

Generic explanation of Foreign Currency Deposits

Please read this document carefully. Before investing in foreign currency deposits, you should have a full understanding of the product, associated risks, and commissions described below. The value of Yen you will receive may be less than the amount of Yen you initially deposited.

<Risk of Foreign Currency Deposits>

There is no risk of loss of principal in the deposited foreign currency, but there is a possibility that **the Yen-equivalent value you receive including interest may be less than the original Yen-equivalent value of the deposited foreign currency** in case the exchange rate of the deposited foreign currency against Yen fluctuates and results in Yen appreciation.

<Summary of Commission>

The exchange rates that are used to convert Yen into foreign currency and vice versa include the exchange commission. An additional charge will be applied for handling of US dollar / Euro cash.

<Other Conditions>

Deposits in foreign currencies have country risks such as fluctuations in foreign currency rates, decreased liquidity, and the possibility for dysfunction in foreign exchange markets caused by changes in economic and political situations, as well as changes in regulations, etc. Certain transactions may also be restricted, such as a restriction on the withdrawal of deposits.

Particularly, emerging-market currencies such as South African Rand (ZAR), Chinese Yuan (CNY), Turkish Lira (TRY), Mexican Peso (MXN), etc. have higher risk than currencies of developed countries. With regard to currency exchange, deposits, withdrawals, etc., such transactions may be restricted due to changes in regulations, etc.

Furthermore, emerging-market currencies carry the risk of a high level of fluctuations in foreign currency rates due to the economic and political situation of countries which issue the currencies. Before transacting in emerging-market currencies, please be sure that you understand that transactions in these currencies have a relatively higher risk compared to transactions in the currencies of developed countries.

1. Summary of Foreign Currency Deposits

Deposit which is to be deposited in foreign currency. The interest rate is determined by deposit currency, term, etc. and interest is paid in deposited foreign currency. Depositing / Withdrawing from / to Yen is also accepted.

2. Commission

- The rate at which Yen is converted to another currency (TTS rate) and the rate at which a foreign currency is converted to Yen (TTB rate) each includes the foreign exchange commission prescribed by SMBC Trust Bank (Please refer to the following description of commission). As a result, **loss of principal and interest** may occur when the Yen does not fall against the foreign currency by a margin that exceeds the foreign exchange commission, not only in the case that deposit currency depreciates against Yen.
- When you deposit/withdraw foreign currency cash, handling charges (e.g., 2 yen per US dollar, 3 yen per euro) will be applied. For more details, please refer to Service Fee List.

Foreign Exchange commission (Yen per 1 foreign currency) * 1

- USD/AUD/NZD/GBP/CAD/CHF/EUR/SGD/TRY

..... 1 yen for conversion to or from 1 foreign currency; 2 yen for conversion to and from 1 foreign currency

- HKD/ZAR/CNY*2

..... 0.40 yen for conversion to or from 1 foreign currency; 0.80 yen for conversion to and from 1 foreign currency

- NOK/SEK/DKK/MXN

..... 0.30 yen for conversion to or from 1 foreign currency; 0.60 yen for conversion to and from 1 foreign currency

- THB · 0.08 yen for conversion to or from 1 foreign currency; 0.16 yen for conversion to and from 1 foreign currency

*1 Commission is subject to change without notice any time.

*2 SMBC Trust Bank handles Chinese Yuan offshore only and uses 'CNY' to denote RMB(Renminbi) funded in the offshore market, based on the currency code used on the global settlement system, while onshore RMB circulates on Mainland China.

3. Designated Dispute Resolution Organization: Japanese Bankers Association

Contact : JBA Customer Relations Center Phone : 0570 -017109 or 03 -5252-3772

4. Related Approved investor Protection Association: None

5. Other important notice

- Please receive and read the latest "Information Memorandum (Pre-Contract Document)" within one year before making transactions. This document is available at our branches, etc.
- In order to invest in this product, you need to have the Risk Score 1 or higher within one year before making transactions.
- Cancellation of "Foreign Currency Time Deposit" is not allowed before maturity, including those that have rolled over automatically, except that SMBC Trust Bank determines cancellation is unavoidable. In the event that cancellation is determined unavoidable, depositor may be required to pay settlement fee due to changes in financial circumstances, etc. "Step Up Time Deposit" can be cancelled after the first 6 months from the date of deposit.
- Foreign currency deposits are not covered by any deposit insurance.
- Deposit to emerging-market countries' currencies has relatively higher risks than those of the developed countries.
- For transactions in CNY, TRY, MXN, etc., the conditions may be restricted (the timing of deposits, withdrawals, etc.). During Market contingency etc. which SMBC Trust Bank regards it as necessary, transactions in foreign currencies may be suspended without prior notice.
- The Prevailing Market Rate is applied in principle when transactions is available via online banking. However, the publicly-announced rate (including foreign exchange commissions) is applied to all transactions in CNY, SEK, DKK, or MXN, and transactions in those currencies are not available on weekday nights and Japanese holidays.

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