

Information Memorandum

As of April 1, 2024

Home Equity Loan (Fixed rate)

Eligibility	<ul style="list-style-type: none"> Applicants must be at least 18 years old, and before or on 80 years old birthday at the time of final repayment. Applicants must be eligible for group credit life insurance. Applicants must be Japanese or foreign citizens residing in Japan. Applicants must have a stable source of income and annual income must be over 5 million yen. * All legal documents, including terms and conditions, are in Japanese. * English translations may be provided as a reference guide only. 																																													
Areas for which loans are available	<table border="1"> <tr> <td>Hokkaido</td> <td>Ibaraki</td> <td>Saitama</td> <td>Chiba</td> <td>Tokyo</td> <td>Kanagawa</td> <td>Shizuoka</td> <td>Yamanashi</td> </tr> <tr> <td>Gifu</td> <td>Aichi</td> <td>Mie</td> <td>Shiga</td> <td>Kyoto</td> <td>Osaka</td> <td>Hyogo</td> <td>Nara</td> </tr> <tr> <td>Wakayama</td> <td>Fukuoka</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> </table> <ul style="list-style-type: none"> * As of April 1, 2024 * The property should be within approximately 1 hour by public transport of the closest branch. The above areas are subject to change without notice at any time. 	Hokkaido	Ibaraki	Saitama	Chiba	Tokyo	Kanagawa	Shizuoka	Yamanashi	Gifu	Aichi	Mie	Shiga	Kyoto	Osaka	Hyogo	Nara	Wakayama	Fukuoka																											
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Currency	Japanese yen																																													
Use of funds	<p>Funds for home renovations, education, cars and other purchases.</p> <ul style="list-style-type: none"> * We do not provide loan for business funds and refinancing of existing debt (Debt consolidation loan etc.). You will be required to submit documents showing the intended use of the funds. 																																													
Borrowing amount	<p>Between 5 million yen and 20 million yen (in increments of 100,000 yen). The loan amount must be less than or equal to 80% of the assessed value of the collateral as established by SMBC Trust Bank.</p> <ul style="list-style-type: none"> * Please note that loan to value ratio will depend on annual income, property and other factors. 																																													
Loan term	1 to 20 years																																													
Interest rate terms	<ul style="list-style-type: none"> Fixed rate loans of 3 years, 5 years, 7 years, or 10 years. Interest rates will be based on the home equity loan base interest rate for the interest rate term (3, 5, 7, and 10 years). For more information about interest rates, please visit your nearest SMBC Trust Bank branch, or call our dedicated Loan Promotion Dept. at 0120-004-847. 																																													
Initial interest rate change date	<p>The initial interest rate change date will vary according to the loan date and bonus repayment month you have selected.</p> <p>The new interest rate will be applied from the day following the day that the interest rate changes.</p> <p>Re-price date for customers who do not select increased bonus repayments, or customers who select December and June for increased bonus repayments</p> <table border="1"> <tr> <td>Interest rate term</td> <td>3 year term</td> <td>5 year term</td> <td>7 year term</td> <td>10 year term</td> </tr> <tr> <td>Borrowing by August 31</td> <td>Dec 26 in 2 years</td> <td>Dec 26 in 4 years</td> <td>Dec 26 in 6 years</td> <td>Dec 26 in 9 years</td> </tr> <tr> <td>Borrowing on Sept 1 or thereafter</td> <td>Dec 26 in 3 years</td> <td>Dec 26 in 5 years</td> <td>Dec 26 in 7 years</td> <td>Dec 26 in 10 years</td> </tr> </table> <p>Re-price date for customers who select January and July for increased bonus repayments</p> <table border="1"> <tr> <td>Interest rate term</td> <td>3 year term</td> <td>5 year term</td> <td>7 year term</td> <td>10 year term</td> </tr> <tr> <td>Borrowing by August 31</td> <td>Jan 26 in 3 years</td> <td>Jan 26 in 5 years</td> <td>Jan 26 in 7 years</td> <td>Jan 26 in 10 years</td> </tr> <tr> <td>Borrowing on Sept 1 or thereafter</td> <td>Jan 26 in 4 years</td> <td>Jan 26 in 6 years</td> <td>Jan 26 in 8 years</td> <td>Jan 26 in 11 years</td> </tr> </table> <p>Re-price date for customers who select February and August for increased bonus repayments</p> <table border="1"> <tr> <td>Interest rate term</td> <td>3 year term</td> <td>5 year term</td> <td>7 year term</td> <td>10 year term</td> </tr> <tr> <td>Borrowing by August 31</td> <td>Feb 26 in 3 years</td> <td>Feb 26 in 5 years</td> <td>Feb 26 in 7 years</td> <td>Feb 26 in 10 years</td> </tr> <tr> <td>Borrowing on Sept 1 or thereafter</td> <td>Feb 26 in 4 years</td> <td>Feb 26 in 6 years</td> <td>Feb 26 in 8 years</td> <td>Feb 26 in 11 years</td> </tr> </table>	Interest rate term	3 year term	5 year term	7 year term	10 year term	Borrowing by August 31	Dec 26 in 2 years	Dec 26 in 4 years	Dec 26 in 6 years	Dec 26 in 9 years	Borrowing on Sept 1 or thereafter	Dec 26 in 3 years	Dec 26 in 5 years	Dec 26 in 7 years	Dec 26 in 10 years	Interest rate term	3 year term	5 year term	7 year term	10 year term	Borrowing by August 31	Jan 26 in 3 years	Jan 26 in 5 years	Jan 26 in 7 years	Jan 26 in 10 years	Borrowing on Sept 1 or thereafter	Jan 26 in 4 years	Jan 26 in 6 years	Jan 26 in 8 years	Jan 26 in 11 years	Interest rate term	3 year term	5 year term	7 year term	10 year term	Borrowing by August 31	Feb 26 in 3 years	Feb 26 in 5 years	Feb 26 in 7 years	Feb 26 in 10 years	Borrowing on Sept 1 or thereafter	Feb 26 in 4 years	Feb 26 in 6 years	Feb 26 in 8 years	Feb 26 in 11 years
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Interest rate change rules after the initial applicable interest rate period ends	<ul style="list-style-type: none"> • After the initial interest rate period ends, the interest rate will be determined based on the home equity loan base rate (fixed rate) as of the month preceding each interest rate change. • By applying during the period specified by SMBC Trust Bank, you can select a home equity loan with a fixed rate for 3, 5, 7, or 10 years (called a "fixed rate reselection"). However, there is a fee for making this selection. If you do not apply during the application period, your loan will be a fixed rate loan (1 year) that is subject to review every year. The same rule will be applied on future interest rate changes. • The Application period for fixed rate reselection: From the 8th day of the month preceding each interest rate change date to the 12th day of the month of the change date (by 4:30 p.m. by phone, by 3:00 p.m. at branches). * If the last day of the period falls on a bank holiday, the following business day applies. • The amount of repayment (total amount of interest and principal), and the interest rate will be revised according to the interest rate term you select. • You cannot change to another interest rate term during the period when a particular interest rate applies. • You cannot change from a fixed rate to a floating rate (1 year renewal). • The interest rate change date after "fixed rate reselection" will be the re-price date of the newly selected interest period type. The same rule will be applied on future "fixed rate reselections." 				
Repayment method	<table border="1"> <tr> <td data-bbox="240 701 392 987">Scheduled payments</td> <td data-bbox="392 701 1508 987"> <ul style="list-style-type: none"> • Equal repayments of principal and interest. Payments will automatically be deducted from the repayment account on the 26th of each month (on the following business day if this date falls on a bank holiday). Repayment amounts (total of principal and interest), will be fixed until the loan interest rate changes. • Customers can make semiannual repayments in addition to monthly repayments. June and December, July and January, or August and February can be selected as the months for increased bonus repayments. • The amount of loan amount allocated for increased bonus repayment is limited to 50% of the total loan amount. </td> </tr> <tr> <td data-bbox="240 987 392 1193">Early repayments</td> <td data-bbox="392 987 1508 1193"> <p><Partial early repayments></p> <ul style="list-style-type: none"> • Reduced period type: By phone, mail, or at branches • Repayment amount mitigation type: At branches or by mail (cannot be made by phone) <p><Full early repayment></p> <p>By mail or at branches (cannot be made by phone)</p> <p>* See the corresponding section below for details about fees.</p> </td> </tr> </table>	Scheduled payments	<ul style="list-style-type: none"> • Equal repayments of principal and interest. Payments will automatically be deducted from the repayment account on the 26th of each month (on the following business day if this date falls on a bank holiday). Repayment amounts (total of principal and interest), will be fixed until the loan interest rate changes. • Customers can make semiannual repayments in addition to monthly repayments. June and December, July and January, or August and February can be selected as the months for increased bonus repayments. • The amount of loan amount allocated for increased bonus repayment is limited to 50% of the total loan amount. 	Early repayments	<p><Partial early repayments></p> <ul style="list-style-type: none"> • Reduced period type: By phone, mail, or at branches • Repayment amount mitigation type: At branches or by mail (cannot be made by phone) <p><Full early repayment></p> <p>By mail or at branches (cannot be made by phone)</p> <p>* See the corresponding section below for details about fees.</p>
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Security	<ul style="list-style-type: none"> • SMBC Trust Bank will execute a first mortgage* on the collateral (the residence of the applicant). (You will be charged separate fees for setting collateral.) * When SMBC Trust Bank is already the first priority mortgagee, the second priority mortgage. • The subscription to property insurance is not a requirement for the loan contract. (SMBC Trust Bank recommends the owner(s) of collateral real estate to subscribe to property insurance against damage by fire, earthquake, etc. in order to be financially prepared to such risk.) * We do not provide loans for properties that do not meet the Building Standard Law (e.g., exceeding the building-to-land ratio or floor area-to-land ratio) or for contracts that partially omit the registration of the transfer of ownership (so-called three-way contracts, new abbreviated interim registration). 				
Guarantor	Not required.				
Credit guarantee fees or surety fees	Not required.				
Group credit life insurance	<ul style="list-style-type: none"> • The borrower is required to enroll in the group credit life insurance policy specified by SMBC Trust Bank. • SMBC Trust Bank will bear the cost of the insurance premiums (main contract). When the rider of cancer coverage (and the living needs rider) * is added, the prescribed interest will be added on the applicable interest rate of the loan contract. • Group credit life insurance (main contract) covers up to 200 million yen of the outstanding loan balance (including cancer coverage rider cover up to 100 million yen). * Applied to those insurance applications with notification date on or after April 1, 2024. * Please refer to "Group Credit Life Insurance Document for Insured Person (Summary of Contract and Information for Attention)" for details. 				

Fees	Administrative fees at time of loan	<ul style="list-style-type: none"> • A Plan: 2.2% of total loan amount (including tax) • B Plan: 22,000 yen (including tax) * A Plan is available only for the fixed rate loan (10 years). * The interest rate will depend on whether customers choose Plan A or Plan B. For more information about interest rates, please visit the SMBC Trust Bank website, your nearest SMBC Trust Bank branch or call our dedicated Loan Promotion Dept. at 0120-004-847. * The borrower must bear all associated costs, including revenue stamps, registration fees, etc.
	Fees for partial early repayment	<ul style="list-style-type: none"> - By phone : Free of charge * Reduced period type only. - At branches or by mail : 5,500 yen (including tax) for each time of request. * Reduced period type and repayment amount mitigation type.
	Fees for full early repayment	1.1% of outstanding balance (including tax)
	Other fees	Fees for fixed rate reselection: 5,500 yen (including tax) for each time of request.
Branches and contact information	<p>Branches of SMBC Trust Bank Ltd. (belonging to the PRESTIA) that are set up to handle said transactions. Please note that certain branches do not handle cash or check transactions.</p> <ul style="list-style-type: none"> * For more information, please visit our branches, or call our dedicated Loan Promotion Dept. at 0120-004-847. 	
SMBC Trust Bank uses the following Designated Dispute Resolution Organization:	<p>Japanese Bankers Association Contact : Japanese Bankers Association Service Desk Phone : 0570-017109 or 03-5252-3772</p>	
Other matters that might be of importance:	<ul style="list-style-type: none"> • Loans cannot be combined with loans from other banks or companies. • Staff at our branches and Loan Promotion Dept. would be glad to calculate sample home equity loan repayment scenarios. Please feel free to ask. • Please be aware that the decision to extend the loan is based on screening of applications. We may not always be able to meet your request. 	

SMBC Trust Bank Ltd.