

Key Facts Statement (KFS) for Revolving Credit Facility

Dah Sing Bank, Limited (the "Bank" or "we")

Revolving Credit Facility

Jun 2024

This product is a revolving credit facility.

This KFS provides you with indicative information about interest, fees and charges, and key risks of this product but please refer to our facility letter for the final terms of your revolving credit facility.

Interest Rates and Interest Charges

Annualised Percentage Rate (APR)

Loan Amount	APR
HKD 5,000	Not applicable
HKD 20,000	
HKD 100,000	

For facility amount of HKD100,000 (or equivalent) or above:
The Bank's Interbank Offered Rate (IBOR) # PLUS up to 3% ^

IBOR is subject to the denominated currency and the interest period of loan drawdown chosen by the customer.

The Bank has the discretion to adopt the IBOR quoted by the Bank. Please contact the Bank's staff for the Bank's latest IBOR quoted by the Bank from time to time. The Bank reserves the right to determine the applicable interest rate for the revolving credit facility.

^ The rate is for your reference only. The actual interest rate applicable to a customer will be solely determined by the Bank and specified in the Bank's facility letter.

Annualised Overdue / Default Interest Rate	<p>Any past due amount whether principal or interest or otherwise under the facility will be subject to a late payment interest to be charged at 8% p.a. above the Bank's cost of funds* (as conclusively certified by the Bank) from the date of default to the date of final repayment.</p> <p>* The Bank has the discretion to adopt the cost of funds quoted by the Bank. Please contact the Bank's staff for the Bank's cost of funds quoted by the Bank from time to time. The Bank reserves the right to determine the applicable overdue / default interest rate for the revolving credit facility.</p>
Overlimit Interest Rate	Not applicable
Minimum Payment	Not applicable
Fees and Charges	
Handling Fee	Not applicable
Annual Fee / Monthly Fee	Not applicable
Withdrawal Fee / Transaction Fee	Not applicable
Late Payment Fee and Charge	Not applicable
Overlimit Handling Fee	Not applicable
Returned Cheque Charge / Rejected Autopay Charge	Not applicable
Lost Card Replacement Fee	Not applicable
Key Risks Disclosure	

YOU ARE ADVISED TO CAREFULLY READ THIS DISCLOSURE OF KEY RISKS ASSOCIATED WITH REVOLVING CREDIT FACILITIES. THIS SECTION DOES NOT CONTAIN ALL THE RISKS OF TAKING OUT SUCH LOAN FACILITIES, AND IS NOT (AND IS NOT INTENDED TO BE), A COMPLETE LIST OF ALL RISKS AND CONSIDERATIONS RELEVANT TO SUCH LOAN FACILITIES.

1. Exchange Rate Risk

Foreign exchange rates are highly volatile and are influenced by, among other things, changing supply-demand relationships; trade, fiscal, monetary, political and economic events and policies; changes in national and international interest rates and inflation; currency devaluation; and sentiment of the market place. Where the loan currency is not your home currency, you will be subject to further risk concerning the exchange rate fluctuations between the loan currency and your home currency. In addition, if the loan currency is different from the currency of the underlying collateral, you will also be subject to additional risk arising from exchange rate fluctuations which may affect the value of the loan and underlying collateral.

2. Interest Rate Risk

Interest rates may rise unexpectedly and substantially. An increase in interest rate could raise the costs of servicing the loan. Moreover, you should note that the precise specific initial interest rate that is applicable for each loan will only be determined on the day of loan drawdown. We may impose default interest charges if you fail to make any loan payment on time. If you have any doubts, please seek advice from your legal advisers.

3. Collateral Top-Up Risk

If the loan-to-value ratio (i.e. outstanding loan value against the discounted market value of collateral provided to the Bank) exceeds the maximum threshold as determined by the Bank from time to time, the borrower will be required to provide additional collateral or reduce the outstanding loan, and such action may need to be taken at short notice. Otherwise, the loan could become due for repayment or subject to a higher interest rate at our final discretion under advice to you.

4. Counterparty Risk

The Bank may have a claim against the borrower if the issuer of any collateral (e.g. where the collateral comprises securities issued by another issuer) becomes insolvent or defaults on its obligations. The Bank may (but shall not be obliged to) review the loan and/or require immediate

repayment of the loan and/or call for additional collateral in case of any adverse change in credit rating of or default of the relevant issuer.

5. Loan Recall Risk

The loan is subject to review by the Bank at any time and is also subject to the Bank's overriding right of withdrawal and repayment on demand. The Bank shall have the right to modify, suspend, cancel or terminate the loan at any time without prior notice.

6. Rate of Return Risk

There are many factors such as interest rate fluctuations and market condition etc. which affect the returns generated from the collateral and the interest payment for the loan and hence, there is no guarantee of profit.

7. Conflicts of Interest

Potential and actual conflicts of interest may arise from the different roles played by the Bank in connection with the offering of the loans.

Additional Information

● Loan Purpose

To provide liquidity / leveraging, based on investment portfolio and/or deposits placed or held with, and mortgaged/charged/pledged to, the Bank and/or properties mortgaged to the Bank.

● Acceptable Collateral

Investment portfolio, deposits^{Note} / properties. The acceptable types of collateral are subject to the Bank's final approval.

Note: The proceeds from a spot FX transaction by utilizing the revolving credit facility will be credited into the customer's account as deposit and becomes eligible collateral against which additional credit may be granted to conduct further FX transactions through repeatedly utilizing the additional available credit limit. In effect, customers may leverage their FX investment by using the revolving credit facility until the cap of the credit limit is reached or the additional available credit becomes minimal.

● Loan Type	Revolving Multicurrency Short Term Loan
● Facility Tenor	1 year (subject to annual review)
● Loan Tenor	Up to 6 months (subject to annual review)
● Principal Repayment	<p>Each advance is repayable in full (together with unpaid interest) at the end of each successive period selected by the customer. The first period commences on the loan drawdown date or on the maturity date and loan principal may be rolled over after initial drawdown and subject to the Bank's discretion and overriding right of repayment on demand.</p> <p>The borrower should inform the Bank as soon as possible of any difficulty in repaying or servicing the loan.</p>
● Interest Payment	<p>The maximum interest period is six (6) months (or such other period as specified in the facility letter).</p> <p>Interest is payable by the borrower at the end of each interest period in arrears and is calculated on daily accrual basis based on a 360-day or 365-day year (both in ordinary and leap years) depending on the applicable market convention for the approved loan currency (e.g. a 360-day year for a USD loan and a 365-day year for a HKD loan).</p> <p>Alternatively, if so agreed by the Bank, interest may be capitalized on the payment day and become part of the principal due to the Bank on the maturity day.</p>
● Currency	USD, EUR, GBP, CHF, JPY, NZD, CAD, AUD, CNY & HKD or other major currencies offered and approved by the Bank for switching from one currency to another
● Loan to Value	Each asset class and collateral will be assigned a loan to value ratio. The maximum loan amount may not at any time exceed the loan-to-value ratio (i.e. outstanding loan amount against discounted collateral value as determined by the Bank) prescribed by the Bank. The loan-to-value ratio ranges from 0% to 100%. For instance, a loan to value ratio of 80% means the Bank may lend up to 80% of the market value of the collateral. Not all types of collateral are subject to the same loan to value ratio and collateral value which are subject to the Bank's final

approval. To the extent a loan facility is secured by a property mortgage, the Bank is required to comply with specific regulatory restrictions (including loan to value ratios) from time to time.

Important Notes:

1. The grant of any loan is subject to the Bank's prior approval and the terms and conditions as set out in the facility letter and this Key Facts Statement does not in any way replace, or modify, the terms and conditions set out in the facility letter (and any related loan or security documents).
2. The Bank will not rely on the information provided by any third party (except that the Bank may rely on a credit report obtained from a credit reference agency) in considering your loan application and all loan applications are subject to the Bank's usual credit assessment approval procedure.
3. The Bank will not authorize any third party to refer a potential borrower to the Bank if that third party will charge any loan-related fee to the borrower. The Bank will not proceed with a loan application if the Bank becomes aware that the borrower has been referred to the Bank by a third party (whether authorised or not) which charges any loan-related fee to the borrower.
4. Borrowers have to repay their own loans and should not pay any intermediaries.
5. Borrowers should meet all scheduled principal repayments and aggregate interest payments over the entire intended loan period.
6. Borrowers should repay on demand the entire sum owed under the loan facility if demanded by the Bank.
7. The Bank and/or any of its associates would benefit from the offering of this product.
8. This Key Facts Statement does not constitute any offer, invitation, solicitation, recommendation or advice for making any application for or entering into any transaction by any person and the information contained in this document is provided for your reference only.
9. You should not rely on the above information alone to make any borrowing decisions. Before making such decision, you should understand the nature, terms and risks of relevant products/services and undertake your own research and assessment and if necessary, seek independent advice to carefully consider whether the products/services are suitable in light of your own financial need.
10. No indication, representation, guarantee or other assurance as to the outcome of your application for this product has been or will be given to you by or on behalf of the Bank. If you are in doubt as to the contents of this Key Facts Statement, you should seek independent professional advice.
11. If this Key Facts Statement is made available in English and Chinese, the English version shall prevail to the extent of any inconsistency between the English and Chinese version. Chinese version is provided for reference only.
12. In the event that the Bank determines that the value of collateral with reference to prevailing market prices and exchange rates falls below the required amount of collateral (whether

because of foreign exchange movements, diminution in the value of the security or otherwise) for

securing any outstanding amount under the facilities and any other loans granted by the Bank to the customer from time to time (together with any interest and charges accrued thereon), customers may be required to provide additional security acceptable to the Bank and/or reduce such outstanding amount (which may need to be done at short notice), failing which the Bank may uplift, realize, collect or sell (as the Bank may think fit and without being liable for any loss to you) all or any part of the collateral without any prior notice to you, and to apply the proceeds in or towards satisfaction of your indebtedness owing to the Bank. The Bank may not be able to sell collateral at the market price and you will be liable for any costs or expenses incurred in selling the collateral.

To borrow or not to borrow? Borrow only if you can repay!

The service(s) / product(s) mentioned herein is/are not targeted at customers in the EU.

I/We, the undersigned, confirm that I/we have read and understood this document and the Bank staff named below has clearly disclosed and explained to me/us the content of this document (in particular, the key risks disclosure, the interest rate calculation, all building blocks for determining the applicable interest rate (applicable interest rate plus a pre-defined interest rate (if applicable)), limitations and consequences arising from revolving credit facility and the relevant collateral assignment in the language I/we understand before the loan application. And I/we confirm that I/we have been invited by the Bank staff to ask questions and if necessary, seek independent advice in relation to this document. I/We further confirm that I/we understood the relevant risks, limitations and consequences arising from revolving credit facility and the relevant collateral assignment.

Customer Name:

HKID/ Passport Number:

Date:

For Internal Use Only**Declaration by Bank Staff**

I have clearly disclosed and explained to the abovenamed customer(s) the content of this document (in particular, the key risks disclosure, the interest rate calculation, all building blocks for determining the applicable interest rate (applicable interest rate plus a pre-defined interest rate (if applicable)), limitations and consequences arising from revolving credit facility and the relevant collateral assignment in the language that the customer(s) understand(s) before the loan application. I have also invited the customer(s) to ask questions and if necessary, seek independent advice in relation to this document.

Bank Staff Name:**Date:**