Terms and Conditions for Personal Savings Schemes and Term Deposits
Retail Banking and Wealth Management
HSBC, Bangladesh

The ‘Terms and Conditions for Personal Savings Schemes and Term Deposits’ is to be read and understood in conjunction with the Bank’s ‘Personal Account Terms and Conditions’. The most recent copy of ‘Terms and Conditions for Personal Savings Schemes and Term Deposits’ is and will be available at www.hsbc.com.bd. Customer(s) is/are responsible for keeping themselves updated on the latest Terms and Conditions.

Where the term denotes the plural number here shall include the singular also and vice versa, and the institution that is represented. The Terms and Conditions shall bind each signatory/owner individually or anyone or more or all of them collectively, as well as the institution that signatory (ies)/ owner(s) represent, and all agreements, obligations and liabilities of all parties are same.

1. Definitions
"HSBC" or "Bank" refers to The Hongkong and Shanghai Banking Corporation Ltd in Bangladesh, which includes its successors and assigns. “Transactional Account” refers to the regular Current account or Savings account of the customer held with the Bank. In cases where the customer has more than one such account, “Transactional Account” will refer to the Current account or Savings account mentioned as the Transactional Account in the “Term Deposit & Savings Scheme Account Opening Form”. “Plan” refers to Term Deposit Account or Savings Extra Account or Smart Saver's Plan or Education Savings Plan; whichever of those is availed by the customer. “I/we/our” refers to the signatories that are duly authorised to commit into agreements and services with/by the Bank.

2. Eligibility
Any Bangladeshi having a Transactional Account with the Bank is eligible to open an account under the Plan.

3. Plan Payments
a. Term Deposit Account: For Term Deposit account, the customer shall deposit a fixed amount at the time of opening the account. No additional amount will be required to be deposited after the initial deposit.

b. Smart Saver's Plan/Education Savings Plan: The customer shall deposit any of the initial amounts corresponding to its opted Plan at the time of opening account. Thereafter, the Bank shall, pursuant to the debit authority issued by the customer, debit the Transactional Account of the customer on the specific day of each month according to the instalment cycle (please refer to Section 4. Deposit Instalment Cycles) chosen by the customer.

c. Savings Extra: The customer shall deposit minimum initial amount of BDT20,000 at the time of opening the Plan account. Thereafter, the customer can deposit any amount at any interval to his/her Plan account at his/her discretion.

4. Deposit Instalment Cycles
a. Term Deposit: Instalment cycles are not applicable for Term Deposit since deposit needs to be made only once at the time of opening the account.

b. Smart Saver's Plan/Education Savings Plan: Customers can choose from 2 deposit instalment cycles for Smart Saver's Plan/Education Savings Plan, one commencing on the 5th of each month and another on the 20th of each month. If the cycle date is a holiday, the instalment will take effect on the business day before the 5th or the 20th. The Transactional Account will require to be furnished adequately to fund the Plan.

c. Savings Extra: There will be no fixed cycles for Savings Extra. Customer can deposit any amount in Saving Extra account at any time at his discretion after depositing the initial balance at the time of opening the account.

5. Interest Rates
a. Term Deposit: The interest rate will remain fixed for the entire tenure until renewal. If renewal is specified in the maturity instruction, the prevailing rate at the time of renewal will apply for the renewal tenure and remain fixed until the next renewal/maturity.

b. Smart Saver's Plan/Education Savings Plan: The interest rate will remain the same throughout the Plan period.

c. Savings Extra: The interest rate applicable for the Plan will be subject to monthly review. However, the rate will remain higher than the rate applicable for regular savings account.
6. Encashment at Maturity
a. Term Deposit: Term Deposit will mature after the duration specified by the customer in the Term Deposit & Savings Scheme Account Opening Form. At maturity, depending on the maturity instruction provided by the customer, one of the following will be applicable:

- Renew Principal and Interest: At maturity, both the principal and accrued interest will be renewed for a tenure specified by the customer. The prevailing interest rate applicable for the specified tenure at the time of renewal will apply for the renewed amount.
- Renew Principal Only: At maturity, only the principal amount will be renewed for a tenure specified by the customer. The prevailing interest rate applicable for the specified tenure at the time of renewal will apply for the renewed amount.
- Repay Principal and Interest: At maturity, both the principal and interest will be credited to the specified Transactional Account mentioned by the customer.

If no maturity instruction is provided by the customer, both principal and interest will be credited at maturity to the specified Transactional Account mentioned by the customer.

b. Smart Saver's Plan/Education Savings Plan: Smart Saver's Plan matures in 36 months and Education Savings Plan matures in 12/24/36 months as per customer choice. Upon maturity the Bank shall transfer the respective maturity amount consisting of principal and interest to the customer's Transactional Account.

c. Savings Extra: Customer shall be able to encash the entire amount under Savings Extra account any time after 6 months from the date of opening the account. In this case the Bank shall transfer the maturity amount to the customer's Transactional Account.

7. Early Encashment
a. Term Deposit: If Term Deposit account is encashed before maturity then the customer will receive interest according to the following schedule:

If the account is encashed within 30 days: No interest will be paid to the customer.
If the account is encashed after 30 days but before maturity: customer will be entitled to receive interest at prevailing savings rate for the duration of the account deducting the first 30 days.

b. Smart Saver's Plan/Education Savings Plan: The Plan account will be deemed to be encashed early if the Plan account is closed by the customer any time before maturity. Additionally, if 3 consecutive monthly instalments as per the debit authority of the customers are missed due to insufficient fund or hold on account or any other reason pertaining to the customer, the Bank is authorized to close the Plan and this will also be considered as early encashment. In case of early encashment of the plan, the customer will receive the deposited principal amount and the interest as per the following interest rate schedule:

If encashed before 12 months: No interest will be paid
If encashed on or after 12 months but before maturity: Interest will be paid at the prevailing savings rate

c. Savings Extra: If the plan account is closed before 6 months, the account will be deemed to be encashed early. In case of early encashment, the customer will receive interest at the prevailing savings rate. The total amount deposited by the customer and the interest will be transferred to the customer’s Transactional Account.

8. Dormant and Unclaimed Status of the Plan Account
a. Term Deposit: If the Customer's maturity instruction for a Term Deposit Account is to renew principal and interest or to renew principal only, the Term Deposit Account will be renewed for a limited number of times only. After 36 months from the date the Account was opened, the Term Deposit account will be turned to Unclaimed status and it will no longer accrue interest.

b. Smart Saver’s Plan/Education Savings Plan: A plan account which has remained inoperative/inactive for a continuous period of 36 months (excluding transactions/operations initiated by the Bank) shall be classified by the Bank as Dormant. The plan account remaining Dormant for 12 continuous months will be transferred to Unclaimed status.

c. Savings Extra: If the plan account is inoperative/inactive for a continuous period of 104 months (excluding transactions/operations initiated by the Bank) it shall be classified by the Bank as Dormant. The plan account remaining Dormant for 12 continuous months will be transferred to Unclaimed status.

9. Nomination
Nomination will be applicable in accordance with the nominee information provided in the Term Deposit & Savings Scheme Account Opening Form. If the nominee information is not provided in the form, then the nomination for the Transactional Account shall be applicable for the Term Deposit/Savings Scheme account. In that case, the rules governing the nomination in the Transactional Account will be applicable accordingly.

10. Waiver
No forbearance, negligence or waiver by the Bank in the enforcement of any of these terms and conditions shall prejudice the Bank's right thereafter to strictly enforce the same. No waiver by the Bank shall be effective unless it is in writing.
11. Governing Laws
These Terms and Conditions shall be governed by and construed in accordance with the laws of Bangladesh and Customer hereby irrevocably submits to the non-exclusive jurisdiction of the courts of law of Bangladesh, such submission shall, however, not prejudice the rights of the Bank to bring proceedings against Depositor in any other jurisdiction of courts of law elsewhere.

12. General
Unless there is anything repugnant in the subject or context, the ‘Account Terms and Conditions’ applicable for the Transactional Account shall also be applicable for the Plan, and the standard documents submitted to open Transactional Accounts will be effective for the Plan as well. The Bank reserves the right at any time in its sole discretion without assigning any reason or providing notification to discontinue relations with any customer with immediate effect, including but not limited to closing accounts, discontinuing wholly or partly banking and other services and facilities with a customer.

13. Customer Information
The customer irrevocably agrees that the Bank may at its discretion and for any purpose (including for the purpose of fraud prevention, audit, the provision of services by any third party, debt collection, if required by any competent government or regulatory body) share any information, details or data relating to the customer or the customers transactions with any member or associate member or associate member of the HSBC Group of Companies.

The customer irrevocably agrees that the Bank may transfer or sub-contract the provision of any part of the services provided to the customer to any third party including to another member of the HSBC Group whether or not that third party operates in another jurisdiction or territory. The Bank shall remain liable to the customer for any recoverable loss or damage incurred or suffered by the customer as a result of the negligence, breach or default or any such third party, and will require that any such third party maintain the confidentiality of any such information to the same extent as the Bank.

________________________
Signature of Branch staff
Date
Seal

Signature of approval staff
Date
Seal

Terms and Conditions for Personal Savings Schemes and Term Deposits: Customer’s Acceptance
This section shall be separated from the Terms and Conditions and retained by the Bank for the Bank’s records.

Customer Account Number __________ - ________________________________ - __________

I/We confirm that I/we have received a copy of the “Terms and Conditions for Personal Savings Schemes and Term Deposits” and confirm that I/we have read, understood and accepted all the clauses in the above mentioned Terms and Conditions. Additionally, I/we confirm that I/we have also received a copy of the “Personal Account Terms and Conditions” for the transactional accounts. I/We understand that the “Terms and Conditions for Personal Savings Schemes and Term Deposits” is to be read and understood in conjunction with the “Personal Account Terms and Conditions”. I/We hereby agree to be bound by such Terms and Conditions and any changes that may occur from time to time. I/We confirm that I/we am/are aware that the recent copies of the Terms and Conditions are available on HSBC Bangladesh website: www.hsbc.com.bd.

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Signature of 1st Applicant
Name
Date

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Signature of 2nd Applicant
Name
Date

For Bank’s Use

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Signature of Branch staff
Date
Seal

________________________
Signature of approval staff
Date
Seal