

PPF BANKA A.S. DEBIT CARDS

Types of Debit cards, Additional services and bonus schemes offered, usage of Debit cards

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1. Benefits of Debit cards

Debit Cards can be used for payments to Merchants as well as for cash withdrawals from ATMs 24 hours a day. Other benefits include:

- Use of the Debit card in the Czech Republic and abroad;
- Debit card payments do not usually incur Fees;
- The weekly Debit card Limit allows for greater flexibility in withdrawing funds; the Limit can be modified at any time;
- Non-stop customer hotline for Debit card cancellation in the event of its loss or theft;
- Debit card can also be issued to person named by the Client – Payment account owner, even if she/he is not authorized to use this account;
- One Debit card can be issued in association with up to four Payment Accounts;
- There is no limit on the number of persons to whom a Debit card can be issued for one Payment Account;
- Additional Services (“AS”) may be arranged for a Debit card; or an AS can be set up automatically as part of its price, depending on the type of Debit card;
- Debit cards can be issued with either standard or express delivery;
- On expiration, the Debit card will be automatically renewed, with the same period of validity;
- Debit card can be also renewed prior to expiration (the “Early Renewal”), again with the same period of validity;
- In the event of damage to the Debit card, a Duplicate can be issued with the original expiration date.

2. Basic description of Debit cards offered

The Bank offers international debit payment cards by Mastercard, one of the most prominent companies on the market. The Debit cards are issued as dual cards – meaning they can be used for both contact payments (by inserting the Debit card into a reader) and contactless payments (by placing the Debit card close to a special reader), and also as hybrid cards – meaning that they feature both a magnetic stripe and a chip.

Debit cards can be used at locations where the Mastercard logo is displayed for:

- Payments to Merchants including possibility to perform Contactless Transaction if the Merchant offers this option;
- Cash withdrawals from ATMs or Cash Advance (cash withdrawals at banks or currency exchange offices) including possibility to perform Contactless Transaction if the ATM, bank or exchange office offers this option;
- Payments on the Internet (E-commerce Transactions),
- Mail Orders/Telephone Orders of goods and services (MO/TO Transactions);
- Payment Account balance information via ATM;
- PIN change via ATM.

The security of payments to Merchants using electronic terminals (POS) or manual readers (imprinter) and of cash withdrawals against misuse is provided through the use of the PIN or signature verification. Contactless Transactions are an exception – see point [4.4](#).

The security of E-commerce Transactions is provided using 3D Secure – for details refer to the [Guide for Using Payment Cards for Online Payments](#).

3. Type of Debit cards, Additional services and bonus schemes offered

3.1 Offered Debit cards

All types of Debit cards are issued with Contactless Transaction functionality – the Bank does not issue Debit cards without this functionality.

3.1.1 Mastercard Embossed Card

- Issued in the Commercial version with Payment Accounts owned by natural persons – sole traders and legal entities
- The standard Weekly Card Limit is set at a maximum of CZK 100,000.
- The AS that can be arranged with the Debit card are:
 - Quality Travel Insurance
 - Debit card Misuse Insurance.

3.1.2 Mastercard Gold Card

- Issued in the Commercial version with Payment Accounts owned by natural persons – sole traders and legal entities
- The standard Weekly Card Limit is set at a maximum amount of CZK 300,000;
- TOP Travel Insurance is arranged automatically as an AS with this Debit card;
- Debit card Misuse Insurance can also be arranged as an AS with this Debit card.

3.2 Additional Services

Details on offered AS, including the full wording of the Terms and Conditions, scope of cover, etc. can be found on the Bank's website on [Important documents, Electronic banking and payments cards, Payment cards page](#).

3.2.1 Travel Insurance

Travel Insurance can be arranged in association with all types of Debit cards and is provided by Generali Česká pojišťovna a.s. with the following coverage:

- Medical insurance, including assistance services;
- Civil third-party liability insurance;

- Travel luggage insurance;
- Accident insurance.

Travel Insurance applies to family members as well, and is offered in two options:

- TOP – this alternative cannot be arranged separately; it is provided as an obligatory AS with Gold Cards;
- QUALITY – this alternative can be arranged separately in association with Embossed Cards, and is not an option for Gold Cards.

3.2.2 Debit Card Misuse Insurance

Insurance coverage for expenditures incurred as a result of payment card misuse, loss of documents or keys or theft, or fraudulent mobile phone use ("Debit Card Misuse Insurance") can be arranged with all types of Cards and is provided by Generali Česká pojišťovna a.s. with the following coverage:

- Insurance of Card loss or Debit card theft and misuse;
- Insurance of the loss or theft of personal documents;
- Insurance of the loss or theft of keys;
- Insurance of mobile phone theft;
- Insurance of fraudulent mobile phone use.

Debit Card Misuse Insurance can be arranged with any Debit card of the Basic, Standard, Standard plus or Extra variants.

3.3 Mastercard bonus schemes

Please note: Participation in certain bonus programs may have tax consequences. Their evaluation is a matter of the Client.

3.3.1 Premium programme MujMastercard.cz for Gold cards

For the **Gold Cards issued on Payment Accounts of natural persons**, the **Premium Programme** can be arranged within the MujMastercard.cz program (this offer does not apply to Gold Commercial Debit cards issued in association with Payment Accounts of natural persons – sole traders and legal entities). This Programme grants Holders free entry to select airport lounges, assistance services and other benefits.

Information on the Premium Programme can be found on the website <http://www.mujmastercard.cz/premium>.

3.3.2 Business Programme MujMastercard.cz for Commercial cards

For all types of Commercial cards – i.e. those issued in association with Payment Accounts of natural persons – sole traders and legal entities, it is possible to arrange the **Business Programme** within the MujMastercard.cz program (this offer does not apply to Debit cards issued in association with natural persons' Payment Accounts). This Programme grants Holders free entry to select airport lounges, assistance services, discounts with selected Merchants, etc.

Information on the Business Programme can be found on the website <http://www.mujmastercard.cz/business>.

3.3.3 Priceless Cities Programme for all Debit cards Holders

For all types of Debit Cards, it is possible to arrange the **Priceless Cities Programme**.

Programme registration and participation is free of charge.

As part of the worldwide **Priceless Cities Programme**, Debit card Holders will have the opportunity to purchase experiences in the field of culinary, entertainment, fashion and design, etc. in Prague and in selected cities across the world.

The involvement in the Priceless Cities Programme is subject to registration at <http://www.priceless.com>, which also shows the experiences currently available under the Programme.

4. Possible types of Payment transactions made with Debit cards

Debit card can be used for payments only if the following conditions are met:

- The Debit card is valid at the time of use;
- The Available Balance in the Payment Account(s) on which the Debit card was issued is sufficient to cover the payment (including the authorized debit or overdraft facility), and the Holder has not exhausted their Weekly Limit.

For each type of Payment Transaction, additional terms are set forth below in the description of these Payment Transactions.

We recommend using contactless payments at POS terminals and cash withdrawals at ATMs wherever this option is available from the merchant or the ATM – this prevents the risk of Card data being copied and the Debit card misused (most ATM operators in the Czech Republic offer contactless transactions).

4.1 Cash withdrawal from ATMs

The following conditions have to be met in case of usage the Debit card for withdraw cash at ATMs:

- The Debit card's chip (with ATMs that accept chip-enabled payment cards) or magnetic stripe (with ATMs that are not enabled with chip technology) is undamaged;
- The Debit card is inserted or put (in the case of Contactless Transaction) in the correct position (as shown in the picture next to the ATM's card reader);
- The Holder enters the correct PIN and the required amount using the keypad.

During the transaction, the Holder should follow the instructions on the ATM screen ("Insert Card", "Enter your PIN" etc.). The Holder will receive a written transaction confirmation from the ATM printer unless the Holder declines the receipt in advance.

When selecting an amount other than those offered by the ATM, the ATM will usually display the account selection menu. When entering account type, it is necessary to always select "**Current Account**" or "**Checking Account**" ("**Běžný účet**" in Czech).

4.2 Cash Advance

Cash Advance is a service where cash is disbursed upon the submission of a Debit card at a bank or currency exchange office. With embossed Debit cards, this method of cash withdrawal is possible on Imprinters, POS and EFTPOS. The Cash Advance limit is based on the POS Limit (for Merchants and service outlets).

4.3 Debit card payments to Merchants

Debit card can be used for payments to Merchants for goods and services via Imprinters, and payment terminals (POS).

When entering the amount, certain payment terminals may display the account selection menu. It is necessary to always select "**Current Account**" or "**Checking Account**" ("**Běžný účet**" in Czech).

4.3.1 Imprinters

For Debit card payments, the Merchant issues a receipt (Sale Slip) using the Imprinter, writes down the price and description of the goods/service(s) and date, and hands the sales slip to the Holder for signing. The Holder is required to check whether the goods/service(s) description and amount agree and must sign it with a signature that matches the signature on the Debit card. The Holder receives the original sales slip, and the Merchant receives its copies.

4.3.2 Payment terminals (POS)

Debit cards are used for payments on payment terminals (POS) connected to the interbank payment card association's common system.

The following conditions have to be met in case of usage the Debit card for withdraw cash at POSs:

- The Debit card's chip (with POSs that accept chip-enabled payment cards) or magnetic stripe (with POSs that are not enabled with chip technology) is undamaged;
- The Debit card is inserted or put (in the case of Contactless Transaction) in the correct position (as shown in the picture next to the POS's card reader);

The Payment Transaction is authorized so that the Holder signs the receipt with a signature that matches the signature on the Card or enters the PIN using the keypad (the "PINPAD"), with the exception of Contactless Transactions where the amount does not exceed the specified limit – see point [4.4](#).

4.4 Contactless Transactions

These are Payment Transactions that do not require direct physical contact between the Debit card and the POS or ATM. Contactless Transactions can be performed only at POS and ATM which permit this type of transaction and which allow online authorization of the Contactless Transactions performed.

Contactless Transactions are performed by holding the Debit card up to the POS terminal or to a special ATM reader.

In case of POS payment it is not necessary to enter a PIN when the amount of a Contactless Transaction does not exceed the limit for a single Contactless Transaction. If the amount of a Contactless Transaction exceeds this limit, the PIN also has to be entered to perform it. At present, this limit is set to CZK 500 in the Czech Republic; abroad, the limits differ across various states and various Merchants (e.g. USD 25 in the USA, AUD 100 in Australia, NZD 80 in New Zealand, EUR 15 in Ireland, EUR 25 in most European countries, GBP 20–30 in the UK). However, these amounts may be changed.

PIN may also be required for Contactless Transactions performed at POS not exceeding the defined limit, namely:

- in the case of six consecutive Contactless transactions without entering a PIN – for the sixth Contactless Transaction it will be required to enter it;
- depending on the measures of the Merchant or his bank (mainly due to increased security measure).

Before performing the first Contactless Transaction, at least one Payment Transaction involving the insertion of the Debit card into a POS or ATM and using the PIN must be made (i.e. the so-called contact transactions).

4.5 Mail Orders/Telephone Orders of goods and services (MO/TO Transactions)

Certain goods can be paid for using the Debit card “remotely” – without the physical presence of the Debit card – in written form or by phone. Mail Orders (“MO” – mail/written orders) and Telephone Orders (“TO” – orders placed via telephone) can be used to pay for the subscription of newspapers and periodicals, conference participation fees, club memberships etc.

When using this type of service, it is necessary to give the Merchant the following information:

- Debit card number, if necessary including the Card Verification Code (CVC/CVC2);
- Month and year of the Debit card’s expiration date;
- Description of the goods or service to be provided;
- Recipient’s address;
- Amount to be paid;
- The Holder’s signature (not applicable for Telephone Orders).

Merchants should be chosen carefully, as the goods sent/service(s) provided may be at variance with the order and/or may not be provided at all. In such cases, the Bank is not responsible for any complaints regarding the goods or services provided.

4.6 Debit card payments on the Internet (E-commerce Transactions)

The Client must apply for the option to use the Debit card via the Internet for E-commerce Transactions when the Debit card is issued, or apply for a change in the terms of a Debit card already issued.

When performing such Transactions, the Holder must specify the Debit card number, the Debit card’s expiration date and the CVC/CVC2 (a three-digit security code printed on the back of the Debit card’s signature panel – the **last three digits** of the number). In some cases, it is also required to state the name and surname of the Debit card Holder and, if applicable, the email address to which the confirmation of the E-commerce transaction will be sent.

E-commerce Transaction may be secured using 3D Secure. This is an international standard used to increase the security of E-commerce Transactions. In this case, the E-commerce Transaction must be authorized by one of the following ways:

- the Holder enters a Single-use code, which will be sent to his mobile phone, and an e-PIN to confirm and complete the E-commerce Transaction;
- the Holder confirms the E-commerce transaction via the e-Token application.

Details are available in the [Guide for Using Payment Cards for Online Payments](#).

4.7 Dynamic Currency Conversion

Some POS or ATMs abroad offer so-called dynamic currency conversion (DCC)¹. It is a service that allows the Holder to choose the currency in which the Card Payment Transaction is to be settled directly on the POS or ATM.

As a rule, this is the choice between the national currency of the place where the Card Payment Transaction is executed and the national currency of the seat of the bank that issued the payment card (example: in the United Kingdom, the Merchant offers that the Payment Transaction made with Debit card issued by PPF banka can be executed in in British pounds or in Czech crowns). The amount in the national currency of the seat of the bank issuing the payment card can be displayed directly on the POS / ATM.

This service has its own risk at a rate determined by a company that operates a POS or ATM and is often less profitable than Debit card payment in a local currency. Additionally, if the Debit card is issued to a Payment Account in a different currency than the conversion currency offered (in the example above, the Payment Account would be held in EUR or USD), there are three conversions: from the currency of the given country to the currency offered (i.e. from GBP to CZK), and from the settled currency to the currency in which the Payment Account is maintained (ie from CZK to EUR / USD).

5. Other functionalities and services related to the Debit cards

Other functionalities and services can be agreed to the Debit cards.

5.1 Payment Account balance information via ATM

This service is provided on ATMs to all Holders with who have permission from the Client – Payment Account Owner to view the balance(s) available on the Payment Account(s) in association with which the Debit card used has been issued.

The method in which the Payment Account balance inquiry is submitted and the corresponding response displayed depends on the specific settings of the ATM.

5.2 Debit card PIN change via ATM

A Holder may change the PIN at ATMs of other banks that also offer this service at their ATMs for payment cards issued by other banks so long as the Debit card is valid, with the following exceptions. A Holder may not change the PIN:

- if the Debit card will expire in 6 weeks or earlier, and
- in the period between the application for a replacement Debit card (Early Renewal or the issue of a Duplicate) and the delivery of the new Debit card to the Holder, in which case the PIN may be changed only after the new Debit card has been delivered.

The new PIN becomes active immediately after the change is made.

5.3 Notifications on Payment Transaction performed by the Debit card

The Client can agree sending notifications on successful and unsuccessful Payment Transaction performed by the Debit card. There are two ways to set notifications:

- By the Client or the Holder in the Internet banking ("IB") – notifications can be sent to any email address or to any mobile phone number, sending notifications is free of charge;
- By the bank in the Card management system – the notification is always sent only via SMS and can only be send to the Holder to a mobile phone number for 3D Secure authorization (see point 4.6).

5.4 Change of e-PIN for E-commerce transactions in Internet banking

The Debit card Holder may change the e-PIN for performing E-commerce transactions via IB so long as the Debit card is valid, with the following exceptions. A Holder may not change the e-PIN:

- if the Debit card will expire in 6 weeks or earlier, and
- in the period between the application for a replacement Debit card (Early Renewal or the issue of a Duplicate) and the delivery of the new Debit card to the Holder, in which case the PIN may be changed only after the new Debit card has been delivered.

The e-PIN change becomes active immediately after the change is made.

¹ https://en.wikipedia.org/wiki/Dynamic_currency_conversion

6. User support

User support for Debit cards is provided by Customer Service, by calling +420 224 175 902, or at customer.service@ppfbanka.cz. Business Hours of Customer Service are available on Bank's Website. The phone line is unavailable outside Customer Service Business Hours. Customer Service will handle any inquiries submitted via e-mail outside of the above hours during Business Hours on the following Business Day.

The Card Cancellation Hotline is available 24 hours a day at +420 222 244 266.