

## List of Conditions

Regarding cash deposit or government securities covered  
Payment account related credit line  
for retail clients

1. Conditions of credit line:				
1. Opening payment and collateral or securities account <sup>1</sup>				
2. Placement of HUF or foreign currency cash deposit or government securities collateral				
3. Authorization on fulfillment of principal and interest payables from the cash deposit or government securities collateral <sup>2</sup>				
2. Interest rates, fees, costs related to credit line:				
Currency of the credit-line:	HUF, EUR, USD			
<i>In accordance with the currency of the credit line:</i>	HUF	EUR, USD <sup>3</sup>		Due date
Annual interest rate (fixed): (base rate + spread rate):	<b>BUBOR<sup>4</sup></b> equal to the tenor+ <b>3%/5%<sup>5</sup></b>	<b>LIBOR<sup>4</sup></b> equal to the currency and tenor+ <b>3%/5%<sup>5</sup></b>		<b>12<sup>th</sup> day of every month or the next working day</b>
Annual percentage rate (APR): <sup>6</sup>	<b>5.42%/7.58%<sup>5</sup></b>	<b>EUR</b> <b>7.95%/10.16%<sup>5</sup></b>	<b>USD</b> <b>9.33%/11.57%<sup>5</sup></b>	-
Minimum amount:	<b>HUF 500,000</b>			
Maximum amount:	<b>HUF 100,000,000 but not more than the 80% of the collateral<sup>7</sup></b>			
Tenor: <sup>8</sup>	Tenor of the collateral but not more than <b>12 months</b> (In case of credit-line in EUR or USD not more than 3 months)			
Credit approval fee:	<b>Free of charge</b>			
Handling fee:	<b>Onetime fee of HUF 5,000</b>			
Contract modification fee:	<b>Free of charge</b>			
Default interest:	<b>In addition to the interest rate, the debtor shall pay interest on late payments, as of the date of default at a rate of one-third of the central bank base rate in effect on the first day of the calendar half-year in line with related section of Civil Code.<sup>9</sup></b>			
Overdrawn interest rate:	<b>18%<sup>10</sup></b>			
Other costs:	<b>Payment account keeping fee: HUF 259 / EUR 1.05 / month</b> <b>Securities account keeping fee: HUF 200 / month</b>			

<sup>1</sup> Conditions regarding payment account opening, terms and fees can be found in effective "List of conditions for private persons" and "List of conditions of KDB Basic account package for private persons".

<sup>2</sup> The authorization concerns the case of repayment neglecting.

<sup>3</sup> In case the currencies of the credit line and its collateral are different one of those must be in HUF.

The Government Decree No. 83 of 2010 governs the exchange of credit determined in foreign currency.

<sup>4</sup> BUBOR (Budapest Interbank Offered Rate); LIBOR (London Interbank Offered Rate): Interbank reference rate, Average of the merchant bank's lending rate. Our staff in branches provides information on effective level of BUBOR and LIBOR.

<sup>5</sup> In case the collateral cash deposit was placed in a rate defined in chapter 'Standard private HUF term deposit interest rate' or 'Standard private foreign currency term deposit interest rate' of the effective Private Deposit Announcement, the spread of the credit is 3%, otherwise it is 5%. In case of government securities collateral the spread of credit line is 3%. The APR reflects the different spread rates published hereby.

<sup>6</sup> The APR was determined on basis of the present conditions and valid legal regulations and subject to change in case of existing conditions modification. The APR calculation is based: HUF 500,000 with 1 year (in case of USD and EUR 3-months) tenor. The value of APR does not reflect the exchange rate and interest rate risk of the loan.

The basis of APR calculated on HUF credit line with spread rate of 3%:

Amount of the credit:	HUF 500,000
Tenor:	1 year
Annual interest rate:	HUF BUBOR of 1-year +3% (presently: 3.58%)
Account maintenance fee:	HUF 259/month
Handling fee (onetime fee):	HUF 5,000
Monthly installment:	HUF 1,508/month interest payment, principal repayment lump sum at maturity: HUF 500,000
Total fee of credit:	HUF 526,207
APR:	5.42%

The basis of APR calculated on HUF credit line with spread rate of 5%:

Amount of the credit:	HUF 500,000
Tenor:	1 year
Annual interest rate:	HUF BUBOR of 1-year +5% (presently: 5.58%)
Account maintenance fee:	HUF 259/month
Handling fee (onetime fee):	HUF 5,000
Monthly installment:	HUF 2,350/month interest payment, principal repayment lump sum at maturity: HUF 500,000
Total fee of credit:	HUF 536,318
APR:	7.58%

The basis of APR calculated on EUR credit line with spread rate of 3%:

Amount of the credit:	EUR 1,596 (313.11 HUF/EUR)
Tenor:	3 months
Annual interest rate:	3-month EUR LIBOR +3% (presently: 2.67%)
Account maintenance fee:	EUR 1.05/month
Handling fee (onetime fee):	HUF 5,000
Monthly installment:	EUR 3,66/month interest payment, principal repayment lump sum at maturity: EUR 1,596
Total fee of credit:	EUR 1,626
APR:	7.95%

The basis of APR calculated on EUR credit line with spread rate of 5%:

Amount of the credit:	EUR 1,596 (313.11 HUF/EUR)
Tenor:	3 months
Annual interest rate:	3-month EUR LIBOR +5% (presently: 4.67%)
Account maintenance fee:	EUR 1.05/month
Handling fee (onetime fee):	HUF 5,000
Monthly installment:	EUR 6/month interest payment, principal repayment lump sum at maturity: EUR 1,596
Total fee of credit:	EUR 1,634
APR:	10.16%

The basis of APR calculated on USD credit line with spread rate of 3%:

Amount of the credit:	USD 1,697 (294.53 HUF/USD)
Tenor:	3 months
Annual interest rate:	3-month USD LIBOR +3% (presently: 3.93%)
Account maintenance fee:	EUR 1.05/month
Handling fee (onetime fee):	HUF 5,000
Monthly installment:	USD 5.33/month interest payment, principal repayment lump sum at maturity: USD 1,697
Total fee of credit:	USD 1,734
APR:	9.33%

The basis of APR calculated on USD credit line with spread rate of 5%:

Amount of the credit:	USD 1,697 (294.53 HUF/USD)
Tenor:	3 months
Annual interest rate:	3-month USD LIBOR +5% (presently: 5.93%)
Account maintenance fee:	EUR 1.05/month
Handling fee (onetime fee):	HUF 5,000
Monthly installment:	USD 8.33/month interest payment, principal repayment lump sum at maturity: USD 1,697
Total fee of credit:	USD 1,742
APR:	11.57%

<sup>7</sup> The calculation of the applicable credit in case of HUF credit and foreign currency collateral is to be made at buying exchange rate, in case of foreign currency credit and HUF collateral is to be made at selling exchange rate.

<sup>8</sup> The maturity date of government securities collateral must not be later than that of the collateral, but at most 12-month (in case of EUR, USD at most 3 months), otherwise in case of EUR and USD it can be at most 3 months.

<sup>9</sup> Interest rate on late payments must not exceed the one of the half times interest rate determined in credit line contract +3% and cannot be higher than maximum rate of APR determined in Section 17/F of the Act 162 of 2009.

<sup>10</sup> Interest rate calculated for overdrawn amount.

## **Product Description**

Regarding cash deposit or government securities covered Payment  
account related credit line  
/for retail clients/

**Valid: From 24 January, 2017 to the next official change**

Dear Customers,

Please be kindly informed that the KDB Bank Europe Ltd. (hereinafter: Bank) has joined the Code of Conduct, the regulations of which are mandatory for the Bank from 1st December, 2009.

Also call Your kind attention to the National Bank of Hungary's consumer protection homepage and the product descriptions, comparing applications contained therein. Homepage:  
<http://felugyelet.mnb.hu/fogyasztoknak>.

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### **1. Purpose of the credit line**

The payment account liability (hereinafter: cash deposit) or government securities covered credit line (henceforth: Credit line) is suitable for overcoming a temporary money shortage for those clients who do not want to miss the due interest of their savings but need prompt financing to settle finances. Credit line can be utilized for any purpose. Applicable currencies: HUF, EUR, USD. The Credit line is available automatic by revolving way (within the determined Credit line amount).

### **2. Entitled for the credit line**

The Applicant can be an at least 18-years-old individual domestic or foreign person holding a payment account with the Bank. The cash deposit collateral can be placed in HUF or foreign currency as well (EUR, USD). In case of securities collateral only the Hungarian government securities issued in HUF can be accepted.

### **3. Tenor**

In case of HUF Credit line the tenor is at least 1 year from its opening, in case of EUR and USD currencies at most 3 months.

In case of government securities collateral the maturity date of Credit line must not exceed the maturity of the collateral (in case of EUR and USD currencies at most 3 months).

### **4. Amount of the loan**

Minimum amount: **HUF 500,000**

Maximum amount: **HUF 100,000,000**, but **at most 80%** of the cash deposit amount or the market value of the government securities.

### **5. Repayment**

Interest of Credit line shall be due on monthly basis and is to be paid with debit of the Client's payment account. Principal amount shall be due at the end of the tenor, in sum.

At the time of contracting the Client authorizes the Bank that in case of unpaid interests and principal amount, the Bank settles the debt from the cash deposit or government securities collateral.

### **6. Fees, commissions, interests**

The "List of Conditions for retail clients regarding cash deposit or government securities covered credit line" contains conditions for the Credit line, interests, costs, types of charges, its calculation method, amount and due date and the "List of conditions of KDB Basic account package for private persons" and "List of conditions for investment services" contain terms and conditions in regards to payment and securities account opening. They can be found in open areas of the branches and on our website.

The above data are of indicative character, the Bank reserves the right for modification. For detailed information please turn to one of our branches or call KDB Contact.

**Our branches****KDB Head Office**

1054 Budapest, Bajcsy-Zsilinszky út 42-46.  
Phone: (1) 374-9700 Fax: (1) 328-5454

**Bartók Branch**

1115 Budapest, Bartók Béla út 105-113.  
Phone: (1) 464-7900 Fax: (1) 328-5426

**Váci Branch**

1052 Budapest, Piarista köz 1.  
Phone: (1) 374-9469 Fax: (1) 328-5422

**Kőbánya Branch**

1101 Budapest, Kőbányai út 49.  
Phone: (1) 323-3558  
Fax: (1) 328-5428

***Branch's opening hours:***

Monday to Thursday: 8.30-16.30  
Friday: 8.30-15.30

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