

Key Fact Document

HNB SINGITHI ACCOUNT

Description of the product/service

The account could be opened in the name of a minor (below 12 years of age). Account Holders will receive gifts or gift vouchers as per the scheme, whenever the account reaches the specified balance.

Financial and other benefits to customers including incentives and promotions

Gift Scheme

HNB Singithi Account holder will receive gifts when the account reaches the specified balances as per the below gift table

A/c balance	Gift
1,000/-	Gift Voucher Rs. 250-
5,000/-	Gift Voucher Rs. 500-
10,000/-	Gift Voucher Rs. 750-
25,000/-	Gift Voucher Rs. 1,000-
50,000/-	Gift Voucher Rs. 2,000-
100,000/-	Gift Voucher Rs. 5,000/-
250,000/-	Gift Voucher Rs. 10,000/-
500,000/-	Gift Voucher Rs. 20,000/-
1,000,000/-	Gift Voucher Rs. 30,000/-

Diri Daru -Scholarship scheme for Grade 05 Scholarship Examination

- HNB Singithi Account Holders passing the Grade five scholarship examination will be eligible to receive cash rewards provided they have maintained a balance of Rs.10,000/- before the scholarship examination.
- All Students passing the exam by obtaining above the cut off marks will receive a cash reward of Rs.5,000/-
- If a standing order for minimum Rs. 500/- is in force in the students' account at the time they sit for the exam, the cash reward would be doubled as Rs. 10,000/-

Standing order Guarantee Insurance Cover

The cover is an assurance to the parent in the event of the demise of the parent that the bank undertakes to continue the standing order placed to their child's minor savings account until the child reaches the age 18 years.

- This cover is issued free of charge
- The minimum and maximum SO amount would be Rs.1,000 & Rs.25,000 per month respectively.
- Maximum SO per parent/ court appointed guardian would be Rs.75,000-
- This cover is applicable only for Parent/ Court appointed Guardians (CAG) giving monthly standing order instructions from his/ her, HNB Savings/ Current Account to HNB Singithi Account.
- The cover would guarantee to continue the SO to HNB Singithi account subject to above limits at the demise of the parent/ Court Appointed Guardian.

- Customers falling in to below categories does not required to provide Good Health Declaration or to undergo Medical Examination. SO guarantee cover for others would be subject to medical GHD/ Medical examination

Child Age Years	Parent / Court appointed guardian's age	Standing order amount
1 - 2	Up to 55 years	up to Rs.10,000
1- 10	Up to 50 years	up to Rs.25,000
11-15	Up to 60 years	Up to Rs.25,000

- Interest rate applicable for HNB HNB Singithi accounts will be higher than the rate offered for regular Savings Accounts. However, the bank reserve rights to vary the interest rate time to time subject to above condition.

Cost to Customers – Fees/Charges, Commission, Interest etc.

Refer bank official website under service charges/Fees/commissions
(<http://www.hnb.net>)

Procedure to be followed to obtain the product/service

- The father, mother or guardian can open the account by making a minimum deposit of Rs. 500/-
- Documents required to open a HNB Singithi account
 - Minor Savings Mandate signed by the Parent/Guardian
 - Parent/guardian's name, NIC number/Valid Passport or Drivers License and the contact telephone number will be mandatory
 - Copy of the Minor's Birth Certificate (issued by the Government of Sri Lanka) or
 - Copy of the National Identity Card issued by Department of Registration of Persons, if available
 - or
 - If the Child is below 3 months of age - Confirmation of Birth, certified by the Hospital giving Mother's Name and Date of Birth of the child (Copy of the "Bed Head Ticket" issued by the Hospital which is used to obtain the Birth Certificate). And Birth certificate to be submitted within 3 months to the branch
 - Parent/ Court appointed guardian should give his written consent to be enrolled to the SO guarantee insurance cover.
- In order to be eligible for the SO guarantee insurance cover the parent/ court appointed guardian should place a monthly SO from his/ her HNB account to minor's HNB Singithi Account. The minimum SO amount eligible for the cover is Rs. 1,000/- and the maximum is Rs.25,000
- The maximum value of the SO guarantee insurance cover for a parent/court appointed guardian would be Rs.75,000/-
- The death certificate and the insurance claim application form should be submitted to any HNB branch to claim the benefit. The claims would be effected from the date of the parent/ court appointed guardian's demise.

Key Terms & Conditions

- Account would be opened for children below 12 years of age.
- After the 12th Birthday, the account will automatically be transferred into an HNB Teen Account.

- Funds lying in the minor's account cannot be assigned to the bank as security for advances.
- If any changes to the interest rate/gift structure and eligibility criteria of the Account will be published in bank official website.
(<http://www.hnb.net>)
- Funds held in the Minor account belong to the Minor and not to the parent or guardian who may deposit the money.
- Withdrawals are not generally permitted until the Account Holder reaches 18 years of age. However, withdrawals could be permitted under the following circumstances with the satisfactory documentary evidence is furnished.
 - For the education of the child
 - For medical expenses of the child
 - Living Expenses of the child

Key Terms & Conditions governing the Standing Order Guarantee insurance cover issued HNBA

1. ELIGIBILITY: Below the age Sixty (60) years at commencement date or at any date of inclusion.

2. CESSATION OF LIFE ASSURANCE

A Member shall cease to be a Member on any of the following:

- The date of the parent/guardian death;
- The date when an account holder ceases to be an Singithi saving account holder of the Assured;
- The date on which parent/guardian attains age 61;
- Any other date on which parent/guardian ceases to be eligible for assurance.

3. BENEFIT

1. ANNUITY BENEFIT

1.1. Benefit

If at any time when the policy is in full force and effect and before the 61st birthday of the Life Assured, the death of the Life Assured occurs after this Policy has been in force for not less than Ninety (90) days (hereafter called "Waiting Period") from the date of commencement of the benefit, the Company agrees to pay the standing order amount as specified in the policy Schedule in monthly instalments until attaining 18th birthday of the minor since the date of death of the parent/guardian.

1.2. Payment of benefits

Subject to the general conditions embodied in this contract of assurance the Company shall make payments in relation to Annuity benefit as specified in the Schedule under this contract of assurance at the Company's Head Office upon the submission of documentary proof at the expense of the claimant, to the satisfaction of the Company and/or as reasonably required by the Company to determine;

1. The happening of the event on which the benefit become
2. The title of the person(s) claiming payment
3. The correctness of the age of the Life Assured stated in the proposal

1.3. Conditions

For the consideration of the benefit, the Death should occur before the expiry date of this benefit or before the age 61st birthday of the Life Assured.

3.4. Exclusions

- An act or attempted act of self-injury, suicide (while sane or insane) or participation in any criminal act.
- Racing of any kind other than on foot and any practice thereof, participation in any kind of hunting, mountaineering, parachuting or underwater or underground activity, or any dangerous or hazardous sport, competition, or occupation.
- Participation in terrorist activities, felonious acts or riots.
- Consequences of declared or undeclared war, civil war, rebellion revolution, insurrection, any warlike operation or restoration of public order.
- Any risk from the influence of alcohol or the taking of drugs or narcotics unless prescribed by a legally qualified physician or surgeon and taken in accordance with the prescribed dosage.
- Any form of aerial flight other than as a fare paying passenger of a recognized commercial airline.
- Active service in any Military, Naval, Air Force, Police or similar regimented force or organization.
- Any breach of law by the Life Assured.
- Disablement as a result of injury which occurred before the commencement of this cover or after 61st birthday of the Life Assured.
- In the event the insured refusing any examination and investigations deemed necessary by the Company or making such impossible.
- By nuclear fusion, nuclear fission or radioactive contamination.

4. GENERAL EXCLUSIONS

1. **Total Exclusion of Liability:** No benefit shall be payable under this Policy if arising directly or indirectly as a result of the participation of the Member in any war, invasion, act of foreign enemies, hostilities or war operations (where war be declared or not), civil war, mutiny, civil commotions assuming the proportions of, or amounting to a popular rising, military rising, insurrection, rebellion, military or usurped power or any acts of any person acting on behalf of or connection with any organization directed towards the overthrow by force of any Government or to the influencing of it by terrorism or violence.
2. **Suicide:** No benefit shall be payable if the Member commits suicide (whether of sound mind or otherwise at the time) within one (1) year after the Policy issue date or the date of inclusion to the Policy, the amount payable under this Policy shall not exceed the aggregate of premiums paid under the Policy without interest or such greater sum not exceeding the amount which would otherwise be payable upon the death of Member as may be represented by the interest of a Third party acquired in good faith for valuable consideration and proved to the satisfaction of the Company not to be recoverable in any other way.
3. **Disappearance of Member:** Where the death of the Member is sought to be established on the basis of a presumption generated in circumstances where he had not been heard of for a period of one year by those who would have naturally heard of him, if he had been alive, no money shall become due under the Policy until the effluxion of a period of seven (7) years computed from the time when the Member had ceased to be heard of, and this fact notified to the Company.

4. **AIDS Exclusion:** If at any time during the currency of this Policy including both before and after the making of any claim or whilst any benefits are being paid, the Member is found to be infected with any human immune deficiency virus, this Policy lapses with immediate effect and the Company's liability will be limited to the individual portion of the Annual Premium paid under the Policy without interest.
5. **Forfeiture in Certain Events:** In case the premium shall not be duly paid or in case any condition herein contained or endorsed hereon shall be contravened or in case it is found that any untrue or incorrect statement regarding any Member is contained in the proposal, personal statement, declaration and connected documents or any material information is withheld, then and in every such case the cover on respective Member shall be void and claims to any benefit in virtue hereof shall cease and determine and all moneys that have been paid in consequence hereof shall belong to the Company.