

BlueOrange Bank



Product Information Sheet (Date: May 2020)

This document contains a summary of the most important product characteristics of BlueOrange term deposits in EUR on page 1 (details on the subsequent pages), as per the guidelines of the Irish Consumer Protection Agency. This information does not constitute financial- or investment advice. Careful reading and consideration is highly recommended.

Product Description	Term deposit
Type of Product	Deposit with fixed term
Provider	BlueOrange Bank Jēkaba iela 2 LV-1050, Riga Latvia
Interest Rates	Please note, applicable interest rates may change during the lifecycle of this deposit. Currently valid interest rates are found on the Raisin website on the relevant product page.
Minimum- / Maximum Investment Amount	20.000 EUR / 100.000 EUR
Deposit Guarantee Scheme	Up to 100.000 EUR per customer.
Availability	Early termination not possible . (Details see Point 6)
Prolongation at maturity	An extension is automatically initiated unless you deactivate the automatic extension 5 days before the end of the term. (Details see point 5)
Withholding Tax	20% withholding tax (reducible to 10%) (Details see Point 3)
Costs	None

Required Documents

- An **electronic order** in online banking is sufficient for **opening** and **renewing** the account

following pages contain a detailed description of the product features. The information does not constitute investment advice. **Careful reading is recommended.**

1. Product Description

A term deposit is an interest-bearing money deposit made at a banking institution. It allows you to make a one-time investment of a fixed amount with a fixed term and for an agreed interest rate.

- a) Currency
- b) Minimum- /
Maximum
Investment
Amount
- c) Deposit
Guarantee
Scheme

EUR

20.000 EUR / 100.000 EUR

Please note: The maximum amount of money invested with the bank may not exceed EUR 100.000,00. If you have already invested funds with the bank, the maximum permissible deposit for further investments is reduced by the amount already invested.

Deposits up to an amount of EUR 100,000 including interest income are legally protected at 100% per customer and per bank by the Deposit Protection Fund of Latvia. Within the European Union, the minimum requirements are harmonised in all member states by Directives 94/19/EC, 2009/14/EC and 2014/49/EU.

More information can be found in raisin.ie/deposit-guarantee

2. Potential Returns

Current valid interest rates are to be found on our website, or after registration in the Online Banking of Raisin, on the relevant product pages.

The interest rate applies for the entire agreed term. The interest will be credited to your Raisin Bank account at maturity, unless you explicitly choose an extension option with interest capitalisation (see point 5). **There is no compound interest calculation and no interest payout during the term.**

Interest calculation: English interest calculation method (365/365), i.e. the year is generally calculated with 365 days.

3. Taxation

As a private investor, you are subject to taxation of your interest income in your country of tax residence. The interest income must be stated in your tax return. All required documents should be provided on time.

In Latvia, a withholding tax of 20% is withheld on your interest income unless you provide a **residence certificate**. The form is a standard form that we will provide to you after you open an account, including instructions on how to complete it in online banking. **Please submit the relevant documents to your tax office 12 months before the due date to allow plenty of time for the documents to be returned.**

No later than four weeks before the interest payment (i.e. before the due date), you must send the original form to Raisin via email - we will then forward it to the bank for you.

In this case, the withholding tax is 10%, but it is fully deductible if it is not refundable abroad.

The interest payment and the withholding tax deduction are made once at the end of the term of the investment.

You cannot submit an exemption order for investments abroad. You are required to include foreign interest income in the tax return. Additional tax information can be found on our website: raisin.ie/tax

Please note that these forms are valid for 5 years and the specific tax treatment depends on your personal circumstances and that there may also be changes in the tax treatment in the future. For individual clarification of tax issues, please consult your tax advisor.

4. Costs

One-off costs for opening an account: none

Costs for maintaining the account: none

Distribution fees: Raisin receives a commission from BlueOrange Bank. You will not incur any costs for this.

5. Prolongation at maturity

Your time deposit will be automatically renewed after maturity. The interest accrued so far is reinvested together with the original investment amount as part of the extension. The extension is carried out at the conditions valid for the new term on the due date.

With an original term of up to 12 months, your time deposit will automatically be renewed for the same term. If the original term is longer than 12 months, it will be renewed for a further 12 months.

Of course, **you can deactivate it up to five calendar days before the fixed-term deposit expires** under "My investments" - "Details".

If you deactivate the automatic extension, you can select the extension between 28 and 5 calendar days before the due date in online banking under "My investments". Otherwise, the investment amount including interest and, if applicable, less withholding tax (see point 3) will automatically be transferred back to your Raisin account at Raisin Bank AG when due.

6. Availability

The deposit is **not available** during the term.

7. Risks

Issuer Risk

The repayment of fixed-term deposits is subject to the risk of the Bank becoming insolvent. In the unlikely event of a compensation situation, repayment would be handled via the Latvian Deposit Protection Fund in accordance with EU deposit protection directives.

Payment Risk

In very exceptional cases, the free movement of capital within the EU could be restricted.

There are **no other risks** (e.g. price risk, business risk, interest rate risk).

8. Revocation

In accordance with BlueOrange Bank's Terms and Conditions, the customer has the **right to revoke the term deposit contract within 14 days**.