

Online Bonus Saver Account Terms and Conditions

These Terms and Conditions are between you and us, HSBC Bank International Limited, and apply to your Online Bonus Saver Account. These Terms and Conditions apply in addition to our Personal Banking Terms of Business. Please read both carefully. If there is a conflict then these Terms and Conditions will apply. No third party will have any rights under these Terms and Conditions.

1. Opening an Online Bonus Saver

- 1.1. You must be at least 18 years old to open an Online Bonus Saver Account. We may require proof of your identity and/or evidence of your current residential address. We reserve the right to refuse an application.
- 1.2. You must also already be registered for our Personal Internet Banking Service and have accepted our Personal Internet Banking Terms. You can apply for an Online Bonus Saver Account via our Internet Banking Service only.
- 1.3. You can only have one Online Bonus Saver Account in each of the currencies listed in clause 1.4. You cannot open an account on behalf of someone else. Your Online Bonus Saver Account will be opened in the same name(s) as the account from which you are making the initial transfer of funds.
- 1.4. You can have an Online Bonus Saver Account in sterling, US dollars or euro. A minimum deposit of GBP5,000, USD5,000 or EUR5,000 is required to open an Online Bonus Saver Account. You must keep a minimum balance in your Online Bonus Saver Account of GBP5,000, USD5,000 or EUR5,000 ("Minimum Balance Requirement") as appropriate. You will receive no interest on your funds if the balance in your account falls below the Minimum Balance Requirement.
- 1.5. A maximum balance of GBP500,000, USD500,000 or EUR500,000 ("Maximum Balance Requirement") is permitted. You will not receive any interest on funds in your account above the Maximum Balance Requirement. Please also see clause 6.1.

2. Operating your Online Bonus Saver Account

- 2.1 Your Online Bonus Saver Account must be operated online through our Personal Internet Banking service. You will be able to access balance and account information. For details of making payments into and out of your Online Bonus Saver Account please see Clauses 4 and 5 below.
- 2.2 We may send you any communication relating to your account including, but not limited to, variations to the terms or interest rate applicable to your Online Bonus Saver Account, by secure e-message via our Personal Internet Banking service. You must access Personal Internet Banking to check your secure e-messages and balance regularly and at least once every 30 days.

3. Statements

- 3.1 Historic and current statement information will be available to view online. Your Online Bonus Saver Account will also be included on your Summary Statement that shows all the payments to and from your accounts held with us. If you have chosen to receive individual product statements instead of a Summary Statement, you will receive a monthly statement for your Online Bonus Saver Account detailing all the payments to and from the account.
- 3.2 We recommend that you check your statements regularly. If any entry appears to be wrong, you should tell us as soon as possible.
- 3.3 When we provide you with details of the balance on your Online Bonus Saver Account, it may include transactions that are still in the process of being cleared and so may be subject to change. We may also provide you with the available balance on your Online Bonus Saver Account. This represents funds that you are able to draw.

4. Payments into your Online Bonus Saver.

- 4.1 An initial deposit must be made using the transfer functionality within our Personal Internet Banking service to transfer monies from a current or savings account you have with us.
- 4.2 Thereafter, you can make payments into the account by:
 - 4.2.1 using the functionality within Personal Internet Banking or our Telephone Banking service to make a transfer from any current or savings account you hold with us; or
 - 4.2.2 setting up a standing order from a current account you hold with us or another bank or building society; or
 - 4.2.3 arranging with another bank or building society to make a payment (for example, by electronic transfer); or
 - 4.2.4 setting up a direct debit from a current account you hold with another bank or building society.
- 4.3 Sometimes after we have received funds by direct debit, the paying bank may ask us to return those funds (for example, if a direct debit is recalled). As such, funds received by direct debit will not form part of your available balance and you will not be able to withdraw them until the third business day after we receive them.

4.4 You may not make payments into your Online Bonus Saver Account by cheque or in cash.

5. Payments out of your Online Bonus Saver

- 5.1 You can make a payment from your Online Bonus Saver Account to another current or savings account you hold with us via our Personal Internet Banking service provided you have cleared funds in your account to cover the payment.
- 5.2 In addition, a limited payment facility is available within Personal Internet Banking to enable payments to the accounts of third parties or accounts you hold with other financial institutions. Maximum payment limits apply (refer to the "Internet Banking FAQs" or the "Help" pages within our Personal Internet Banking service for details).
- 5.3 If you make a payment via Personal Internet Banking from your Online Bonus Saver Account to a non-HSBC Bank International Limited account, the payment will be deducted immediately but you will normally have to wait two working days before the payment reaches the recipient. For example, a payment which debits your account on Monday will usually reach the recipient on Wednesday. Your instruction cannot be reversed after the payment has been deducted from your account.
- 5.4 If you make a payment via Personal Internet Banking to another current or savings account you hold with us or to the account of someone who banks with us, Clause 5.3 above will not apply. The payment will be deducted from your account immediately and will normally reach the account of the recipient on the same day.
- 5.5 If you make any withdrawal from your Online Bonus Saver Account no bonus interest will be payable on the whole balance for the calendar month in which the withdrawal was made. Please see Clause 6.1 below for further details. Transfers to other HSBC accounts are classed as a withdrawal from this account.
- 5.6 You cannot set up direct debits or standing orders to make payments from your Online Bonus Saver Account.

6. Interest

- 6.1 You will receive interest when you have a cleared credit balance of GBP5,000, USD5,000 or EUR5,000 or more in your Online Bonus Saver Account (up to the maximum limits specified in Clause 4.2):

- 6.1.1 at our standard Online Bonus Saver Account rate; and
- 6.1.2 at our bonus rate for every calendar month during which you have not made a withdrawal from your Online Bonus Saver Account or closed your Online Bonus Saver Account.
- 6.2 We calculate interest on the daily cleared balance on your Online Bonus Saver Account and we will pay it on a monthly basis into your Online Bonus Saver Account or such other account with us as you tell us.
- 6.3 Details of our interest rates will be published on our website www.offshore.hsbc.com and on the Personal Internet Banking service.
- 6.4 We may vary our standard Online Bonus Saver Account interest rate or bonus rate and the interval at which it is paid at our discretion. If we do this, we will update the information on our Personal Internet Banking service and our website within three working days.
- 6.5 We will pay you interest gross of tax unless our records show that you are resident in an EU member state, in which case we will pay interest after the deduction of retention tax under the European Savings Directive. Alternatively, you can select to have your details and the amount of interest paid subject to reporting. If you have selected reporting, interest will be paid gross and your details will be reported to either the Jersey or Isle of Man tax authorities dependent on where your account is held. The tax authority in turn will pass this information to the tax authorities in the EU country where you reside. If you have a joint account and only one of you resides in an EU member state, then we will usually pay half of the interest gross and half of the interest after deduction of retention tax unless we advise you otherwise. We will not pay interest subject to the deduction of retention tax if you provide us with a tax certificate drawn up in your name from the appropriate tax authority in the EU member state where you reside. If you are resident in the UK but not domiciled there and do not intend to transfer any of the interest paid on your account back to the UK, you may qualify for exemption. If you are resident in another EU country but are not domiciled in that country you may also qualify for exemption. We suggest you seek guidance from your local tax adviser.
- 6.6 If you transfer your interest out of the account this will be classed as a withdrawal. Please send us a secure e-message if you wish for your interest to be paid into another HSBC account each month.

7. Closing your Online Bonus Saver

- 7.1 You may close your Online Bonus Saver Account at any time. You must tell us by sending us a secure e-message over our Personal Internet Banking Service or in writing.

- 7.2 If we wish to close your Online Bonus Saver Account, we will give you at least 30 days' notice in writing unless there are circumstances which justify us in closing the account on earlier notice. We will repay any credit balance to you and we may require you to repay any money owed to us.
- 7.3 If you close your Online Bonus Saver Account, you will not be able to open a new Online Bonus Saver Account in the same currency until the following calendar month.

8. Changes to these terms

- 8.1 We may change these Terms and Conditions. We will tell you about changes and when they come into effect personally which includes by secure e-message via our Personal Internet Banking service.
- 8.2 If the change is to your disadvantage, we will give you 30 days' notice personally before we make the change. If we make a disadvantageous change, you may, at any time up to 60 days from the date we tell you of the change, switch your account or close it.

9. Liability

We will exercise due care and diligence in the management of your Online Bonus Saver Account but shall not be liable to you for any loss you may suffer if we are prevented from or delayed in providing you with any banking or any other services due to strikes, industrial action, interruption of power supplies, failure of power supplies, machinery or computer (hardware or software) failures or other causes beyond our reasonable control.

10. General

- 10.1 These Terms and Conditions are governed by the laws of Jersey or the Isle of Man, depending on where your account is held. You and we submit to the non-exclusive jurisdiction of the courts of Jersey or the Isle of Man as appropriate.
- 10.2 We may withdraw the Online Bonus Saver Account from sale at any time. This will not affect existing customers who already hold an Online Bonus Saver Account.

HSBC Bank International Limited is regulated by the Jersey Financial Services Commission for Banking, General Insurance Mediation, Collective Investment Schemes and Investment Business, licensed by the Guernsey Financial Services Commission for Banking, Collective Investment Schemes and Investment Business. Licensed by the Isle of Man Financial Supervision Commission to take deposits and carry on investment business.