

CORPORATE TERM DEPOSIT

ACCOUNT INFORMATION

MINIMUM DEPOSIT	AUD \$ 5,000
MINIMUM BALANCE	AUD \$ 5,000
MINIMUM TERM	7 days
MAXIMUM TERM	5 years

METHODS OF OPENING Contact Your ANZ Manager and complete an application form.
If You open any Account You may, unless You request otherwise, open future Corporate Term Deposit Accounts with identical Account names verbally via telephone, provided all relevant and required details are given.

METHOD OF DEPOSIT

- > Electronic Deposit;
- > Cash Deposit through a branch; or
- > Non-cash Deposit through a branch.

CREDIT INTEREST The rate at which credit interest will be accrued will be notified to You upon opening the Account.
Credit interest will be paid:

- > For terms up to 12 months, at maturity;
- > For terms of 12 months or more, either:
 - You may choose interest to be paid in arrears monthly, quarterly or half-yearly provided that the term is a multiple of the relevant interest cycle chosen. These payments are annualized so that each monthly, quarterly or half-yearly interest payment is equal, regardless of the number of calendar days in the particular month, quarter or half-year¹; or
 - if You do not choose, or for all other terms of 12 months or more, interest is paid in arrears annually and at maturity.

At the time You make Your Corporate Term Deposit, You can arrange for Your interest to be:

- > Credited to a nominated ANZ Account;
- > Reinvested with the principal;
- > Credited to a new Corporate Term Deposit (if at least equal to the relevant minimum Deposit); or
- > Paid to You by ANZ Bank Cheque.

¹ For such term deposits opened in February, the first payment each year will take into account the fewer number of days in the first period. The final payment for each year will allow for the additional days not covered in the first payment.

ACTIONS ON MATURITY

It is Your responsibility to advise ANZ of Your requirements for Your Corporate Term Deposit when it matures. For all or part of the balance You may choose to withdraw, transfer to another Account or reinvest in another Corporate Term Deposit.

Any withdrawal may be by Bank Cheque or electronic transfer. Please speak to Your ANZ Manager for details.

Unless You specify otherwise, if You have a Corporate Term Deposit You may request reinvestment of all or part of an existing Corporate Term Deposit with identical Account name, via telephone, provided ANZ's reasonable requirements are complied with.

If ANZ does not have any instructions from You as to what should happen to Your Account, ANZ will reinvest the principal and interest in the same type of Corporate Term Deposit as You initially chose, for the same term (or similar term if the same term is not practicable) and at the interest rate applicable at the time of reinvestment.

If You have made arrangements with ANZ for funds from an existing Corporate Term Deposit to be reinvested on maturity in a new Corporate Term Deposit, You can contact ANZ up to 7 days after the maturity date to change either the term of the new Corporate Term Deposit, or to change the amount that You wish to reinvest (provided the proposed change is at least AUD 1000 and You maintain the minimum balance requirement).

TERM DEPOSITS - CLIENT LETTER

When You open, re-invest, close, add to or redeem Your Corporate Term Deposit, You will receive written confirmation from ANZ.

EARLY WITHDRAWAL

If You wish to withdraw all or part of Your Corporate Term Deposit before its maturity date, You must make this request to ANZ in writing.

For Corporate Term Deposits for more than AUD \$500,000, early withdrawals will only be available with ANZ's written agreement.

For Corporate Term Deposits for less than AUD \$500,000, when there is an early withdrawal the following provisions will apply.

ANZ will be entitled to reduce the interest rate payable on Your Corporate Term Deposit. The reduction of interest is based on the percentage of the original term that has elapsed as illustrated below. Partial withdrawals may only be made if the withdrawn amount is greater than or equal to the applicable minimum Deposit. If the amount remaining after a partial withdrawal is less than the applicable minimum Deposit, then the whole balance must be withdrawn. The remaining Deposit will continue at the original interest rate until maturity.

% of term elapsed	Interest rate reduction
0 - < 20%	90%
20% - < 40%	80%
40% - < 60%	60%
60% - < 80%	40%
80% - < 100%	20%

For example: A Term Deposit of AUD \$10,000 opened for one year (365 days) at 5% per annum is closed after 273 days:

1. Calculate the interest that has accrued on the Term Deposit. Divide the interest rate by 365 to obtain the daily interest rate: $0.05 (5.00\%) / 365 = 0.0001369863 (0.01369863\%)$. Multiply this by the principal amount to calculate the interest earned each day: $AUD \$10,000 \times 0.000136986 (0.0136986\%) = AUD \1.369863 . Multiply this by the number of days that the Term Deposit has been open to calculate the total interest earned: $AUS \$1.369 \times 273 \text{ days} = AUD \373.972599
 2. Calculate the interest reduction: Determine the percentage of the original term that has elapsed: $9/12 = 0.75 (75\%)$. As 75% of the original term has elapsed, an interest reduction of 40% is applied to the interest earned. Multiply the interest earned by 0.40 (40%) to calculate the reduction: $AUD \$373.972599 \times 0.40 (40\%) = AUD \149.5890396 . Add the Prepayment Administration Fee (e.g. AUD \$30.00) if applicable to calculate the total amount to be deducted from the interest earned: $AUD \$149.5890396 + \$30.00 = AUD \$179.5890396$.
 3. Calculate the total interest received: Subtract the total deduction from the interest earned to calculate the interest that You receive: $AUD \$373.972599 - AUD \$179.5890396 = AUD \$194.3835594$. You receive AUD \$194.38 in interest.
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