



Mortgage Offset Account

Product Schedule

Effective: 1 October 2016

This **Product Schedule** along with our **Deposit Account Terms and Conditions** and our **Account Access Terms and Conditions** make up the Terms and Conditions for this account and its access methods. Please read these documents before opening the account. Some words have special meanings which are explained in the **Deposit Account Terms and Conditions** and the **Account Access Terms and Conditions**. If you have any questions please ask us before operating the account.

1. About our Mortgage Offset Account

Congratulations on choosing our Mortgage Offset Account. This flexible everyday account is designed to make your banking easier with a range of access options and no account keeping fee. It works with your eligible loan by offering a partial or 100% interest offset.

2. Key features

This account is for personal use by individuals and offers a wide range of options to access your money when you need it, including: Visa debit card or cashcard, personal cheque facility, internet banking, phone banking, BPAY®, automatic transfers, ATMs, EFTPOS and of course, access through our branches.

Visa debit card, cashcard, personal cheque facility, ATMs and EFTPOS are unavailable with a passbook based account although a passbook based account can be upgraded by contacting us.

To open a Mortgage Offset Account you must have an eligible loan with us. Please contact us if you would like to know which loans qualify.

A Mortgage Offset Account with a passbook is no longer available.

3. Interest

The current interest rates are available by contacting us or at newcastlepermanent.com.au/rates. Our rates are variable and so may be changed at any time.

If you ask us to link an eligible loan where a partial interest offset applies, the Mortgage Offset credit interest rate is worked out as strata interest using the annual rate divided by 365 on the daily opening balance. This amount is then offset against the interest charged each month on your loan (this is called an "interest offset"). However if you ask us to link an eligible loan where a 100% offset rate applies, your account offset rate is the rate on your loan.

The interest offset applies up to the point where the balance of the account equals the balance owing on the loan. No interest offset applies during a month where an account is closed or converted. No interest offset applies on any balance above the balance outstanding on the loan, or for the month in which the loan is fully repaid. If your account is at any time for any reason not linked to an eligible loan, no interest is payable on the account.

This type of account with an interest offset has been approved by the Australian Taxation Office on the basis that no interest is earned. The tax effects of having an offset account are subject to the policies of the Australian Taxation Office which may change.

4. Operating your account

Visa debit card, cashcard, personal cheque facility, internet banking, phone banking, BPAY®, automatic transfers, ATMs, EFTPOS and our branches can all be used to access your account. Card access (Visa debit card, cashcard) and the personal cheque facility have minimum age requirements. Please see our **Account Access Terms and Conditions** for further details. As previously mentioned, Visa debit card, cashcard, personal cheque facility, ATMs and EFTPOS are unavailable with a passbook based account.

Please let us know if you would like to register for our personal internet banking and phone banking services. Our **Account Access Terms and Conditions** details the services available. Our business internet banking has separate business internet banking rules (which will be given to you at the time you register for business internet banking if you are eligible for this service).

Where a passbook has been issued, and when presented, we will record the details of any transactions made. Otherwise we will issue you a statement every 6 months, or more frequently if you request. However, we may not if your account has a zero balance and there were no transactions during the statement period.

5. Fees and charges

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|--|------|
| Monthly account keeping | Free |
| BPAY® | Free |
| Visa debit card purchase (when pressing the credit button) | Free |
| Automatic transfers | Free |
| Internet banking and phone banking transactions | Free |

| Free Everyday Transactions | Per Month |
|---|-----------------------------|
| 'Everyday Transactions' included with your account: | 6 free (of any combination) |
| Depending on which situation below applies to you, additional free 'Everyday Transactions' may apply. You will receive the highest number of free transactions that you qualify for. | |
| (a) 2 transactions for every whole \$500 in your account for the entire month (not including the first \$500). | Up to 14 additional free |
| (b) If you have an automatic transfer set up between your account and your Premium Plus Package Home Loan. | 24 additional free |
| (c) If you have an automatic transfer set up between your account and any other Newcastle Permanent mortgage or personal loan of yours that is not a Premium Plus Package or a Real Deal Home Loan. | 14 additional free |

So, you can have a maximum of 20 free everyday transactions each month if you qualify for (a) or (c) or up to 30 if you qualify for (b).

Free transactions commence on the first day and end on the last day of each month. Any unused free transactions will not be carried forward.

Everyday Transactions (fees apply only if you exceed your free transactions)

| | |
|------------------------------|--------|
| ATM Withdrawal (NPBS) | \$0.60 |
| ATM Enquiry (NPBS) | \$0.30 |
| EFTPOS Transaction | \$0.60 |
| Branch Withdrawal | \$2.50 |
| Westpac Group ATM Withdrawal | \$0.60 |
| Westpac Group ATM Enquiry | \$0.30 |

General

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|--|------------------------------|
| Financial Institution Cheque | \$5 |
| Direct Debit Request | \$0.50 |
| Foreign Currency Conversion | 3% |
| Visa Cash Advance | \$5 |
| International Transfer (inward) | |
| NPBS fee | \$12 |
| Third party financial institution fee | At cost |
| International Draft/Cheque (inward) | 1% min \$2 |
| Cheque Clearance | \$0.50 |
| Card Replacement (Australia) | \$10 |
| Card Replacement (Overseas) | \$100 |
| Financial Institution Cheque Replacement | \$15 |
| Special Clearance on Cheque | \$15 |
| Document and Miscellaneous Service | \$60/hour (min \$10/copy) |
| Dishonour (direct debit and cheque) | \$9 |
| Account Overdrawn | \$9 |
| Account Combination | \$5 |
| Dormant Account | \$20/half year |
| Unclaimed Moneys Administration | \$20 |

Please ensure you have sufficient funds to prevent your account becoming overdrawn. For a full description of each fee and when it is charged, please read the **Deposit Account Terms and Conditions**.

6. Limits

We have set the following limits on the amount you may withdraw from your account each day:

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| Branch cash withdrawals | \$1,000 per account unless you have made prior arrangements with us. |
| Cash withdrawals through ATMs or EFTPOS | \$1,000 or less per card as determined by the ATM or terminal owner (minimum withdrawal subject to notes available). |
| Internet banking transfer payment | \$2,000 cumulative for accounts registered for internet banking or \$10,000 cumulative for accounts registered for business internet banking (limits may be reduced or increased by applying at a branch). This applies to internet banking transfer payments authorised on a particular day irrespective of the date of the scheduled or actual payment. |
| Visa debit card purchases | \$10,000 per card, however certain merchants (e.g. a shop-owner) may have a lower limit. |
| Cashcard purchases | \$3,000 per card, however certain merchants (e.g. a shop-owner) may have a lower limit. |