

### **Terms and Conditions of the "Interest-free Spending Instalment Plan":**

1. The Interest-free Spending Instalment Plan ("the Plan") is applicable to credit cardholders ("the Cardholder (s)") holding any Hong Kong Dollar Business/Corporate/Purchasing cards issued by The Hongkong and Shanghai Banking Corporation Limited ("the Bank") in Hong Kong ("Eligible Credit Card") except that US Dollar and Renminbi credit cards shall be excluded for the purpose of the Plan.
2. By applying for the Plan by telephone or through any other means, the Cardholder is deemed to have accepted all the terms and conditions set out below. The terms and conditions of the Cardholder's credit card agreement with the Bank will continue to apply.
3. The promotional period of the Plan is from 1 January 2014 until further notice, both dates inclusive ("Promotional Period").
4. The Plan is only eligible for posted purchase transactions ("the Purchase") effected with an Eligible Credit Card during the Promotional Period ("Eligible Transactions"). Other transactions, including but without limitation, cash advances, instalment plans, all fees and charges and casino transactions will not qualify as Eligible Transactions.
5. Application for the Plan must be made by the Cardholder by calling the Bank's Customer Service Hotline at 2748 8288 (or by any means provided by the Bank) within the Promotional Period and at least 5 working days before the payment due date of the relevant Eligible Transaction.
6. Each application for the Plan can consist of a combination of multiple Purchase transactions. The Purchase must have been posted by the merchant and the amount of each Purchase must be HKD1,000 or above. In any circumstances, the total monthly handling fees (if applicable) shall not, when aggregated with the sum of the total outstanding balance (including all unbilled balances in the Eligible Credit Card), exceed the current approved credit limit of the Eligible Credit Card.
7. Unposted/cancelled/refunded transactions will not qualify as Eligible Transactions for the Plan.
8. Upon approval of the Plan, the Bank will charge a monthly handling fee on the approved instalment amount. The monthly handling fee will be charged according to the rate as indicated on the marketing materials or other notices provided by the Bank from time to time applicable to the Plan.
9. The total Purchase amount which has been approved for instalment ("the Approved Amount") and the total monthly handling fees will be converted into an instalment transaction once the Plan is approved. The amount of each instalment under the instalment transaction will be calculated by dividing the Approved Amount by the number of months constituting the instalment period (6, 12, 18 or 24 months) approved by the Bank plus the monthly handling fee on the Approved Amount payable each month during the instalment period. The Cardholder's credit limit will be progressively restored with the amount of each monthly repayment received by the Bank pursuant to the Plan.
10. The amount of each monthly instalment will be debited to the Cardholder's card account ("the Card Account") on a monthly basis and will be included as a transaction appearing on the statement to be sent to the Cardholder in relation to the Card Account. Each instalment amount shall be treated in the same way as a purchase transaction charged to the Card Account and shall be paid by the Cardholder in the same manner as any other card transactions. The amount of the first instalment will be debited to the Card Account upon approval of the Cardholder's application for the Plan and will be shown on the next statement.
11. No cancellation of the Plan will be accepted once the application for the Plan is approved by the Bank and before full payment of all the outstanding instalment and the total outstanding monthly handling fees plus any interest (if applicable).
12. Subject to the payment by the Cardholder of an administration fee of HKD300 to the Bank, the Cardholder may at any time during the instalment period repay all the outstanding instalment and the total outstanding monthly handling fees plus any interest (if applicable), which are payable over the remainder of the instalment period but not yet charged to the Card Account. The Cardholder shall give the Bank at least 14 working days' written notice in advance of its intention to make early repayment. Once given, such notice cannot be revoked without the Bank's prior consent. All paid handling fees will not be refunded. Partial early repayment will not be accepted.
13. Applications for the Plan are subject to the status and repayment history of Cardholder and respective Card Account. The Bank has the absolute discretion to approve or reject any application without giving any reason or prior notice to the Cardholder.
14. If the Cardholder's Card Account is cancelled or terminated at any time during the instalment period, the sum of all remaining and outstanding instalment amounts under the Plan shall become immediately due and payable by the Cardholder.
15. The Bank accepts no liability for the goods and services provided by the merchants involved by way of purchasing transactions in the Promotions.
16. The Bank reserves the right to amend from time to time the monthly handling fee charged for the Plan, the terms and conditions of the Plan or to terminate or suspend the Plan without prior notice and has the final decision on all matters and disputes.
17. The terms and conditions of the Plan are subject to prevailing regulatory requirements.
18. In the event of any discrepancy or inconsistency between the English version and the Chinese version of these terms and conditions, the English version shall prevail.
19. All the terms and conditions listed above are governed by and construed in accordance with the laws of the Hong Kong Special Administrative Region.