

# Information on Deposit Protection and Investor Compensation

## Account Data

Account Name:

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Account-ID:

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With respect to deposit protection and investor compensation Kathrein Privatbank Aktiengesellschaft („Kathrein“) is fully subject to the provisions of the Austrian Act on Deposit Guarantee Schemes and Investor Compensation [Einlagensicherungs- und Anlegerentschädigungsgesetz/ESAEG]. The bank is a member of Einlagensicherung AUSTRIA GesmbH. which is responsible for the statutory deposit guarantee and investor compensation scheme of the several credit institutions.

The main contents of the ESAEG are summarized below. For further details, we reference to the statutory provisions of the federal law “Einlagensicherung und Anlegerentschädigung bei Kreditinstituten” (ESAEG), as well as the provisions of the Austrian Banking Act.

### A Overview on Information for Depositors

Summary of Information for deposit protection:

Deposits at Kathrein are protected by:	Einlagensicherung AUSTRIA GesmbH (1)
Coverage Level:	100.000,- Euro per depositor per institution (2)
In the case of multiple accounts/ deposits at one credit institution:	All your deposits are summarized up to a total value of Euro 100,000.- (2)
In the case of joint accounts with one or more other persons:	The maximum limit of 100,000. – Euro will be ensured for each depositor. (3)
Repayment time on default of the credit institution:	7 working days (4)
Currency of repayment:	Euro
Contact data:	Einlagensicherung AUSTRIA GesmbH 1010 Vienna, Wipplingerstraße 34/DG4 Phone: +43 (1) 533 98 03 – 0 E-Mail: <a href="mailto:office@einlagensicherung.at">office@einlagensicherung.at</a>
Further information:	<a href="http://www.einlagensicherung.at">www.einlagensicherung.at</a>
Confirmation of receipt of the customer:	
Date: _____	_____ Signature account holder
	_____ Signature of further account holders (if applicable)

## Additional Information

### (1) Applicable deposit protection system for protection of your deposit:

Your deposit is protected by a statutory deposit protection system. In the case of a default of your credit institution your deposit is protected up to a total value of EUR 100,000. - or equivalent amount in different currency.

### (2) General Coverage Level

Deposits (i.e. deposits and credit balances in accounts or savings accounts, e.g. wage or salary accounts, savings accounts or pension accounts, other current accounts, time deposits or fixed-term savings accounts) of natural persons and non-natural persons are covered by a maximum amount of EUR 100,000 per depositor, irrespective of whether it is a retail or business deposit. When calculating the covered deposits eligible deposits are not to be taken into account if the depositor has liabilities vis-à-vis Kathrein which, according to statutory or contractual provisions, can be set off and which become due by the time of occurrence of the guaranteed event. In the case a customer has 90,000. - Euro on a savings account and 20,000. - on a current account he will only get 100,000. - as repayment.

### (3) Joint accounts: Escrow accounts

In the case of joint accounts the limit is EUR 100,000 per depositor. If the depositors of the joint account have sent specific regulations on the allocation of deposits to Kathrein in writing, the share of each depositor in a joint account shall be taken into account in calculating the eligible deposits. If the depositors failed to communicate regulations on the allocation of the deposits in the joint account to Kathrein in writing, the deposits in the joint account shall be divided equally among the depositors. Deposits in an account to which two or more persons are entitled as partners of a general partnership, a limited partnership, a civil-law association or a partnership corresponding to any of these types of partnerships under the law of a Member State or a third country, will be aggregated and treated as if made by a single depositor for the purpose of calculating the eligible and covered deposits. In the case of disclosed escrow accounts the trustor shall be deemed the depositors.

### (4) Refunding

The relevant deposit protection system is the "Einlagensicherung der Banken & Bankiers Gesellschaft m.b.H., Börsegasse 11, 1010 Vienna, Phone: +43 (1) 533 98 03 – 0, [office@einlagensicherung.at](mailto:office@einlagensicherung.at), [www.einlagensicherung.at](http://www.einlagensicherung.at).

Your covered deposit (maximum EUR 100,000.- or equivalent amount in different currency) will be refunded within 7 working days.

If you have not received the refunding within these respites please contact your deposit protection system, as the period for refund claims can expire. Further information can be found at [www.einlagensicherung.at](http://www.einlagensicherung.at)

## Further important information

Deposits of private customers and companies are generally protected by the deposit protection system. However there are exemptions for some specified deposits (§10 ESAEG). These exemptions are shown at the website of the relevant deposit protection system ([www.einlagensicherung.at](http://www.einlagensicherung.at)). Upon request your bank will inform, if certain products are covered deposits or not. Your bank will show coverable deposits on the bank account statements.

## B Information on Investor Compensation

Austrian law requires custodian banks to return securities to investors on demand. Any monetary claims arising under the investor compensation scheme are guaranteed up to a maximum amount of EUR 20,000. - both for natural persons and non-natural persons. However, the protection scheme's cover obligation for claims of creditors which are not natural persons is limited to 90% of the claim from securities per investor, thus to a maximum of EUR 18,000.-.

### Deposit protection versus investor compensation

Normally all kinds of deposits/balances credited to interest-bearing or non-interest-bearing accounts with credit institutions (such as balances held in salary accounts, savings accounts, fixed-term deposits, etc.) are subject to the deposit protection scheme.

Returns on securities (dividends, sales proceeds, redemption, etc.) are also covered by the guarantee scheme provided they are credited to an interest-bearing account with a credit institution. If, however, returns are transferred directly to a non-interest-bearing account, such funds will be subject to investor compensation.

### Exemptions from deposit guarantee and investor compensation scheme

Please find below a simplified version of exemptions from coverage. The legal text of § 47 Abs. 2 ESAEG applies.

The following deposits and claims are excluded from coverage by the scheme:

- Deposits and claims not denominated in Euros, Swiss francs or another currency of an EEA Member State (all EU countries, Iceland, Liechtenstein and Norway), except for securities acc. § 1 Z 6 WAG 2007 (Austrian Securities Supervision Act).
- Debt securities issued by the credit institution. They will be serviced in the bankruptcy proceedings of the issuing bank according to the terms of issue (they may be serviced preferentially out of isolated cover funds, such as mortgage bonds, or with the dividend in bankruptcy, or they are considered subordinate and can only be serviced after other non-subordinated creditors are satisfied).
- Deposits and claims of companies which qualify as large corporations as defined in § 221 (3) of the Austrian Companies Act (UGB).
- Deposits and claims of individuals linked to the credit institution, such as members of the board, of the supervisory board, personally liable partners, auditors of the bank and individuals holding at least 5 % of the bank's capital, even if such individuals, by virtue of their office, work for affiliated undertakings of the bank (save insignificant participating interests). Moreover close relatives of individuals linked to the credit institution, as well as third parties, are excluded from the protection scheme if the close relative or third party acts for the account of individuals linked to the credit institution.
- Deposits and claims of other companies which are affiliated undertakings (§ 244 UGB) of the credit institution.
- Deposits and claims for which the credit institution granted the depositor, or the party entitled to a claim, interest rates or other financial benefits on an individual basis which contributed to the deterioration of the financial situation of the credit institution.
- Deposits and claims connected with money laundering.
- Deposits and claims of credit or financial institutions or securities trading firms, as well as of institutional investors, such as insurance companies, investment companies (funds), pension and retirement income provision funds, etc..
- Deposits and claims of federal, regional and local governments, and of comparable territorial authorities abroad.

The main differences between deposit protection and investor compensation are listed below:

	Deposit protection	Investor compensation
Coverage level:	EUR 100,000.– In single cases EUR 500.000.– (§ 12 ESAEG)	EUR 20,000.–
Deductible:	No	For non-natural persons 10 %
Repayment periods:	7 working days	3 months
Customer application required:	No Exemption: temporary covered deposits (§ 12 ESAEG)	Yes

Further information (including Frequently Asked Questions FAQ) concerning deposit protection and investor compensation can be found at [www.einlagensicherung.at](http://www.einlagensicherung.at).