

Investec LiquidFixed Deposit Product Rules



Investec Specialist Bank

These product rules form part of, and are deemed to be incorporated in, the Terms and Conditions applicable to Investec Cash Investments (“Terms and Conditions”). Words and expressions used in these product rules shall have the meaning ascribed to them in the Terms and Conditions. If there is any conflict between the Terms and Conditions and these product rules, these product rules will apply.

Product description

The Investec LiquidFixed Deposit is a fixed deposit with a prime-linked interest rate that provides a range of liquidity options.

Definitions

- “account” means the Investec LiquidFixed Deposit
- “account balance” means the total capital balance in the account at any given time, and constitutes the balance on which interest is earned
- “breakage costs” means all costs, losses, liabilities, damages, charges or expenses as determined by Investec, together with an amount equal to any VAT (if applicable) and any other applicable taxes thereon which Investec incurs or suffers as a result of any early withdrawal from or closure of the account (including, but not limited to, the unwinding, termination or modification, in whole or in part, of any funding or hedge position in relation thereto)
- “encumbrance” means a hold placed on funds that have been reserved or have not yet cleared
- “fixed period” means the agreed/committed term of the investment
- “immediately available balance” means the funds that are available immediately in the account, subject to encumbrances. It is determined by the liquidity percentage, and is recalculated after each transaction, subject to any withdrawals already made
- “liquidity percentage” means the percentage of the account balance used to calculate the maximum immediately available balance. This percentage is selected by you at the time of opening the account
- “maturity date” means the end of the fixed period and the date on which funds become available
- “prime rate” means the prime lending rate of interest of Investec Specialist Bank in South Africa from time to time
- “settlement account” means the account into which all withdrawals will be paid

General

You are able to customise the account by specifying the following parameters as offered at the time of investment:

- Investment term: (6 – 60 months)
- Liquidity percentage: (0 – 50%, 10% increments)
- An Investec Call Account will be opened automatically at inception of the Investec LiquidFixed Deposit account. As each withdrawal instruction will require settlement account details, should you not specify alternative settlement account details, the funds will be transferred into this Call Account

Interest rates

- The interest rate is based on the fixed period and liquidity percentage selected, which is tiered in accordance with the initial deposit amount and is calculated on the account balance
- Interest accrues daily and can either be compounded monthly or transferred to a designated bank account. If interest is compounded, it is regarded as an additional deposit and will increase both the immediately available balance and the account balance
- If interest is transferred to a designated bank account, it is done so on the first business day of the following month and is not regarded as an immediate withdrawal
- The interest rate earned is based on a fixed differential to the prime rate and will accordingly fluctuate automatically in line with fluctuations in the prime rate without prior notice to you

Deposits

- Minimum deposit is R100 000
- Additional deposits cannot be made into an existing Investec LiquidFixed Deposit

Withdrawals

- **You will have selected the required liquidity percentage for your product when the account was opened**
- **A withdrawal of the immediately available balance up to a maximum of the liquidity percentage over the term of the fixed period is allowed**
- **Funds in excess of the immediately available balance may only be withdrawn from this account at the end of the fixed period**
- **An early withdrawal of funds in excess of the immediately available balance is not allowed:**
 - **The early withdrawal of funds and/or the termination of the account are at Investec's sole discretion and only under extreme circumstances**

- **An early withdrawal will attract penalty fees and/or breakage costs, which may reduce your capital amount**

Maturity

- On the maturity date, you can withdraw the full account balance or you can give us instructions to reinvest the funds
- In the event that we have not received an instruction on your maturing Fixed Deposit, your funds will automatically be placed in an Investec Call Deposit account earning a market related interest rate

Online banking functionality

You will be able to:

- View statements
- View transactional history
- Process payments to a preloaded beneficiary¹
 - Accessing the immediately available balance
- View and print statements and IT3(b) income tax certificates

Fees

- **No monthly management or administration fees apply to the Investec LiquidFixed Deposit**
- **Investec is entitled to charge and recover fees in respect of transactions, including, but not limited to, cash and cheque deposits. Refer to www.investec.co.za/fees for applicable transaction fees**

Early withdrawal or termination

Investec is entitled to charge and recover from you the following:

- **Breakage costs**
- **A fee in respect of any early withdrawal from or termination of the account, of an amount equal to 1% per annum of the sum withdrawn over the remainder of the notice period is applicable. This is subject to a minimum fee of R750 (seven hundred and fifty Rand), including VAT**
- **The early withdrawal of funds and/or the termination of an account are at Investec's sole discretion**

¹ Beneficiary payments:

- Clients with a transactional bank account are able to transfer funds to their current account from which transactions can be processed in accordance with their transactional banking functionality
- Clients who do not have a transactional bank account will be able to make limited transactions to a preloaded beneficiary

Account closure

- Closure is not permitted before the maturity date
- No account can be closed if there is an encumbrance over the account
- Accrued interest will be capitalised on the maturity date and included in the amount transferred when the closing instruction is actioned
- Refer to the Terms and Conditions, available on www.investec.co.za, for further details regarding account closure

Complaints

Should you have any complaints, contact your banker or the Global Client Support Centre on +27 11 286 9663.

Disclaimers

- Investec is entitled to amend these product rules and/or to withdraw the product at any time, in accordance with the Terms and Conditions. All amendments are published on www.investec.co.za
- These product rules (as amended from time to time) apply to any Investec LiquidFixed Deposit account you may open with Investec. It is your responsibility to ensure that you have read and understood the product rules and any amendments to them
- Please refer to www.investec.co.za for additional information on the product or to review the Terms and Conditions

Cash Investments

Instant Access | Notice Accounts | Fixed Deposits

Investec Specialist Bank, a division of Investec Bank Limited registration number 1969/004763/06. Investec Specialist Bank is committed to the Code of Banking Practice as regulated by the Ombudsman for Banking Services. A registered credit provider registration number NCRC9.