

# Enhanced Escalator Deposit

## Term Deposit

Date: 1 July 2020

<b>Currency</b>	AED	USD
<b>Minimum Personal Account</b>	AED 100,000	USD 25,000
<b>Minimum Commercial Account</b>	AED 2,500,000	USD 500,000
<b>Minimum Tenor</b>	One year with freedom to chose a maturity between one, two or three years	
<b>Interest Rates / Coupon</b>	Step-up / semi-annual coupon payments	
<b>Early Redemption</b>	Possible, with no penalty if cancelled on any interest payment date after one year. If cancelled within the first year, a 1% penalty on interest rate is applied. No interest if cancelled within 1 month of placement	
<b>Fixed Interest Rate</b>	Pays a fixed coupon (per annum) that increases with time	
<b>Overdraft Facility Against Deposit</b>	Available against the deposit under lien	
<b>Maturity Price/ Redemption price</b>	100% of the initial deposit	
<b>Validity</b>	Offer is valid until 31 <sup>st</sup> July 2020	

Interest Period	Interest Rates (per annum)	
	AED	USD
1 <sup>st</sup> semester	1.50%	0.85%
2 <sup>nd</sup> semester	1.60%	1.00%
3 <sup>rd</sup> semester	1.90%	1.15%
4 <sup>th</sup> semester	2.30%	1.35%
5 <sup>th</sup> semester	2.50%	1.50%
6 <sup>th</sup> semester	2.70%	1.60%

### Main Features of the Product

- 12 Months minimum maturity. Investor can choose the deposit for up to 3 years maturity.
- Investor is paid attractively across different periods with attractive yields on a semi annual basis.
- Protection against a falling interest rate scenario and any undesirable fluctuation in the interest rates market.
- In case of falling interest rates client enjoys higher returns compared to a fixed rate placement.
- Capital is protected at all times along with flexibility of withdrawal at each interest payment date.

I/We have read and fully understood all the terms and conditions of this deposit scheme. Kindly debit my/our account number ..... and place AED/USD..... on the above mentioned term deposit starting from ..... 2020 for a period of .....year(s).

Customer Name: ..... Customer Signature: .....

Customer Signature Date:



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*This document and rates are subject to change at the sole discretion of the bank. Once signed by customers and funds are accepted by the bank, the rates remain valid until maturity. Please check the validity date before signing.*

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### Frequently Asked Questions

○ **Q: Can I cancel the deposit at any time?**

A: Yes, any deposit amount booked under the Enhanced Escalator Deposit can be redeemed (provided the outstanding amount remains higher than the minimum amount required). Redemption of the deposits before maturity is subject to a notice of at least two (2) UAE business days in writing. No interest will be paid if the deposit is cancelled within 1 month of placement. No penalty if deposit is cancelled on any interest payment date after 12 months, otherwise applicable penalty will be 1% on the interest rate applied. The minimum rate cannot be lower than 0% after the penalty is applied.

○ **Q: Can I cancel and invest subsequently in this product again?**

A: Yes, you can cancel at any time subject to specified conditions, but reinvesting in the product would be subject to the prevailing market rates at that time.

○ **Q: If I need money for short term requirement but would like to continue this product, what is the solution?**

A: UAB may provide customers with an overdraft (up to 90% of the deposit amount) against this product at a very attractive price to meet any short-term cash flow requirement. The rate of the lending facility fluctuates semi-annually (Please contact your relationship manager for more details. Subject to internal approvals).

○ **Q: Is it possible to have this product in other currencies?**

A: For this particular product we are offering rates in 2 currencies AED and USD.



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