

LIST OF CONDITIONS

Regarding cash deposit or government securities covered loan for retail clients

Valid from: October 1, 2018
Date of issue: September 28, 2018

1. Conditions of the loan

- Opening payment and collateral or securities account¹
- Placement of HUF or foreign currency cash deposit or government securities collateral
- Authorization on fulfillment of principal and interest payables from the deposit or government securities collateral (in case of repayment neglecting)

2. Interest rates, fees, costs related to the loan

Currency of the loan:	HUF	EUR ²	USD ²
Annual interest rate: Fixed (base rate + spread rate).	BUBOR³ equal to the tenor + 3% / 5%⁴	LIBOR³ equal to the tenor + 3% / 5%⁴	LIBOR³ equal to the tenor + 3% / 5%⁴
Due date of the interest rate:	at maturity		
Minimum amount:	HUF 500,000		
Maximum amount: The calculation of the applicable loan in case of HUF loan and foreign currency collateral is to be made at buying exchange rate, in case of foreign currency loan and HUF collateral is to be made at selling exchange rate.	HUF 100,000,000 but not more than the 80% of the collateral		
Tenor:	1 - 12 months, but not more than tenor of the collateral		
Credit approval fee:	HUF 0		
Handling fee:	onetime fee of HUF 5,000		
Contract modification fee:	HUF 0		
Prepayment fee:	0.5% of the prepaid amount but maximum HUF 10,000		
Default interest:	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. Interest rate on late payments must not exceed the one of the half times of the annual interest rate determined in loan contract + 3% and cannot be higher than the maximum rate of APR determined to the loan type.		
Other costs:	Payment account keeping fee: HUF 259 / EUR 1.05 Securities account keeping fee: HUF 200		

3. Representative Annual Percentage Rate (APR)

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 3,000,000 or equivalent EUR or USD amount with 1 year tenor. The value of APR does not reflect the exchange rate and interest rate risk of the loan.

HUF loan		EUR loan		USD loan	
3% spread rate	5% spread rate	3% spread rate	3% spread rate	5% spread rate	3% spread rate
APR: 3.85%	APR: 5.88%	APR: 3.13%	APR: 5.16%	APR: 6.24%	APR: 8.27%

Assumptions taken into account for the calculation of APR

HUF loan	HUF loan	EUR loan	EUR loan	USD loan	USD loan
Loan amount: HUF 3,000,000	Loan amount: HUF 3,000,000	Loan amount: EUR 9,181.05 EUR (326.76 HUF/EUR)	Loan amount: EUR 9,181.05 EUR (326.76 HUF/EUR)	Loan amount: USD 10,660.98 (281.40 HUF/USD)	Loan amount: USD 10,660.98 (281.40 HUF/USD)
Tenor: 1 year	Tenor: 1 year	Tenor: 1 year	Tenor: 1 year	Tenor: 1 year	Tenor: 1 year
Annual interest rate: 3.52%	Annual interest rate: 5.52%	Annual interest rate: 2.78%	Annual interest rate: 4.78%	Annual interest rate: 5.84%	Annual interest rate: 7.84%
Handling fee: HUF 5,000	Handling fee: HUF 5,000	Handling fee: HUF 5,000	Handling fee: HUF 5,000	Handling fee: HUF 5,000	Handling fee: HUF 5,000
Account keeping fee: HUF 259	Account keeping fee: HUF 259	Account keeping fee: EUR 1.05	Account keeping fee: EUR 1.05	Account keeping fee: EUR 1.05	Account keeping fee: EUR 1.05
Installment: principal and interest payment at maturity: HUF 3,107,067	Installment: principal and interest payment at maturity: HUF 3,167,900	Installment: principal and interest payment at maturity: EUR 9,439.83	Installment: principal and interest payment at maturity: EUR 9,626.00	Installment: principal and interest payment at maturity: USD 11,292.23	Installment: principal and interest payment at maturity: USD 11,508.41
Total fee of credit: HUF 3,115,175	Total fee of credit: HUF 3,176,008	Total fee of credit: EUR 9,624.48	Total fee of credit: EUR 9,810.65	Total fee of credit: USD 11,506.69	Total fee of credit: USD 11,722.87

PRODUCT INFORMATION

Regarding cash deposit or government securities covered loan for retail clients

Valid from: October 1, 2018 to the next official change

Features of the loan	
Purpose of the loan:	The payment account liability (hereinafter: cash deposit) or government securities covered loan (henceforth: Loan) 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. The Loan can be utilized for any free purpose.
Currency:	HUF, EUR, USD
Applicable amount:	Minimum applicable loan amount: HUF 500,000 or equivalent EUR or USD amount. Maximum loan amount: HUF 100,000,000 or equivalent EUR or USD amount but at most 80% of the cash deposit amount or market value of the government securities.
Tenor:	The tenor can be 1 – 12 months. In case of government securities collateral the loan maturity date must not exceed the maturity of the collateral.
Repayment:	During the tenor of the loan there is no usual payment obligation unless for the account keeping fee. The principal amount and interest are to 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. The prepayment is allowed before maturity. In case the prepayment initiated not from the collateral, fee – indicated in the condition list – shall be paid.
Entitled for the loan:	The applicant can be an at least 18-years-old individual domestic or foreign person holding a payment account with the KDB Bank. The cash deposit collateral can be placed in HUF or foreign currency as well. In case of securities collateral only the Hungarian government securities issued in HUF can be accepted.
Fees, commissions, interests:	The "List of Conditions regarding cash deposit or government securities covered loan for retail clients" contains conditions for the Loan, 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 homepage.

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>.

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.

¹ 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".

² In case the currencies of the loan and its collateral are different one of those must be in HUF.

³ 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.

⁴ 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 loan is 3%, otherwise it is 5%. In case of government securities collateral the spread of the loan is 3%.