

## INFORMATION OVERVIEW REGARDING THE DEPOSIT INSURANCE SYSTEM

### Basic Information about the Deposit Protection

Deposits kept with PPF banka a.s. are insured by:	Garanční systém finančního trhu (Fond pojištění vkladů) <sup>1</sup> (The Financial Market Guarantee System / Deposit Insurance Fund/)
Insurance cap:	The compensation shall be paid out in Czech crowns, up to the amount equivalent to EUR 100,000 deposited with PPF banka a.s. per client <sup>2</sup>
If you have several deposits kept with PPF banka a.s.:	The cap equal to EUR 100,000 denominated in Czech crowns shall be applied to an aggregate sum of all deposit of yours kept with PPF banka a.s.
If you have a joint account owned by multiple individuals:	The cap equal to EUR 100,000 denominated in Czech crowns shall be applied separately to each client <sup>3</sup> .
Deadline for payout in case of the bank's default <sup>4</sup>	20 working days (before 31 May 2016) <sup>4</sup> 7 working days (after 01 June 2016) <sup>4</sup>
Currency in which the deposited amount shall be paid out:	Czech crowns (CZK)
Contact to the Financial Market Guarantee System:	Garanční systém finančního trhu Týn 639/1, Staré Město, 110 00 Praha 1 Tel.: (+420) 234 767 676, E-mail: info@fpv.cz
Further information is available at:	www.fpv.cz

### Further Vital Information

The Financial Market Guarantee System, through the Deposit Insurance Fund, protects in general deposits of all business and non-business persons up to the given cap. Exceptions applicable to certain deposits are explained at the Internet pages of the Financial Market Guarantee System. PPF banka a.s. shall inform you, upon your request, whether or not its specific products are insured. If a specific deposit is protected under the deposit insurance system, PPF banka a.s. shall confirm it in a relevant statement of account or another similar document.

#### <sup>1</sup> System that is responsible for the protection of your deposit

Your deposit is insured under the deposit insurance statutory scheme and the deposit insurance contractual scheme. In case of insolvency on the part of PPF banka a.s. you shall receive a compensation for your deposit up to an equivalent of EUR 100,000.

The equivalent of the cap shall be converted into Czech crowns using the exchange rate published by the Czech National Bank on the day on which the Czech National Bank shall have issued the declaration stating that PPF banka a.s. is not able to meet its obligations to entitled entities arising under law or contracts, or on which a court in the Czech Republic or abroad shall have issued a ruling that should suspend the depositors' right to handle their deposits kept with PPF banka a.s. that are subject to the insurance (conclusive date).

## <sup>2</sup> **Aggregate insurance cap**

If a deposit is no longer available, since a banking institution is not able to meet its financial obligations, the Financial Market Guarantee System (Deposit Insurance Fund) shall pay out to the clients a compensation for their deposits up to the amount of the cap. The compensation shall not be in excess of an amount in CZK equivalent to EUR 100,000 per a bank or a cooperative credit union. All deposits kept by a given banking institution for a single client shall be add up in order to calculate the insurance proceeds that should be paid out. E.g., if a given client has an amount equivalent to EUR 90,000 in a savings account and an amount equivalent to EUR 20,000 EUR in a current account, he/she shall only receive a CZK amount equivalent to EUR 100,000. The same procedure shall apply in case that a given banking institution goes by several company names or trademarks.

In certain cases specified by the Banking Act, deposits in excess of EUR 100,000 can be protected in full, too, however only up to an amount equivalent to EUR 200,000. These are, e.g., deposited proceeds of sale of a housing real estate, provided that the conclusive date occurred no later than 3 months from the crediting of the funds to the account, and other deposits enumerated in the Banking Act.

## <sup>3</sup> **Insurance cap applicable to joint accounts**

In case of joint accounts (i.e. accounts owned by multiple individuals as envisaged in Section 41e(1) of the Banking Act), each client's share is included separately into his/her cap that is equivalent to EUR 100,000. The protection is not extended to individuals who have a mere right of disposal and are not joint owners of an account.

## <sup>4</sup> **Payout**

The deposit insurance scheme from which the compensation is paid out to clients is the Financial Market Guarantee System (the Deposit Insurance Fund), Týn 639/1, Staré Město, 110 00 Praha 1, Telephone: (+420) 234 767 676, E-mail: info@fpv.cz, www.fpv.cz.). Until 31 May 2016, the payoff of the compensation for your deposits up to the CZK amount equivalent to EUR 100,000 shall start no later than 20 working days from the conclusive date. Starting from 01 June 2016, the deadline for the start of the payout shall be 7 working days from the conclusive date. In certain cases (e.g. if the funds are registered in an account of a payment institution, etc.) the deadline may be longer (15 working days). If you fail to receive the compensation by the above deadlines, you should contact the Financial Market Guarantee System (Deposit Insurance Fund) due to the risk in delay and limitation of the time allowed for claiming the compensation. Pursuant to Section 41h(3) of the Banking Act, the objective statute-barred deadline applicable to banking institutions with their registered office in the Czech Republic is 3 years. For further information, see the website www.fpv.cz.