

## LIST OF CONDITIONS

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

Valid from: September 1, 2020, date of issue: August 31, 2020

| 1. Conditions of credit line   |  |   |  |  |  |
|--|--|---|--|--|--|
| <ul style="list-style-type: none"> <li>- Opening payment and collateral or securities account<sup>1</sup></li> <li>- Placement of HUF or foreign currency cash deposit or government securities collateral</li> <li>- Authorization on fulfillment of principal and interest payables from the cash deposit or government securities collateral (in case of repayment neglecting)</li> </ul> |  |   |  |  |  |
| 2. Interest rates, fees, costs related to credit line  |  |   |  |  |  |
| Currency of the credit line:   |  | <b>HUF</b>  | <b>EUR<sup>2</sup></b>   | <b>USD<sup>2</sup></b>   |  |
| Annual interest rate: Fixed (base rate + spread rate).   |  | <b>BUBOR<sup>3</sup> equal to the tenor + 3% / 5%<sup>4</sup></b>   | <b>LIBOR<sup>3</sup> equal to the tenor + 3% / 5%<sup>4</sup></b>  | <b>LIBOR<sup>3</sup> equal to the tenor + 3% / 5%<sup>4</sup></b>  |  |
| Due date of the interest rate:   |  | Interest of Credit line shall be due on monthly basis.  |  |  |  |
| Minimum amount:  |  | HUF 500.000 or equivalent EUR or USD amount.  |  |  |  |
| Maximum amount: The calculation of the applicable credit line in case of HUF credit line and foreign currency collateral is to be made at buying exchange rate, in case of foreign currency credit line and HUF collateral is to be made at selling exchange rate.   |  | HUF 100,000,000<br>but not more than the 80% of the collateral  |  |  |  |
| Tenor:   |  | 1 - 12 months, but not more than tenor of the collateral<br>(In case of credit-line in EUR or USD not more than 3 months)   |  |  |  |
| 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 credit contract +3% and cannot be higher than the maximum rate of APR determined to the loan type. |  |  |  |
| Overdrawn interest rate: Interest rate calculated for overdrawn amount.  |  | 18%   |  |  |  |
| Other costs:   |  | Payment account keeping fee: HUF 270 / EUR 1.10<br>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 375,000 or equivalent EUR or USD amount 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.              |  |   |  |  |  |
| HUF credit line  |  | EUR credit line   |  | USD credit line  |  |
| 3% spread  | 5% spread  | 3% spread   | 5% spread  | 3% spread  | 5% spread  |
| <b>APR: 6.43%</b>  | <b>APR: 8.61%</b>  | <b>APR: 9.75%</b>   | <b>APR: 12.00%</b>   | <b>APR: 10.53%</b>   | <b>APR: 12.80%</b>   |
| Assumptions taken into account for the calculation of APR  |  |   |  |  |  |
| Credit line amount:<br>HUF 375,000   | Credit line amount:<br>HUF 375,000   | Credit line amount:<br>EUR 1,087.74<br>(344.75 HUF/EUR)   | Credit line amount:<br>EUR 1,087.74<br>(344.75 HUF/EUR)  | Credit line amount:<br>USD 1,215.01<br>(308.64 HUF/USD)  | Credit line amount:<br>USD 1,215.01<br>(308.64 HUF/USD)  |
| Tenor: 1 year  | Tenor: 1 year  | Tenor: 3 months   | Tenor: 3 months  | Tenor: 3 months  | Tenor: 3 months  |
| Annual interest rate:<br>3.94%   | Annual interest rate:<br>5.94%   | Annual interest rate:<br>2.65%  | Annual interest rate:<br>4.65%   | Annual interest rate:<br>3.35%   | Annual interest rate:<br>5.35%   |
| Handling fee:<br>HUF 5,000   | Handling fee:<br>HUF 5,000   | Handling fee:<br>HUF 5,000  | Handling fee:<br>HUF 5,000   | Handling fee:<br>HUF 5,000   | Handling fee:<br>HUF 5,000   |
| Account keeping fee:<br>HUF 270/month  | Account keeping fee:<br>HUF 270/month  | Account keeping fee:<br>EUR 1.10/month  | Account keeping fee:<br>EUR 1.10/month   | Account keeping fee:<br>EUR 1.10/month   | Account keeping fee:<br>EUR 1.10/month   |
| Installment:<br>HUF 1,245/month<br>interest payment;<br>principal repayment<br>lump sum at<br>maturity:<br>HUF 375,000   | Installment:<br>HUF 1,877/month<br>interest payment;<br>principal repayment<br>lump sum at<br>maturity:<br>HUF 375,000 | Installment:<br>EUR 2.43/month<br>interest payment;<br>principal repayment<br>lump sum at<br>maturity:<br>EUR 1,087.74  | Installment:<br>EUR 4.26/month<br>interest payment;<br>principal repayment<br>lump sum at<br>maturity:<br>EUR 1,087.74 | Installment:<br>USD 3.43/month<br>interest payment;<br>principal repayment<br>lump sum at<br>maturity:<br>USD 1,215.01 | Installment:<br>USD 5.48/month<br>interest payment;<br>principal repayment<br>lump sum at<br>maturity:<br>USD 1,215.01 |
| Total fee of credit:<br>HUF 398,179  | Total fee of credit:<br>HUF 405,763  | Total fee of credit:<br>EUR 1,112.83  | Total fee of credit:<br>EUR 1,118.33   | Total fee of credit:<br>USD 1,245.19   | Total fee of credit:<br>USD 1,251.33   |

## PRODUCT INFORMATION

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

**Valid from: September 1, 2020 to the next official change**

| Features of the credit line          |   |
|--------------------------------------|---|
| <b>Purpose of the credit line:</b>   | 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.<br>The Credit line is available automatic by revolving way (within the determined Credit line amount).  |
| <b>Currency:</b>                     | HUF, EUR, USD   |
| <b>Applicable amount:</b>            | Minimum amount: HUF 500,000 or equivalent EUR or USD amount.<br>Maximum 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.  |
| <b>Tenor:</b>                        | The tenor can be 1 - 12 months, in case of EUR and USD currencies at most 3 months. In case of government securities collateral, the loan maturity date must not exceed the maturity of the collateral.   |
| <b>Repayment:</b>                    | 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.<br>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.   |
| <b>Entitled for the loan:</b>        | 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 (EUR, USD). In case of securities collateral only the Hungarian government securities issued in HUF can be accepted.  |
| <b>Fees, commissions, interests:</b> | The "List of Conditions regarding cash deposit or government securities covered payment account related credit line for retail clients" 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 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 December 1<sup>st</sup>, 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.

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

<sup>3</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>4</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%.