## Application Form and Document at Time of Execution of Contract of Foreign <br> Currency Time Deposits

Philippine National Bank Tokyo Branch


| Term | Instruction at Maturity | Starting Date | Maturity Date |  |  |
| :--- | :--- | :--- | :--- | :--- | :---: |
| $\square$ | 1 month | $\square$ | Renewal of principal and interest |  |  |
| $\square$ | 2 months | $\square$ | Interest receivable (yen deposit) |  |  |
| $\square$ | 3 months | $\square$ | Interest receivable (foreign currency deposit) | Day | Month |
| $\square$ | 6 months | $\square$ | Automatic withdrawal (yen deposit) |  | Year |
| $\square$ | 12 months | $\square$ | Automatic withdrawal (foreign currency deposit) |  | Month |
| Year |  |  |  |  |  |
| $\square$ |  |  |  |  |  |

《/Foreign Currency Time Deposit: Product Outline》)
(As of September 1. 2014)

| Risk / Loss | Though there is no risk of loss of principal in deposited foreign currency, the <br> exchange rate to be used for currency conversion may fluctuate, and that <br> may cause an exchange loss. Therefore, the value of Yen you will receive <br> including interest may be smaller than the amount of Yen you initially <br> deposited, if the deposit currency has depreciated against Yen. |
| :--- | :--- |
|  | TTS rate (the rate at which Yen is converted to another currency) and TTB <br> rate (the rate at which a foreign currency is converted to Yen) are applied <br> respectively when Yen is converted to another currency (making deposit) and <br> when a foreign currency is converted to Yen (making withdrawal) (please <br> refer the following commission table). TTS rate is determined as follows: <br> the middle rate (the standard rate for foreign currency transactions between <br> a bank and a customer, which fluctuate according to foreign exchange rate <br> move) plus foreign exchange commission (please refer the following <br> commission table). TTB rate is determined as follows: the middle rate minus <br> foreign exchange commission. <br> As a result, the loss of principal and interest may occur when the Yen does <br> not fall against the foreign currency by a margin that exceeds the foreign |


|  | exchange commission, not only if the deposit currency has depreciated against Yen. <br> When you deposit / withdraw in a foreign currency, handling charge will be applied. In case of cash in foreign currency, foreign currency cash handling charge $(1.5 \%$ of the amount of foreign currency) will be applied. <br> 《Foreign Exchange Commission Table》 <br> * Commission is subject to change without notice any time. <br> Amount, limit or calculation method of commission, etc. cannot be shown in advance, since commission is vary depending on a means of depositing / withdrawal, or a foreign currency. For more details, please see the following Commission Table for Depositing and Withdrawal of Foreign Currency Deposits. <br> No penalties are charged for early withdrawals of the time deposit. However, the interest rate set on Savings Account will be applied instead of the interest rate originally committed. Change in the amount, term, splitting, and consolidation of the time deposit is not allowed. |
| :---: | :---: |
| Deposit Insurance | Deposits are not covered by any deposit insurance. |
| Withdrawals | The principal and interest shall be paid together at maturity. <br> Change in the term etc. or withdrawal at maturity should be informed in writing by 3 business days prior to maturity. |
| Interest <br> 1. Applicable Rates <br> 2. Payment Method | The applicable rate shall be the rate on offer for the Foreign Currency Time Deposit term that applies from the date of deposit. In the case of automatic renewal, the interest rate for the same Foreign Currency Time Deposit term on offer on the maturity date shall apply. <br> For latest rates, please inquire at our branch or see our web site at: http://www.pnb.com.ph/japan/ <br> Interest is paid in a lump sum at maturity. |


| 3. Calculation Method | Interest shall be calculated in units of the second decimal place of the deposited foreign currency, for the actual number of days deposited based on 365 days a year. |
| :---: | :---: |
| Early Withdrawals | Withdrawals are permitted before expiry of the term. <br> No penalties are charged for early withdrawals but the interest rate set on Savings Account will be applied instead of the interest rate originally committed. |
| Tax <br> 1. Tax on Interest <br> 2. Exchange Rate Gains <br> 3. Exchange Rate Losses | For corporate customers, interest is subject to Comprehensive taxation. For individual customers, interest is subject to a $20.315 \%$ withholding tax (National tax $15.315 \%$, Local tax $5 \%$ ). <br> The tax-exempt small-sum personal savings system (Maruyu) does not apply. <br> Corporate customers: Comprehensive taxation <br> Individual customers: Comprehensive taxation (To be declared as miscellaneous income for taxation purposes) However, no declaration is necessary when a salaried employee has an annual income of 20 million yen or less and the total amount of income from sources other than employment or retirement income, which includes foreign exchange gains, is 200,000 yen or less. Exchange rate losses can be deducted from surplus miscellaneous income <br> * Please consult with a chartered accountant or tax accountant for detailed enquiries on tax. |
| Contact Number | Please inquire at Deposit Section or via Customer Support Center on: 0120-86-6382. |
| Designated Dispute Resolution <br> Institution contracted with | Japanese Bankers Association <br> Contact point : Japanese Bankers Association Customer Relations Center <br> Phone Number : 0570-017109 or 03-5252-3772 |

Commission and Rates Concerning Foreign Currency Deposits (Deposits and Withdrawal)

|  | Type of transaction | Commission and interest rates ${ }^{1}$ |
| :---: | :---: | :---: |
| $\begin{aligned} & \text { تた } \\ & \text { O} \\ & \stackrel{0}{0} \end{aligned}$ | Deposit using cash (Yen) <br> Transfer from Yen deposits | $\mathrm{TTS}^{2}$ rates, which include exchange commission, are applied when converting yen into foreign currencies (depositing). (For details of exchange commission, see the above Foreign Exchange Commission Table) |
|  | Deposit using cash (foreign currency) (USD only) | Cash handling charge is applied (1.5\% of the amount of foreign currency). |
|  | Deposit in the form of foreign currency T/C ${ }^{3}$ | Not available. |
|  | Transfer from foreign currency deposit of the client | No fee is charged for transfers between accounts in same currency of the same holder. |
|  | Foreign currency remitted | Handling charge is applied ( $0.05 \%$ of the value of to be deposited, minimum 3,000 yen). |


|  | Withdrawal in cash (Yen) Transfer to Yen deposit | $\mathrm{TTB}^{4}$ rates, which include exchange commission, are applied when converting foreign currencies into yen (withdrawal). (For details of foreign exchange commission, see the above Foreign Exchange Commission Table.) |
| :---: | :---: | :---: |
|  | Withdrawal in cash (foreign currency) (USD only) | Cash handling charge is applied ( $1.5 \%$ of the value of withdrawal). |
|  | Withdrawal in the form of foreign currency T/C | Not available. |
|  | Transfer to a foreign currency deposit owned by the client | No fees are collected for transfers between accounts in same currency owned by the same account holder. |
|  | Remittance in foreign currency ${ }^{5}$ <br> 1. Remittance to banks overseas <br> 2. Remittance to banks in Japan | 1. Remittance fee of USD21.00 for the Philippines. <br> 2. Remittance fee of $¥ 5,000$. equivalent USD <br> Handling charge is applied in addition ( $0.2 \%$ of the value of remittance, minimum 3,000 yen). |

Notes: 1. No consumption tax will be added to the above commission.
2. "TTS" stands for Telegraphic Transfer Selling Rate. TTS rates are used when converting yen into foreign currencies.
3. "T/C" refers to "travelers check."
4. "TTB" stands for Telegraphic Transfer Buying. TTB rates are used when converting foreign currencies into yen.
5. Charges are different for transactions involving foreign currencies other than those deposited. For example, when depositing an incoming remittance in Philippine Peso to U.S.dollars account.

