



Companies & Trusts TotalMoney accounts.

Terms and Conditions

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Thank you for signing up to TotalMoney.

It is important you read these terms and conditions as they will help you understand everything you need to know about your TotalMoney account. If you would like more information on how to get the most out of TotalMoney, please go to bnz.co.nz

1. Definitions

Account: A TotalMoney account with us in the name of the Account Holder.

Account Holder: The customer named in the TotalMoney registration form as the holder of the Account.

Account Owner: An individual who is accepted by us as being authorised to operate, transact and/or control Account(s).

Authorised Signatory: A person authorised to operate an Account or Loan, including a limited user or additional signatory.

BNZ, we, us or our: Bank of New Zealand.

Group: The Accounts and Loans of the Account Holder.

Loan: A TotalMoney loan with us in the name of the Account Holder.

you and your: The Account Owner, and/or the Account Holder as the context requires.

Interpretation: The plural includes the singular and the singular includes the plural unless the context requires otherwise.

2. Standard Terms and Conditions

The Accounts are subject to BNZ's Standard Terms and Conditions as well as these TotalMoney terms and conditions.

For a copy of BNZ's Standard Terms and Conditions, please visit our website bnz.co.nz or ask at your nearest store.

3. Fees

3.1. Fees

The Accounts are subject to BNZ's standard account and service fees. For information about fees please visit our website bnz.co.nz or ask at your nearest store for a copy of the Business and Agribusiness Account, Service and Facility Fees brochure.

The TotalMoney Monthly Account Fee referred to in the Business and Agribusiness Account, Service and Facility Fee brochure will be charged to the Account Holder and deducted from one Account in the Group on the last business day of each month. An Account Holder can choose one of their Accounts from which this monthly fee is to be paid. If no Account is chosen by an Account Holder, we will choose the first Account opened as the default Account.

4. Changes to these terms and conditions

We can change these terms and conditions at any time. When we do so, we will tell you about those changes at least 14 days before the change becomes effective. However, where changes are made to protect the security of our systems or to comply with a change in the law, we can tell you after the change has become effective.

We will tell you about changes to these terms and conditions in accordance with our obligations under the code of banking practice, taking into account the impact of the change to you. We will tell you in one or more of the following ways by:

- › writing to you at the last address you have provided us;
- › display in our stores and partners centres;
- › notice in the media (including public notices); or
- › display on our website.

5. General

A Group must always contain at least one Account. A Group does not always have to contain a Loan.

We can decline an application to open an Account or require an Account to be closed.

6. Interest offsetting or pooling

6.1. Account Setting

We will set your Accounts to 'offsetting' if there is a Loan in the Group and to 'pooling' if there is no Loan in the Group.

6.2. Offsetting

The effect of offsetting on interest payable under your Loan is explained in your TotalMoney letter of advice.

Where an Account is set to offset, the Account Holder may still be entitled to credit interest in respect of the credit balance of that Account, but only where, and to the extent that, the total credit balance of all Accounts in the Group exceeds the total balance of all Loans in the Group.

This excess is treated as if it is a credit balance in an Account with a Group set to pooling, and credit interest is calculated on a daily basis in accordance with the formula in **clause 6.5**.

6.3. Priority

Where there is more than one Loan in the Group, the Loans will have a priority order under the offset as described below:

- › The Loan with the highest priority will receive the benefit of the offset first;
- › Loans of a lower priority will only be offset if, and to the extent that, the total credit balance of all Accounts is more than the balance of Loans with a higher priority.
- › The default priority order of the Loans will be from oldest (highest priority) to newest (lowest priority).

A maximum of nine Loans in a Group can participate in the offset.

6.4. Overdue amounts

If any amount payable under a loan is overdue for 1 to 14 days, this overdue amount will not benefit from the offset and interest will be charged on the overdue amount at the applicable rate under the Loan. Amounts that are not overdue will continue to benefit from the offset.

If any amount payable under a Loan is more than 14 days overdue, the offset will not be performed at all in relation to that Loan and interest will be charged on the total amount outstanding under that Loan at the applicable rate(s) under the Loan. All other Loans in the Group (other than the Loan(s) in respect of which an amount payable is overdue) will continue to benefit from the offset. If the effect of the offset not being performed in relation to one or more Loans means that the total credit balance of all Accounts in the Group exceeds the total balance of all Loans in the Group, that excess will be treated as if it is a credit balance in an Account with a Group set to pooling, and credit interest will be calculated on a daily basis in accordance with the formula in **clause 6.5** (from and including the 15th day).

More detail on overdue amounts is set out in your TotalMoney letter of advice.

6.5. Pooling

Where an Account is set to pooling, the Account Holder will be entitled to credit interest on the credit balance in that Account. Credit interest will be calculated using the applicable annual interest rate, which is determined by reference to the total credit balance of all Accounts in the Group minus (where applicable) the balance of all Loans in the Group which have been offset.

Each Account gets a proportionate share of the daily credit interest earned by all the Accounts in the Group. We calculate this as follows for each Account in the Group:

$$\frac{a \times b \times IR}{365}$$

Where:

- a** = The 'Pooling Amount', being the total credit balance of all Accounts in the Group, **minus** (where applicable) the balance of all Loans in the Group which have been offset
- b** = The credit balance of the relevant Account, **divided** by the total credit balance of all Accounts in the Group
- IR** = The applicable annual interest rate. This is the interest rate that would apply to the Pooling Amount

6.6. Credit interest

Interest will be credited to the Account monthly on the last business day of each month less any deduction, levy or withholding taxes which are required to be deducted under any applicable law.

Interest rates, interest rate tiers and margins or bonus rates (if applicable), are available on our website **bnz.co.nz**. We can change these at any time. Any changes may be advertised by public notice in major newspapers or on our website.

6.7. Overdrawn Accounts

Any Account that is overdrawn will not be included in pooling or offsetting for the period it is overdrawn.

7. TotalMoney Group

7.1 One Account Holder only

A Group can only consist of the Accounts of one Account Holder.

8. Internet Banking

8.1. Operating Online

You must be registered for Internet Banking in order to have an Account(s) and/or Loan(s).

BNZ's Internet Banking Terms and Conditions and BNZ's Internet Banking for Business Terms and Conditions (as applicable) apply to your use of BNZ Internet Banking or BNZ Internet Banking for Business. For a copy of BNZ's Internet Banking Terms and Conditions or BNZ's Internet Banking for Business Terms and Conditions, please visit our website **bnz.co.nz** or ask at your nearest store.

8.2. Online Statements

By choosing TotalMoney, you consent to us:

- › meeting our disclosure obligations to you under the Credit Contracts and Consumer Finance Act 2003 (if applicable); and
- › sending you notices and communications, in electronic form and by electronic communication (if applicable) in relation to **all** transaction, savings and loan accounts that you have with BNZ under your customer name (including, but not limited to, the Accounts and Loans).

You agree that this means that we will make available, through BNZ Internet Banking or BNZ Internet Banking for Business (as applicable), ongoing information (for example, payments you have made during a relevant period) about your transaction, savings and loan accounts. You acknowledge that this means you will not receive paper statements for any of these accounts.

Account Holders of Accounts with more than one Authorised Signatory will receive paper statements.

9. Account Operation

All Accounts in a Group must be set up so that each Account Owner acting alone can transact, operate or close the Account.

Need more information?  **0800 275 269**  **bnz.co.nz**  **Visit any BNZ Store**

Full details, standard terms and conditions, our current disclosure statement and our Qualifying Financial Entity disclosure statement may be obtained free at any store or viewed on our website.