preceding the date of premature withdrawal, and the amount of interest already paid shall be deducted. In case of premature withdrawal less than 1 month from the deposit date, interest rate on ordinary demand deposit of the same currency as of the payment date shall apply. If the ordinary demand deposit is not notified, interest rate on Multi Currency Savings of the same currency as of the payment date shall apply.

## **Article 11        Change into Longer Term Deposit**

In case the Deposit is changed before the maturity into a longer term deposit than the previous one, the Bank shall pay the interest for the period from the deposit date to the date immediately preceding the changed date calculated based on the rate specified in Article 7 paragraph ① notwithstanding Article 10, and the interest rate newly determined between the Depositor and the Bank for the period following the changed date. If the deposit of which the period has been changed is terminated before the maturity, the interest for the period from the deposit date prior to the change to the date immediately preceding the termination date shall be calculated based on Article 10.

This Agreement is provided in accordance with the relevant laws, regulations, and the internal control standards of The Hongkong and Shanghai Banking Corporation Limited, Seoul Branch.