

Announcement for Clients of Česká spořitelna, a.s. – Specifications of the Erste Premier Service and of the products provided as part of the service (hereinafter the “Announcement”)

1. Introductory Provisions

This Notification regulates the conditions of Erste Premier Service and products provided within the Service.

Unless otherwise provided hereby, the individual products provided as part of the Erste Premier Service are subject to the terms and conditions set forth in the relevant agreements as agreed for the individual products and in the General Terms and Conditions of Česká spořitelna, a.s. (hereinafter the "GTC").

Česká spořitelna, a.s. (hereinafter the "Bank") provides the Erste Premier Service solely at selected points of sale of the Bank featuring the Erste Premier Service (for an updated list of such points of sale see www.erstepremier.cz). At the Bank's standard points of sale, the Client may carry out selected product transactions provided as part of the Erste Premier Service and by means of this Service, including for instance direct debit setting, cash withdrawals and other standard operations provided by the Bank.

2. General Provisions

There exists no legal entitlement to the provision of the Erste Premier Service or the agreement conclusion, and the application to arrange the Erste Premier Service may be rejected by the Bank.

A natural person provided with the Erste Premier Service by the Bank upon its application approval is referred to as the "Service User" herein.

Upon request of the Service User who meets the Erste Premier Service criteria, 1 additional person may be assigned to the use of the Erste Premier Service. This person is not obliged to meet the criteria and may use the Erste Premier Service automatically and free of charge.

3. Product Overview Provided as Part of the Erste Premier Service

The condition for the establishment of the Erste Premier Service is:

- **Premier Personal Account** – the Premier Personal Account Agreement (in CZK) concluded between the Bank and the Service User. At the Service User's request, several Premier Personal Accounts may be arranged by the Bank while the charges pursuant to point 5 hereof are billed to the account that has been held the longest as the Premier Personal Account.

As part of the Erste Premier Service, the Service User may freely select and use the following basic products:

- Card Account with Visa Infinite Credit Card in CZK with a limit requested by the Service User (the maximum limit depends

- on the Service User's creditworthiness).
- Internet Banking Service:
 - SERVIS 24 for the Premier Personal Account,
 - Higher type of security,
 - Balance SMS without SERVIS 24.
 - Debit Card(s) for Premier Personal Account:
 - Visa Infinite,
 - MC World Elite
 - Credit on Premier Personal Account (overdraft) with a required limit (the maximum limit depends on the Service User's creditworthiness).
 - Foreign Currency Premier Current Account(s) (i.e. in currencies currently offered by the Bank)
 - Premier Deposit Account(s) (i.e. in currencies currently offered by the Bank)
 - Premier Savings Account in CZK
 - Asset Account (an account intended for the records of investment products)
 - Card with multi-currency functionality – service for card transactions processing
 - Premier Loan
 - Premier Mortgage

Besides the aforementioned Premier products, the Service User may use the following **additional products** under the standard business terms and conditions and prices:

- Insurance covering the card and personal items including a laptop.

The Bank may change or amend the aforementioned offer of basic Premier products, as well as of the additional products; each change as such is valid and effective as of the date when the Announcement becomes effective. The current Erste Premier product offer may be found at www.erstepremier.cz.

Besides the aforementioned basic Premier products and additional products, the Service User may use other products provided by the Bank under the standard business terms and conditions.

4. Bank Criteria for Providing the Erste Premier Service

The Bank may offer the Erste Premier Service to a Service User who meets at least one of the following criteria:

- a) **Income criterion:** at the end of each calendar month, after executing the calculation set forth below, the account(s) shall show a minimum monthly income in the amount of **CZK 50,000**, or
- b) **Deposit criterion:** at the end of each calendar month, after executing the calculation set forth below, the balance of deposits shall be in the minimum current amount of **CZK 1,500,000** in Bank products and entities defined in the text below, **or**
- c) **Balance criterion:** at the end of each calendar month, after executing the calculation set forth below, the balance of deposits and credit products shall be in the minimum current amount of **CZK 3,000,000** in Bank products and entities defined in the text below.

The criteria set forth in this point hereof shall be met by the Service User on a monthly basis for the duration of the Erste Premier Service.

Once the Erste Premier Service is set up, the Service User shall meet the stated conditions for its provision as of the last day of third calendar month following the approval of the application of the Erste Premier Service by the Bank at the latest.

The failure to meet the conditions for the provision of the Erste Premier Service may result in the termination of the Erste Premier Service by the Bank with an impact on the Erste Premier products' maintenance stated in point 6 hereof.

Rules for the calculation of monthly income on account(s) for the income criterion:

- The calculation of monthly income reflects:
 - credit turnover shown as at the end of the relevant calendar months on all Premier Personal Accounts and on all foreign currency Premier Current Accounts where the Service User is the account owner.
- The credit turnover does not include the interest credited in favour of the relevant account(s).
- Furthermore, the credit turnover does not include credit turnover credited in favour of the relevant account(s) from other accounts maintained by the Bank for the Service User, with an exception of business accounts held by the Bank where the turnover from such accounts is included in the credit turnover.
- Monthly income is calculated as a 3-month median of the monthly sums of credit transactions under the aforementioned

rules.

Rules for the calculation of the deposit criterion:

- The calculation of the deposit criterion reflects:
 - Credit balances reported as of the end of the affected calendar months for products maintained for the Service User and for products maintained at the Bank in all its subsidiaries, including Pojišťovna České spořitelny, a. s., Vienna Insurance Group and the funds of Česká spořitelna, a. s., and other foreign mutual funds and the volume of funds for which government savings bonds were purchased (and which are included in this balance).
 - Only credit balances for products provided for natural persons-citizens are included, i.e. products maintained by the Bank for natural persons-entrepreneurs shall not be included.
- The resultant amount of the deposit balance for a given calendar month is always calculated as the average balance of the Service User for the last 3 previous calendar months.
- The monthly income/credit balance on products maintained in a foreign currency shall be taken into consideration for calculating the aforementioned criteria after the foreign currency conversion to CZK using the median exchange rate officially announced by the Czech National Bank exchange rate table on the last day of the month.

Rules for the calculation of the balance criterion:

- The calculation of the balance criterion reflects:
 - Credit balances reported as of the end of the affected calendar months for products maintained for the Service User and for products maintained at the Bank in all its subsidiaries, including Pojišťovna České spořitelny, a. s., Vienna Insurance Group and the funds of Česká spořitelna, a. s., and other foreign mutual funds and the volume of funds for which government savings bonds were purchased (and which are included in this balance).
 - The absolute value of balances shown as of the end of the relevant calendar months on credit products maintained for the Service User at the Bank and for products maintained at all the subsidiaries of the Bank, i.e. Stavební spořitelna České spořitelny, a. s., Leasing České spořitelny, a.s. and Autoleasing, a. s
- Only balances for products provided for natural persons-citizens are included, i.e. products maintained by the Bank for natural persons-entrepreneurs shall not be included.
- The resultant amount of the balance for a given calendar month is always calculated as the average balance of the Service User for the last 3 previous calendar months.

5. Price Terms of the Erste Premier Service

The Service User pays bank transaction fees for the Erste Premier Service and the services connected with products provided as part of the ERSTE Premier Service in accordance with the List of Prices of Česká spořitelna, a.s. (hereinafter the "Price List").

Should the Service User fail to meet the criteria defined in point 4 hereof, the Bank may charge the Service User a fee under the Price List for each month of the failure of the criteria.

Free Trial Use of the Erste Premier Service

The Bank shall allow the Service User, at its request, a free trial of the Erste Premier Service for a period of the first 6 months as of setting up the Erste Premier Service. If the Erste Premier Service is terminated by the Service User or ends due to the end of the only, i.e. the last Premier Personal Account, the Service User shall not be charged the fee of the Erste Premier Service. The Service User is obliged to meet the criteria for providing the Erste Premier Service as stated above in point 4.

Total charge of prices and fees for the Erste Premier Service

The overall billing is charged for the Premier Personal Account held by the Service User. If a Service User has more Premier Personal Accounts, the billing is charged to the Premier Personal Account with the oldest date of origin.

Price for maintaining the Premier Current Account in foreign currency

The price for maintaining the Foreign Currency Premier Current Account beyond the scope of the stated Price List for maintaining the account free of charge is debited to the Personal Premier Account maintained for the Service User (if the Service User has more Personal Premier Accounts, such price is debited to the Personal Premier Account that has been held the longest).

6. Specification for Setting-Up and Maintaining the Erste Premier Service for Clients with an Account at the Bank

The Bank shall provide the Service User with the Erste Premier Service upon approval of the Service User's application.

Account owners of Česká spořitelna may apply to the Bank in writing for setting-up of the Erste Premier Service and also for closing their existing accounts under the conditions for such accounts, and for the maintaining of the account under the terms and conditions of the Premier Personal Account Agreement. The following terms and conditions apply to the agreement contents change:

- By the approval of such application by the Bank, within three business days of submission of the application, the terms and conditions of the Account Agreement of Česká spořitelna change to the terms and conditions of the Premier Personal Account Agreement. The Bank is then no longer obliged to comply with the terms and conditions formerly agreed on maintaining the account, and it assumes the duty to maintain the account under the terms and conditions valid for a Premier Personal Account. If, as of the date of the effective change of the Account Agreement, there is an overdraft on the account with interest charges at yearly intervals, from the effective date of the change to the agreement the interval for the charging of interest on such overdraft is changed from yearly to monthly, and the payment of such overdraft interest shall be due as of the last day of each calendar month, and on the same day the Bank may credit it to the principal of such overdraft. In the case of a Česká spořitelna Personal Account set up as a Savings Plan with special interest rates, insurance programmes including Credit Protection Insurance to pay regular expenses for cases of death, permanent or temporary disability or loss of employment, legal protection for persons holding private bank accounts at Česká spořitelna, a.s., or exclusively in the form of legal advice, in legal matters arising from real estate purchase agreements or in legal matters relating to movable or immovable properties or services, Travel Insurance, Accidental Injury Insurance or Assistance Service, such covenants are terminated as of the day immediately preceding the effective date of the Premier Personal Account Agreement.

Unless agreed otherwise, all functions (disposition according to the specimen signature, standing orders, etc.), the number and currency of the account and services related to the account are maintained.

If, at the time of the change to the contents of the account agreement, a standard Česká spořitelna debit card has been issued for the Client, the next card for the Client will be made at the nearest automatic card replacement as follows:

- An MC World Elite card or VISA Infinite card shall replace the standard debit card
- A card with the Client's own picture shall be replaced by Erste Premier card without the Client's own picture.
- The transaction limits from the original cards shall be kept within the automatic change of cards.
- Other cards without the Erste Premier logo shall be charged according to the Price List.

If, after concluding the agreement for a card account for a Visa Infinite credit card, the Client fails to meet at least one of the criteria stated in point 4 hereof, the Bank may suspend the issuance of the Visa Infinite credit card until the Client meets at least one of the criteria stated in point 4 hereof. The other points hereof are not affected by this.

For the duration of the Erste Premier Service the Service User may apply to the Bank for Premier products and additional products under point 3 hereof. Depending on the type of products, these products are provided on the basis of a separate agreement or on the basis of an agreement concluded by the approval of the Service User's application for the product.

The Service User – the account owner of an existing Foreign Currency Current Account or Savings Account of Česká spořitelna – may apply to the Bank in writing for closing such accounts under existing terms and conditions and also for their further maintenance under the terms and conditions of the Premier Current Account Agreement / PREMIER Savings Account. The following terms and conditions apply to the existing agreements contents change:

- By the approval of such application by the Bank, within three business days of submission of an application, the terms and conditions of the existing agreements on the terms and conditions of the aforementioned Premier products are subject to change. The Bank is then no longer obliged to comply with the terms and conditions formerly agreed on maintaining the account, and it assumes the duty to maintain the account under the terms and conditions valid for Premier products. However, all functions (disposition according to the specimen signature – if it has been arranged, standing orders, etc.) and services related to the account, as well as the number and currency of the account, are maintained.

Upon the explicit application placed by the Client/Service User, the Client/Service User may submit an application within the meaning of this point hereof, and the Bank may approve it even outside the premises of the selected Bank's branches. Should such an application not be approved by the Bank, the Service User shall arrive on an agreed date at an agreed time to a selected point of sale of the Bank in order to sign the agreements on the selected financial services. Should the Service User fail to arrive in order to sign the agreements even after the term of 30 calendar days from the agreed term and fail to arrange otherwise with the Bank, neither the Erste Premier Service, nor any other products shall be provided by the Bank to the Service User.

7. Termination of the Effect of the Agreement on Providing the Erste Premier Service

The Agreement on Providing the Erste Premier Service shall be terminated for the following reasons:

- a) Failure by the Service User to meet the criteria stated in point 4 hereof, effective from the date of informing the Service User by the Bank;
- b) Due to closing the only, i.e. the last Premier Personal Account maintained for the Service User, effective from the date of closing the stated account;
- c) At the request of the Service User, accepted by the Bank no later than within three business days of submitting such a request;
- d) At the initiative of the Bank (e.g. if the commercial offering by the Bank of Erste Premier Service is discontinued) effective from the date announced to the Service User.

By the termination of the Erste Premier Service, the terms and conditions on Premier products are subject to change, **the Bank is then no longer obliged to comply with the terms and conditions formerly agreed on maintaining and management of the account, and it assumes the duty to maintain the account under the terms and conditions applicable for the relevant products, unless such products are also cancelled at the Service User's request**, as follows:

- 7.1 The terms and conditions are terminated for maintaining the **Premier Personal Account**. The account, along with the services provided thereof, continues to be maintained under the terms and conditions set forth for this account by the Bank. All functions (disposition according to the specimen signature, standing orders, etc.) related to the account, as well as the number and currency of the account, are maintained.
- 7.2 Unless otherwise agreed with the Client, upon the closing of the Premier Personal Account a new payment card shall be issued to the Personal Account of Česká spořitelna, with standard limits for the given type of card and the account type.
- 7.3 There is a change to the amount of the interest rate for a loan on the Premier Personal Account (overdraft) and thereafter such loan is subject to the interest rate announced by the Bank in the Price List for a similar product (overdraft). The terms and conditions of maintaining the **Foreign Currency Premier Current Account** expire and the account is thereafter maintained under the terms and conditions set forth by the Bank for a standard foreign currency current account. All functions (disposition according to the specimen signature, standing orders, etc.) related to the account, as well as the number and currency of the account, are maintained.
- 7.4 The terms and conditions for maintaining the **PREMIER Savings Account** expire and the account is thereafter maintained under the terms and conditions set forth by the Bank for a **Savings Account of Česká spořitelna**. The authorisation on the signature specimen for the Savings Account, granted to another party by the Client, expires. All functions (standing orders, etc.) related to the account, as well as the number and currency of the account, are maintained.
- 7.5 **The Agreement on the Premier Deposit Account with Renewal (by Revolving) is terminated** on the nearest due date upon the end of the Erste Premier Service, i.e. the effect of the agreement is not extended (not renewed) by the next deposit due date. Until the termination of the agreement effect, all functions (disposition according to the specimen signature, standing orders, etc.) related to the account, as well as the number and currency of the account, are maintained.
- 7.6 **The Agreement on the Premier Deposit Account without Renewal (non-revolving) is terminated** upon the expiration of the agreed term of deposit. Until the termination of the agreement effect, all functions (disposition according to the specimen signature, standing orders, etc.) related to the account, as well as the number and currency of the account, are maintained.
- 7.7 **Card account with a VISA Infinite credit card of the account owner and of other cards for the same account –** the agreement on the basis of which the card account with the VISA Infinite credit card is terminated, and the Client shall repay all of its obligations ensuing from that agreement.
- 7.8 The **Asset Account** continues under the original terms and conditions.
- 7.9 The **Premier Loan** continues under the original terms and conditions until its complete repayment.
- 7.10 The **Premier Mortgage** shall be maintained with the current interest rate until the end of the interest rate fixation.

Unless otherwise agreed with the Client, the administration of products maintained to date at points of sale offering the Erste

Premier Service shall be transferred by the Bank to a point of sale nearest to the address of the point of sale of the Bank offering the Erste Premier Service, and the Client shall be informed of this fact.

The Announcement becomes effective as of 1 July 2016 and is applicable for the Clients provided with the Erste Premier Service as of this date.

Česká spořitelna, a.s.