

Information on the accumulation accounts opened for the recording of debts unpaid during the moratorium (Moratorium Principal and Moratorium Interest/Fee accumulation accounts)

Debts you do not pay due to the repayment moratorium pursuant to Section 9 (1) of Act LVIII of 2020 are recorded by the Bank in a breakdown by legal title. In order to track these debts, we have **opened accumulation accounts** for each loan eligible for the moratorium, whether or not you have stated your wish to use the moratorium. These accounts are free of any charge, you will not incur any cost due to their opening.

The Bank will definitely maintain these accounts until 31 December 2020 because you can tell us at any time until that date that you wish to avail of the moratorium. Please note that if you have stated that you do not wish to use the moratorium but fail to pay your repayment instalment within 5 days from the relevant due date, the Bank will automatically re-impose the moratorium on your loan.

You will be sent an account statement for your accumulation accounts on a monthly basis; these statements list, for each legal title, the outstanding debt accumulated during the moratorium. Every month on the due date, the repayment instalment falling due is transferred to the accumulation accounts if you use the moratorium. These accumulation accounts are GIRO accounts, i.e. they can receive incoming bank transfers and internal transfers from other own accounts, and can handle cash deposits, but no outgoing bank transfers can be initiated from them. The accumulation accounts can be viewed via the electronic channels, both in e-bank and in the mobile banking application.

Cash loans and mortgage loans:

If you did not have any late debt on 18 March 2020, the Bank has opened 2 accumulation accounts for you:

- **Moratorium Principal accumulation account:** the principal portion of the repayment instalment unpaid during the moratorium is recorded here; interest is charged on this portion in the same manner as on the original loan, and this interest is transferred to the Interest/Fee accumulation account on the due date;
- **Moratorium Interest/Fee accumulation account:** the interest and fee portion of the repayment instalment unpaid during the moratorium, as well as the interest charged on the principal portion (which is recorded on the Principal accumulation account) and transferred to this account on the due date are recorded here. No interest is charged on the balance of this account.

If you had any late debt on 18 March 2020, the Bank has opened further accumulation accounts for you in addition to the above two accumulation accounts:

- **Moratorium Late Principal accumulation account:** the principal portion of the late debt outstanding on 18 March is recorded here; interest is charged on this portion in the same manner as on the original loan, and this interest is transferred to the Interest/Fee accumulation account on the due date (no default interest is charged);
- **Moratorium Late Interest/Fee accumulation account:** the interest and fee portion of the late debt outstanding on 18 March is recorded here; interest is not charged on this portion (and no default interest is charged either);

- **Moratorium Late Interest/Fee accumulation account:** the default interest charged on the late debt outstanding on 18 March is recorded here; interest is not charged thereon (and no default interest is charged either).

Overdraft facilities:

The repayment moratorium applies to retail overdraft facilities with a valid contract as at 24:00 on 18 March 2020, specifically to their balance actually outstanding (utilised) on 18 March 2020. The total amount of the approved overdraft facility is still available and can be drawn during the moratorium, but the moratorium does not apply to any amount drawn after 24:00 on 18 March 2020*.

Interest is still charged on the outstanding principal debt, so after the end of the moratorium you will need to settle the entire debt, i.e. with the interest added.

If you had any amount drawn and outstanding on 18 March 2020, the Bank has also opened a **Moratorium Interest/Fee accumulation account** for you. Interest is recorded on this accumulation account and calculated on the amount drawn and outstanding on 18 March for clients subject to the moratorium.

Settling the balances of accumulation accounts during the moratorium

Until the end of the moratorium period on 31 December 2020, you can settle your debts accumulated during the moratorium through a bank transfer / internal transfer / cash deposit to the accumulation account; you can do so free of charge and either partially or fully. This option will be available irrespective of whether you are using the moratorium or not with respect to your repayment instalments due at the time.

The debts accumulated on the accumulation accounts must be settled in the following order:

- Moratorium Late Interest/Fee accumulation account balance (default interest on the debt outstanding on 18 March);
- Moratorium Late Interest/Fee accumulation account balance (late interest debt outstanding on 18 March (plus handling fee, if any));
- Moratorium Late Principal accumulation account balance (late principal debt outstanding on 18 March);
- Moratorium Interest/Fee accumulation account balance;
- Moratorium Principal accumulation account balance.

Please note that although you can make a payment to any of the accumulation accounts, the Bank will automatically follow the above order in crediting and settling against your debts the amounts received on the above accumulation accounts.

Automatic re-imposition of the moratorium due to non-payment

If you had declared in your statement that you wished to leave the moratorium but you fail to pay your repayment instalment within 5 days from the relevant due date, the Bank will automatically re-impose the moratorium on your loan, i.e. your repayment instalment will be settled against the accumulation account. If you wish to leave the moratorium again, you must submit a new statement to this end.