Tariff of Charges of Corporate Banking Services



CONTENT

3

CONTENT

General Conditions	4
Current Account	4
Cash Management	
Money Transfers	
Phone Banking	
Other Services	15

GENERAL CONDITIONS

General Conditions



The following tariff of charges are defined for HSBC Bank Armenia cjsc all account related products and services for legal entities.

The general terms and tariff of charges related to products and services offered by the Bank are subject to amendments and modifications.

For complete, detailed, up to date information and upcoming changes on HSBC Bank Armenia cjsc products and services, please contact any of our offices/branches, call us at +374 60 655 000 or visit our website www.business.hsbc.am.

All types of charges are debited/paid in AMD.

As a rule, all charges will be debited/paid from the account to which the banking transaction has been effected. If the subject account is in foreign currency, the bank reserves the right to conduct a foreign exchange transaction for the amount to be charged in AMD. The foreign exchange transaction will be conducted at the average foreign currency rate published by the Central Bank of Armenia (CBA) as of the previous/current day of transaction (depending on the time of the transaction), unless it is specified otherwise between the Bank and the Client.

Current account



Account opening fee	AMD 5.000
Additional account opening	AMD 3.000
Minimum deposit	Not required

Customer account(s) with the Bank which are held with less than AMD 5.000.000 in aggregate average quarterly balance at any given time within 3 uninterrupted months may be closed at unilateral decision of the Bank.

There are no charges applied to current account closure.

Monthly maintenance fee

Irrespective of the fact whether the customer uses the account or not, monthly maintenance fee of AMD 5001 will be applied to each current account.

CURRENT ACCOUNT

Additional annual maintenance fee

Applicable only for embassies.

The Bank will apply additional annual fee in the amount of AMD 1.900.0001 and charge it.

Average quarterly balance

If the aggregate average quarterly balance of all bank accounts held by a customer at the end of the first business day of any given month is below AMD 5,000,000 (or in case of foreign currency accounts equivalent foreign currency) for preceding three months, **additional maintenance fee in the amount of AMD 100.000**² will be applied each month.

Maximum balance

If the credit balance on Customer's account (if there are several accounts, the aggregate credit balance of all those accounts, hereinafter referred to as "the Balance") at the end of any day exceeds the amount of AMD 9.500.000.000 or its equivalent in foreign currency (hereinafter referred to as "Exceeding balance"), starting from the 1st day of exceeding the Balance, the Customer is obliged to pay to the Bank, an additional daily account service fee on daily basis, which equals to maximum 3% annually of the Balance.

Meanwhile.

For each day the additional daily account service fee should be levied in Armenian dram during the consecutive day.

For the purposes of this clause:

- For foreign currency accounts the Balance, Exceeding balances as well as collection of the additional account service fees are calculated "at the average/mean foreign currency rate published by the Central Bank of Armenia (CBA) as of the previous/ current day of transaction (depending on the time of the transaction), unless it is specified otherwise between the Bank and the Client.
- ◆ The rate of interest payable on respective bank account equals 0%.

If the charge is being deducted from the foreign currency account, the transaction will be conducted at the average/ mean foreign currency rate published by the Central Bank of Armenia (CBA) as of the previous/ current day of transaction (depending on the time of the transaction), unless it is specified otherwise between the Bank and the Client for the respective currency.

CURRENT ACCOUNT

Corporate ATM Cards

Card issuance fee for the first 3 cards ¹	Free
Additional card issuance fee ¹	AMD 3,000
Card replacement	AMD 3,000
Monthly service fee ²	AMD 1,000
Transfer of funds between accounts held at HSBC Bank Armenia	Free
Daily transfer limit ³	AMD 3,000,000
Cash withdrawal at bank's ATMs	Free
Cash withdrawal daily limit3	AMD 500,000

CASH MANAGEMENT



Cash operations

Cash deposit (USD, EUR, GBP, RUB, CHF, AUD, AED, HKD, CAD, JPY) ¹	Free	
sh withdrawal of funds deposited in cash Free MD/USD/EUR)¹		
Cash withdrawal of non cash funds ²		
In AMD	0.2%, minimum AMD 1,000	
USD/EUR	1%	
In other foreign currencies	2%	
Exchange of mutilated foreign currency banknotes if all necessary distinctive characteristics and parts are available	5%*	

^{1 1}First three cards are issued free of charge. Starting from fourth card issuance is subject to Additional card issuance fee per card.

² Monthly service fee is charged at the beginning of each month for the preceding month.

³ Cards daily transactional limit is a total limit for all ATM Corporate cards issued to the Company.

¹ For other currencies please refer to the Tariff of Cash withdrawal of non-cash funds.

² Applicable for encashment of foreign currency credit facilities granted by the Bank. Not applicable for withdrawal of funds converted through FX transactions and interest paid on deposits. The fee is not applicable for encashment of AMD, USD and EUR funds deposited in cash. Funds placed as time deposit with a term 91 days and more and not terminated before due date (or funds placed as a time deposit for a shorter tenor but rolled over/stayed for 91 days and more till maturity) are considered as cash. Calculated over the amount to be withdrawn.

^{*} Calculated over the amount to be converted.

CASH MANAGEMENT

Cash collection services1

Shipment of customer cash and values through collection services company, from the Bank offices/branches to customer's preferred destination and the opposite

On contractual basis

The shipment will be done within one working day after receiving customer order.

MONEY TRANSFERS 9



In AMD (within Armenia)¹

Outward remittances from HSBC Bank Armenia branches, submitted in hard copy instructions ²	AMD 5,000 ³	
Outward remittances submitted via HSBCnet	Free	
Credit of received funds to customer account	Free	
Amendment or cancellation of payment instructions		
Received by the bank but not processed	Free	
Received by the bank and processed	AMD 5,000 ⁴	

Transfers in Foreign currency

- Explanations and instructions may accompany the payment.
- The Bank effects transfers in the following currencies USD, EUR, GBP, RUB, CHF, AUD, AED, HKD, CAD, JPY, CNY.

¹ Collection service is provided based on a trilateral agreement among the Customer, the Bank and the company that provides collection service.

¹ In case of AMD transfers within Armenia, if the transferred amount contains luma, the amount will be rounded up to the decimal point according to standard rounding rule.

² If the paper payment instruction in AMD (for amounts of up to AMD 25 million) is submitted to the Bank after 14:00, but not later than 15:00 and requested to be processed on the same day, the Bank will process the instruction, applying additional AMD 5,000 charge.

³ If the charge is being deducted from the foreign currency account, the transaction will be conducted at the average/ mean foreign currency rate published by the Central Bank of Armenia (CBA) as of the previous/ current day of transaction (depending on the time of the transaction), unless it is specified otherwise between the Bank and the Client for the respective currency.

⁴ If the amendment or cancellation has been effected via HSBCnet, a reduced charge of AMD 3,000 will be applied.

10 MONEY TRANSFERS

Transfers in USD/EUR	Commission	
Outward remittances from HSBC Bank Armenia branches, submitted in hard copy instructions	0.3%* Minimum AMD 6,000	
Outward remittances submitted via HSBCnet	0.085%*	
Transfers in foreign currencies other than USD/EUR		
Outward remittances from HSBC Bank Armenia branches, submitted in hard copy instructions'	3%* Minimum AMD 50,000	
Outward remittances submitted via <u>HSBCnet</u>	0.285%*	

Other Conditions			
Transfers between accounts held at the Bank	Free		
Credit of foreign currency inward remittance amounts to account, if all charges are not paid by the remitter AMD 6.000			
Amendment or cancellation of foreign currency payment instruction			
Received by the bank but not processed	Free		
Received by the bank and processed	AMD 20.000 ⁵		

MONEY TRANSFERS 11

Payment Type	Currency	Cut-off time	Value Effected
AMD Local payments	Before 15:00	Instructions submitted before 15:00 will be effected with same day value	
instructions submitted via HSBCnet	AMD	After 15:00	Instructions submitted after 15:00 will be effected next business day value the latest
Local payments	AMD	Before 14:00	Instructions submitted before 14:00 will be effected with same day value
instructions submitted in hard copy	AMD	After 14:00	Instructions submitted after 14:00 will be effected next business day value the latest
	USD	Before 14:00	Instructions submitted before 14:00 will be effected with same day value**
		After 14:00	Instructions submitted after 14:00 will be effected next business day value the latest**
		Before 14:00	Instructions submitted before 14:00 will be effected with same day value**
		After 14:00	Instructions submitted after 14:00 will be effected next business day value the latest**
		Before 13:00	Instructions submitted before 13:00 will be effected with same day value
Local payments RUB GBP, CHF, AED, HKD, CAD, CNY AUD, JPY	After 13:00	Instructions submitted after 13:00 will be effected next day value the latest	
	AED, HKD,	Before 17:00	Instructions submitted before 17:00 will be effected with next business day value
		After 17:00	Instructions submitted after 17:00 will be effected second business day value the latest
		Before 17:00	Instructions submitted before 17:00 will be effected with second business day value
	AUU, JPY	After 17:00	Instructions submitted after 17:00 will be effected third business day value the latest

⁵ If the amendment or cancellation has been effected via HSBCnet, a reduced charge of AMD 9,000 will be applied.

12 MONEY TRANSFERS

USD	1100	Before 17:00	Instructions submitted before 17:00 will be effected with same day value
	After 17:00	Instructions submitted after 17:00 will be effected next business day value the latest	
	ELID	Before 17:00	Instructions submitted before 17:00 will be effected with same day value
	After 17:00	Instructions submitted after 17:00 will be effected next business day value the latest	
International	International	Before 13:00	Instructions submitted before 13:00 will be effected with same day value
payments RUB	NOB	After 13:00	Instructions submitted after 13:00 will be effected next day value the latest
	GBP, CHF, AED, HKD, CAD, CNY	Before 17:00	Instructions submitted before 17:00 will be effected with next business day value
		After 17:00	Instructions submitted after 17:00 will be effected second business day value the latest
		Before 17:00	Instructions submitted before 17:00 will be effected with second business day value
AU	AUD, JPY	After 17:00	Instructions submitted after 17:00 will be effected third business day value the latest
Transfers between accounts held at the Bank	All	Before 17:00	Instructions submitted before 17:00 will be effected with same day value
	currencies	After 17:00	Instructions submitted after 17:00 will be effected next business day value the latest

MONEY TRANSFERS 13

Important notes

• The bank is not liable for any refund, if payment has already been effected to the beneficiary.

- Intermediary/beneficiary bank charges may be either at the expense of beneficiary or remitter, at customer's decision and with the prior consent of the bank.
- It is Bank's responsibility to provide receipt to customer for each provided service.
- Commissions if intermediary/beneficiary bank charges are paid by the remitter:

outward payments in USD to any bank located in the United States	AMD 5,000
outward payments in USD to any bank located outside the United States ⁶	AMD 10,000
outward remittances in USD to any bank located outside the United States, where the remitter pays only the first intermediary bank charges, and the beneficiary receives the amount after charges applied by other intermediary/beneficiary banks	AMD 5,000
outward payments in other foreign currencies	AMD 5,000 ⁷

Requisites for wire transfers:

If you wish to receive a foreign currency transfer, you should have the correspondent bank details/requisites, depending on the currency of funds being transferred.

⁶ In case of outward remittances in USD to any bank located outside the United States, HSBC Bank Armenia doesn't guarantee the full amount reaching the beneficiary.

⁷ If the actual charge amount is above equivalent of AMD 20,000 the difference between already paid commission and actual charge is subject to further debiting from remitter's account.

^{*} Calculated over the amount to be transferred.

^{**} Processing of payments can be delayed due to unavailability of domestic payment and settlement systems of respective

Phone Banking



Telephone Banking sign-up fee	Free
Maintenance	Free

Important note: The list of banking services provided to legal entities is defined based on "Agreement on processing of instructions submitted via telephone" is available on our website at business.hsbc.am

Other Services



POS terminals

Installation of equipment	AMD 5.000*
Low turnover penalty¹	AMD 5.000*
Commission fee from transaction	On contractual basis

OTHER SERVICES 15

Autopay payroll service

Monthly salary payment processing for employees of companies	
If the list of beneficiaries is provided electronically, in addition to hard copy	Free
If the list of beneficiaries is provided on hard copy only	AMD 10,000

Chequebooks1

Issuing chequebook	Free
Placement of "Stop Payment" instruction	AMD 3.000
Removal of "Stop Payment" instruction	Free
Return of cheque due to insufficient funds	AMD 5.000

¹ The charge is debited from customer account during the month following each quarter, as monthly penalty, if the average monthly turnover for previous quarter is below AMD 500,000. The average monthly turnover is calculated based on the sum of all POS terminal turnovers provided to a given client.

^{*} Inclusive of VAT.

¹ Chequebooks are provided only on existing AMD or USD current account.

16 OTHER SERVICES

Bank Account Statements/Other Documentation Delivery

By courier within Armen

Monthly	Free
---------	------

By courier outside Armenia (delivery via standard mail only)

Monthly (charged monthly)	AMD 25.000 ^{1*}

By e-mail

Monthly, weekly, daily	Free
------------------------	------

By SWIFT

ı	Monthly, weekly, daily	Free

Collection from branches

Monthly, weekly, daily	Free
Monthly, weekly, daily	Free

OTHER SERVICES 17

Bank account advices/statements provision and power of attorney issuance

Power of attorney issuance and appropriate update of account information	AMD 5.000*
Bank confirmation of information for audit purposes	AMD 10.000*
Advices confirming bank account / loan information / balance1	AMD 5.000*
For each copy of bank account statement / transaction advice (if earlier than 6 months)	AMD 3.000*
For transaction history advice of each month (if earlier than 6 months)	AMD 3.000*

Notes:

Tariff of charges, terms of HSBCnet Online banking platform as well as interest rates and terms of Time Deposit for Legal Entities are presented in our website at business.hsbc.am and in the respective information booklets.

Conact US:

Should you have a question with your day-to-day banking, just give us a call at (+374 60) 655 200 number. We will help you to find the best answer to all your queries.

You have the right to communicate with us with your preferred channel: via mail or email - hsbc.armenia@hsbc.com

¹ If the charge is being deducted from the foreign currency account, the transaction will be conducted at the average/ mean foreign currency rate published by the Central Bank of Armenia (CBA) as of the previous/ current day of transaction (depending on the time of the transaction), unless it is specified otherwise between the Bank and the Client for the respective currency.

^{*} Inclusive of VAT.

Notes:

- This brochure represents general descriptions of "Tariff of Charges for legal entities".
- For additional information about Products and Services for Legal Entities please refer to our website at <u>business.hsbc.am</u> or "Products and Services for Legal Entities" leaflet.
- General terms and conditions applicable to Products and Services for Legal Entities are
 presented in our website at <u>business.hsbc.am</u> and in "General Terms and Conditions
 for the Operation of Customer Bank Accounts, Bank Deposits, Electronic Banking and
 Other Banking Services for Legal Entities" information bulletin.
- NOTE: In case of discrepancies between Armenian and English versions of the brochure, the Armenian version shall prevail.

Issued by "HSBC Bank Armenia" CJSC

HSBC Bank Armenia is a member of HSBC Group, one of the largest banking and financial services organizations in the world.

HSBC Group international network covers 63 countries and territories.

www.business.hsbc.am

+374 60 655 200

Legal sign off

66 Teryan Street, Yerevan 0009, Republic of Armenia Registration number 67

© "HSBC Bank Armenia" CJSC, 2023.

All Rights Reserved.