

SHILPA CHILDREN'S SAVINGS TERMS & CONDITIONS

1. Terms and conditions applicable to the Shilpa Children's Savings account, the initial deposit, minimum balance, rate of interest and the method of computation and crediting of interest to the Shilpa Savings Account (the "Account") will be in accordance with the current rules and regulations of the National Development Bank PLC (Bank). The Bank reserves the right to change/revise the rules and regulations from time to time at the sole discretion of the Bank.
2. Accounts on behalf of minors (Account Holder) from the age of one day up to legal adulthood (currently 18 years) shall be considered Minors' accounts.
3. Accounts shall be maintained only until the Account Holder reaches legal adulthood, at which time the Account will be converted to a normal savings account operated by the holder on a fresh mandate signed by the Account Holder.
4. Notwithstanding the above the Bank may permit a minor, aged 16 years and above to withdraw a limited sum of money on a basis pre-arranged with the parent/guardian.
5. Subject to clause 4 above minors may be allowed to use the Bank's Automated Teller Machines network for limited operations as decided by the Bank from time to time, with the expressed approval of parent/guardian.
6. Parent/Guardian liable for Income tax are required to declare their Tax file numbers on the Mandate form. If the interest earned falls within the taxable range, it may be liable for taxes.
7. In the event of the Account Holder's death money in the account will be released in accordance with the Laws of Sri Lanka.
8. Cheques, money orders etc. drawn in favor of the Account Holder, may be accepted only at the discretion of the Bank.
9. The parent/guardian can decide to credit a pledged amount into the account each month to earn an additional interest benefit (the minimum pledged amount shall be a sum decided by the Bank from time to time).
10. Upon the Account Holder/parent or the guardian depositing into the account the pledged amount each month, the Bank shall pay to the Account Holder an additional interest payment of the interest receivable on the account at the beginning of the following month.
11. In the event that the Account Holder or parent or guardian does not deposit the pledged amount in a particular month to the account, the Account Holder shall forfeit the additional interest payment receivable for that month.
12. Cash deposits into the account may be done at any branch of the Bank irrespective of where the account was opened.
13. No account will be opened in joint names of Minors.
14. Each parent/guardian will be provided with a passbook, the safety of which will be the parent/guardian's responsibility. The Bank must be notified in writing if the passbook is lost, stolen or misplaced.
15. The parent/guardian shall update the passbook regularly and shall prior to leaving the Bank, ensure that all deposits, interests are recorded accurately to the satisfaction of the Account Holder. The Bank shall not accept any responsibility whatsoever for any

records which are neither computer printed or entered under the signature of an authorized officer of the Bank.

16. The Bank may at its sole discretion offer a gift scheme for the Account Holders.

17. The Bank has the right to change the gift scheme depending on market conditions and such changes will be available on the Bank's website and displayed at the Banks' head office and its branch premises.

18. In order to receive gift/s the Account Holder shall fulfill the requirements set down by the Bank at the time of claiming the gift/s as mentioned in the bank's gift brochure.

19. The passbook needs to be presented to the account holding branch when claiming the applicable gifts.

20. The Bank may issue a fresh passbook upon an acceptance of an exceptional explanation been given by the parent or the guardian together with a valid affidavit and an indemnity.

21. In the event the passbook is lost, the Bank will consider that all gift entitlements up to the current balance have been issued to the Account Holder.

22. In the event a 'NDB Shilpa Children's Savings Account' is closed at the request of a parent or guardian prior to the Account Holder reaching 18 years of age under exceptional circumstances, the Bank reserves the right to recover the cost of gifts issued from the available balance.

23. All Insurance benefits attached to 'NDB Shilpa Children's Savings Account' will be subject to prevailing insurance laws and practices and to such terms and conditions stipulated by the respective insurance company.

24. These Terms and Conditions shall be governed by and construed in accordance with prevailing laws of Sri Lanka. The Account Holders/parents/guardians named in the Account opening mandate irrevocably submit to the nonexclusive jurisdictions of the civil courts of Sri Lanka.

25. The Bank will not accept or recognize trusts.

26. The Bank shall have the right to assign any or its rights hereunder to another party without obtaining the Account Holders prior approval therefor.

27. Upon the Account Holder attaining majority he/she should claim the balance after providing his/her identity to the satisfaction of the Bank. Where such balance is not claimed, account will be converted to an ordinary savings account in the name of the beneficiary. Such converted accounts will be governed by the rules applicable to ordinary savings account.

28. If the Minor birth certificate is not submitted at the time of opening the account, it should be produced at the time of claiming the balance.

29. The Bank reserves to itself the right to alter or add to these rules at any time.

30. The term "Bank" shall mean the National Development Bank PLC and its successors and assigns.