

### **Announcement**

#### **On the amendment of the Specific Business Regulations Pertaining to Bank Accounts and Payment transactions**

**CIB Bank Zrt. (1027 Budapest, Medve u. 4-14.; company reg. no.: 01-10-041004) (hereinafter: Bank) hereby informs its Clients that, as from 1 July 2018, the following sections of the Bank's Specific Business Regulations Pertaining to Bank Accounts and Payment Transactions are amended as follows.**

2.1.1. The order must clearly indicate the precise name of the Client, the object of the transaction and all the data necessary for the execution of the order, as required by the Bank, the international payment rules (e.g. SEPA Rulebook) or statutory regulations, as well as by International Practices and the national standard. However, in the case of payment orders arriving to the debit of the Client's Bank Account, the Bank shall be obliged to check that the name and number, indicated in the order, of the Bank Account to be debited is the same as that of the Bank Account holder as recorded in the Bank's records. The Bank shall only commence and carry out the processing of the Client's orders by the deadline indicated in the Banking Timetable if all the data necessary for execution – including the identity of the persons with disposal rights – are in its possession and the financial coverage required for the execution is available, unless otherwise provided in these Business Regulations.

#### 2.3.2. Insufficient funds

- (a) If on the execution date there is insufficient coverage on the Bank Account indicated in the Client's order, the Bank will regard the order as void (unless it has agreed otherwise with the Bank Account Holder), and it will send back the order and – in the cases stipulated in the law – the documents.

Exceptions to this are the following:

- (i) outgoing foreign currency Transfer Orders of incorporated undertakings that the Bank queues, at the Client's risk, until such time as there is sufficient coverage on the account to execute the order, but for a maximum of 30 days from the day following the day of receipt in the case of one-off Transfer Orders, and from the day following the due date in the case of forward-dated Transfer Orders. Orders without sufficient coverage are kept in a queue by the Bank, for a fee that is announced in the List of Conditions.
- (ii) ad hoc, forward-dated and regular transfer and book transfer orders submitted by the Client in domestic HUF payments either in paper-based format or using an Electronic Signature Pad or via the CIB24, Business Terminal, Payment Factory or CIB Internet Bank channels, or the Client's

orders given from a FCY account in favour of a client with a Hungarian GIRO account number, in HUF currency, which, in the case of insufficient funds, will be queued by the Bank until 16:30 hrs on the debit working day (or by 13:00 hrs on Saturdays not classified as working days). After the above deadline the Bank will reject any orders, queued in the above manner, for which insufficient funds are available.

In the case of intra-bank ad hoc HUF orders, any orders with insufficient funds submitted until 16.30 hrs on the day of acceptance will be queued by the bank until 16.30 hrs, and any orders submitted between 16.30 hrs and midnight will be queued until 16.30 hrs of the next Banking Day.

- (b) If there are insufficient funds on the account indicated in the payment order submitted for execution via GIRO, the Bank shall carry out the payment order to the debit of another account of the Bank Account Holder, if the Bank Account Holder gives an explicit instruction to this effect or if the legal regulations stipulate this even in the absence of such instruction on the part of the Bank Account Holder.
  - (c) If pursuant to the provisions of these Specific Business Regulations orders are queued, after the elapse of the queuing period the Bank will consider the order void, returning the order or sending notification on the rejection to the Client.
- 3.2.3. (f) The Bank checks the accepted group transfer order batch. Any incorrect batches are returned by the Bank on the day of submission. If the accepted batch includes incorrect items, the Bank will reject, based on the Client's instruction, either the entire batch or the incorrect items within the batch. Those that are found to be in order are forwarded on the specified date of debiting, pursuant to the provisions of these Specific Business Regulations, to the payment service provider(s) of the beneficiaries via GIRO (or if both the Paying Party and the Beneficiary have a Bank Account at the Bank, the Bank immediately performs the Transaction on the due date), if the specified date of debiting is a Banking Day no later than 15 calendar days after the date of submission. If a batch Transfer order cannot be forwarded to GIRO for formal or other reasons, then the Bank interprets the batch Transfer order as incorrect, and rejects the entire batch. The Bank sends the Paying Party a notice on the batch Transfer orders that have been checked in terms of form, content and validity (status report), which includes the fact of acceptance, and in the event of a rejection, the reason for the error. The Client making the payment receives a confirmation on the batch Transfer order file checked in terms of form, content and validity, which informs the Client of his accepted and/or rejected transfers, indicating the reasons for the errors in the case of any rejected payments.

3.2.9. (d) The Bank shall fulfil the Client's order via RTGS, if so requested by the Client in writing. The Bank shall only accept forint orders for execution via RTGS in favour of Beneficiaries that have a Bank Account at another RTGS domestic member bank. The Bank determines in the Banking Timetable the detailed rules regarding the times of acceptance and execution of orders.

Subsection 3.3.7 (n) below will be deleted, and the numbering of the subsections of section 3.3.7 will change accordingly.

3.3.7. (n) Any batch collection orders that cannot be executed due to a lack of coverage shall not be queued by the Bank.

**CIB Bank Zrt.**

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