



## information on charging a monthly fee on expired K&H SZÉP Card balances

Please note that, pursuant to **Section 12 of Government Decree no. 76/2018 (IV.20.) on the rules of issuing and using Széchenyi Recreation Cards**, K&H Bank charges a 3 percent monthly fee on any unused and expired balances.

» **expired balance:** funds transferred onto your card account by your employer and not used by 31 May of the second calendar year following the year of transfer. This means that the benefits transferred in 2017 will expire in 2019, and the benefits transferred in 2018 will expire in 2020. The Bank will charge a 3 percent monthly fee on these expired amounts following 31 May of the respective year.

Please note that any unused and expired balance will remain available for spending after charging the fee, so we recommend that you use the fringe benefits as soon as possible. **When you use your K&H SZÉP Card, new payments are automatically paid from the benefit(s) which have been available on your card account for the longest time.**

### Example, balances on 31 May, 2019:

year of expiry	accommodation subaccount	hospitality subaccount	leisure subaccount	total
2019	0	5,000	15,000	20,000
2020	10,000	0	0	10,000
2021	10,000	10,000	10,000	30,000

The client in the example has an expiring, unused balance of HUF 20,000 on 31 May 2019, and the amount is divided between the hospitality and the leisure subaccounts: the hospitality subaccount has HUF 5,000, the leisure subaccount HUF 15,000 on it. On 1 June, K&H Bank will charge a 3 percent fee on both the HUF 5,000 and the HUF 15,000 balances, which means that on 1 June the funds available as SZÉP Card benefits will be modified as follows.

### balances on 1 June, 2019:

year of expiry	accommodation subaccount	hospitality subaccount	leisure subaccount	total
2019 – expired	0	4,850	14,550	19,400
2020	10,000	0	0	10,000
2021	10,000	10,000	10,000	30,000

As shown in the table above, a HUF 150 and 450 fee was charged to the hospitality and the leisure subaccounts, respectively, while the balances expiring in upcoming years remained unchanged. If the client in the example uses these amounts in June, no fee is charged based after them on 1 July.

If the client does not spend any of these funds in June, a 3 percent fee will be charged on both the HUF 4,850 and the HUF 14,550 on 1 July.

### balances on 1 July, 2019 if the client does not use the SZÉP Card in June:

year of expiry	accommodation subaccount	hospitality subaccount	leisure subaccount	total
2019 – expired	0	4,705	14,114	18,819



If the client in the example uses only part of the balance in June, the 3 percent fee will be charged only on the remaining amount. If we assume that the client spends HUF 3,850 from the hospitality subaccount and HUF 4,550 from the leisure subaccount in June, then the expired balances will be the following on 30 June:

**balances on 30 June, 2019 if the client spends the above amounts of expired fringe benefits in June:**

year of expiry	accommodation subaccount	hospitality subaccount	leisure subaccount	total
2019 – expired	0	1,000	10,000	11,000

In this case the Bank will charge HUF 30 to the hospitality subaccount, and HUF 300 to the leisure subaccount.

**balances as at 1 July, 2019 if the client spends the above amounts of their expired fringe benefits in June:**

year of expiry	accommodation subaccount	hospitality subaccount	leisure subaccount	total
2019 – expired	0	970	9,700	10,670

The fee will continue to be charged until the total expired amount is spent or runs out.

**how can you get information about your expiring balance?**

We will send an email at the end of March to all our clients who have balances expiring on 31 May, 2019 to draw their attention to spending these amounts. By logging in through the K&H SZÉP Card cardholder (employee) interface, our clients can access their balances and see when the funds expire, and they can also use the interface to download an account statement containing the balance expiry data in a table similar to the one above.

According to the Government Decree on SZÉP Cards, K&H Bank will spend the fee charged on expired balances on its marketing activities directly related to SZÉP Cards.

If you have any further questions concerning our SZÉP Card service, please visit the [kh.hu/szepakartyainfo](http://kh.hu/szepakartyainfo) web page for more detailed information, or contact us by calling **K&H TeleCenter** on (+36 1/20/30/70) 335 3355 (menu option 7: SZÉP Card), or send us an email to [szepakartya@kh.hu](mailto:szepakartya@kh.hu), or visit one of our branches.

Sincerely,

K&H Bank Zrt.

This advertisement does not constitute an offer its single purpose is to raise awareness. The Bank reserves the right to modify the terms and conditions. The detailed product description and conditions are contained in the master agreement on the K&H SZÉP Card Service, the General Contracting Terms and Conditions for K&H Széchenyi Recreation Cards, and the Business Regulations, all of which can be accessed in our branches and on the kh.hu website.