

## Credit Card Product Disclosure Factsheet



This Product Disclosure Factsheet is designed to highlight what HSBC consider are the key points you should know before you sign up for a Credit Card. It is not exhaustive and should not substitute reading and understanding the HSBC Visa and MasterCard Cardholder Agreement &/or the Credit Card brochure. We trust you find this Product Disclosure Factsheet helpful.

Customers are advised to use the HSBC Visa and MasterCard Cardholder Agreement as the final point of reference.

### **1.0 Terms and Conditions**

By agreeing to take up an HSBC Credit card, you are agreeable to the Visa and MasterCard Cardholder Agreement and the Terms and Conditions contained. Your Relationship Manager or Personal Banker will be able to direct you to view the same and a copy is available online at [www.hsbc.com.bn](http://www.hsbc.com.bn). A copy of the Visa and MasterCard Cardholder Agreement will also be sent to you with your new Credit Card.

In addition to the Terms and Conditions of the Visa and MasterCard Cardholder Agreement, we would like to bring your attention to the items below.

### **2.0 Customer Payment Obligations**

- Upon signing up for your Credit Card, you will be requested to select the Due Date on which you prefer to pay your Credit Card monthly usage. Due Dates available are either 5<sup>th</sup> or 28<sup>th</sup> of every month and your statement will be billed to you on 15<sup>th</sup> or 8<sup>th</sup> respectively.
- In the event that the Due Date should fall on a public holiday or a weekend, the Due Date will be automatically be amended to the closest working day. As such, please refer to your monthly Credit Card statement for the actual Due Date accordingly.
- Minimum repayment required on your Credit Card is 8% of the outstanding balance or a minimum of BND50/100 (depending of your Credit Card type), whichever is higher. For more details, refer to **Section 3.0 Fees & Charges** below for more guidance on our Tariff of Charges.
- You are encouraged to pay the full amount of the outstanding balance before the Due Date in order to avoid any interest being incurred to your account.
- In the event that where only minimum payment is made on your Credit Card by the Due Date or where payment is not fully made, kindly be advised that interest will be charged on the amount remaining outstanding on your card. Please refer to **Section 4.0** below for an illustration on the interest calculation methodology.
- In the event that no payment is made to your Credit Card by the Due Date, kindly be advised that late payment fees and interest will be charged on the amount remaining outstanding on your card.
- The interest rate applicable on your Credit Card is 1.5% per month, calculated on a daily basis and applied to any outstanding remaining on your Credit Card; subject to a minimum charge of BND2.50.

### **3.0 Fees & Charges**

There are fees and charges in relation to the issuance and usage of your Credit Card which includes, but not limited to, annual fee, cash advance fee, late payment fee, statement retrieval fee and card replacement fee. The full Credit Card fees and charges are listed in the General Tariff which can be found online at [www.hsbc.com.bn](http://www.hsbc.com.bn) which you may request from your Relationship Manager or Personal Banker.

## 4.0 Interest Calculation Methodology

### Interest Calculation Table

The following examples show how much interest will be incurred under three different scenarios based on the following parameters:

- Outstanding Balance: **BND2,500**
- Credit Card Billing Date: **8th January 2012**
- Credit Card Payment Due Date: **28th January 2012**

<b>Scenario 1</b>	
This scenario shows how much interest will be incurred when customer pays <b>minimum payment of 8%</b> against outstanding balance.	
Outstanding balance as at 8th of January 2012	2500
Repayment Percentage % (Against outstanding balance)	8
Repayment Amount made on or before 28th of January 2012	200
Balance remaining	2300
Interest incurred on balance as of 8 <sup>th</sup> January (billed for next cycle, due date 28th of the next month)	36.93*
Late charges	0
Total outstanding on 28th of the next month if no further purchases are made since 8th of January 2012	2336.93

\*Remark: This is the amount of interest charged to your account on the next statement based on a minimum payment of 8% and calculated on a daily basis from the 8<sup>th</sup> of January.

<b>Scenario 2</b>	
This scenario shows how much interest will be incurred when customer does not make any payment against outstanding balance.	
Outstanding balance as at 8th of January 2012	2500
Repayment Percentage % (Against outstanding balance)	0
Repayment Amount made on or before 28th of January 2012	0
Balance remaining	2500
Interest incurred on balance as of 8 <sup>th</sup> January (billed for next cycle, due date 28th of the next month)	38.11*
Late charges	40
Total outstanding on 28th of the next month if no further purchases are made since 8th of January 2012	2578.11

\*Remark: This is the amount of interest charged to your account on the next statement based on NIL payment and calculated on a daily basis from the 8<sup>th</sup> of January. Please note that a late fee will also be incurred for failing to make payment.

<b>Scenario 3</b> This scenario shows that no interest will be charged if customer settles full outstanding balance.	
Outstanding balance as at 8th of January 2012	2500
Repayment Percentage % (Against outstanding balance)	100
Repayment Amount made on or before 28th of January 2012	2500
Balance remaining	0
Interest incurred on balance as of 8 <sup>th</sup> January (billed for next cycle, due date 28th of the next month)	0*
Late charges	0
Total outstanding on 28th of the next month if no further purchases are made since 8th of January 2012	0

\*Remark: There will be NO interest charged since full payment of outstanding balance is made.

## 5.0 Contact Us

Should you require further information on your Credit Card, please call 225 2252 and our Call Centre will be happy to assist.