



Hybrid Checking Account - Spark

Terms & Charges Disclosure

METHOD USED TO CALCULATE INTEREST	COMPOUNDING PERIOD	INTEREST RATE/ANNUAL PERCENTAGE YIELD (APY)	INTEREST RATE/ANNUAL EARNINGS CREDIT RATE	INTEREST IS CREDITED
Daily Ledger balance	Monthly			Monthly

EARNINGS CREDIT AND FEES (ECR) – The Bank calculates a monthly credit by applying a market based rate to the average positive available balance, less a reserve factor (if applicable). The result of this calculation represents the deposit earnings credit amount that is used to offset the service fees for the services the Customer used when such settlement offsetting election is in effect as described below. When in effect and when the fees exceed the Customer's deposit earnings credit, the Bank will charge the difference to the Hybrid Checking Account. When the deposit earnings credit exceeds fees, the difference will be credited as interest to the Hybrid Checking Account.

The Bank will apply ECR rate up to an agreed threshold balance. Balances above the threshold will earn credit interest. If the settlement offsetting election is not in effect, the earnings credit is settled by crediting as interest.

ACCOUNT THRESHOLD BALANCE – The established threshold balance for the Customer will be \$75,000. *

EARNINGS CREDIT SETTLEMENT OFFSETTING ELECTION– By opening this hybrid account the Customer also elects for monthly earnings credits to be used to offset the service fees for the services the Customer has used unless and until the Customer notifies the Bank in writing that it is revoking this election to offset interest against fees. The Bank will apply the revocation upon notice.

ANALYSIS OF ACCOUNT RELATIONSHIP -

If the Customer has more than one Hybrid Checking Account, the Bank will group all such accounts together to determine the deposit earnings credit and service fees. A single control account will be used to manage the relationship.

NEGATIVE BALANCE PENALTY -

On days when the available balance is negative, a negative balance penalty will be applied to the account.

INTEREST CREDIT – The interest paid is credited monthly. The Bank calculates a monthly interest credit by applying a market rate based on the average balance in the account above the balance receiving earnings credits.

BALANCE COMPUTATION – The "Daily Ledger Balance" method applies a daily periodic rate to the principal in the account each day.

INTEREST RATE CHANGES – Interest rate and APY may change. The Bank may change the interest rate, solely at its discretion, at any time.

ANNUAL PERCENTAGE YIELD – The Annual Percentage Yield (APY) is based on principal and interest left on deposit using a 365-day year with interest compounded daily at the same interest rate. Withdrawal of interest from the Hybrid Checking Account will result in a lower Annual Percentage Yield than stated.

ACCRUED INTEREST – For cash deposits, interest begins to accrue on the Business Day the Bank receives the cash deposit. For noncash items (e.g. checks), interest begins to accrue on the Business Day the Bank receives credit for the noncash items. If the account is closed before interest is credited, the Bank will pay the accrued interest.

STATEMENTS ARE MAILED OR MADE AVAILABLE PERIODICALLY – Statements for Hybrid Checking Account are made available monthly.

ACCOUNT CLOSURE – The day the Hybrid Checking Account is closed; the Bank will pay the accrued month to date interest to the account. ECR accrued up to the account closure will be used to offset service fees. Any amount remaining, surplus ECR, will not be paid.

RECORDCHECK – If the Customer chooses this service, the Bank will keep a record of the cancelled checks instead of providing image copies of the front of cancelled checks with the statement. If the Customer needs a copy of a cancelled check, the Bank will mail it to the Customer. A reconstruction fee may apply if a total reconstruction (copies of all checks and/or statements) is requested for one or more statements.

SERVICE FEE SCHEDULE subject to change without notice

PRODUCT	INCLUDED TRANSACTIONS PER MONTH*	MONTHLY MAINTENANCE FEE**	GLOBAL PAYMENT SOLUTIONS SERVICES INCLUDED
Hybrid Checking – Spark	<ul style="list-style-type: none"> • 5 Incoming Wires – STP • 5 Outgoing Wires – STP • 10 Real Time Payments – Receive • 10 Real Time Payments - Send • 10 Incoming ACH • 10 Outgoing ACH • 3 mRDC Deposits • 5 mRDC Checks Deposited • 5 Check Print and Mail (HSBC Bill Pay) <p>* Transactions in excess of those noted above, for each individual item noted, will incur fees based on Service Fee Schedule.</p>	<p align="center">\$50.00</p> <p>**No monthly maintenance fee if the Customer maintains a \$75,000 monthly average balance</p>	<ul style="list-style-type: none"> • HSBCnet onscreen Positive Pay Payee Name • Electronic Payment Authorization/ACH Debit Block • Mobile RDC • HSBCnet Access, including Mobile <p>Digital Features:</p> <ul style="list-style-type: none"> • Access to standing training sessions • User and Access Management, including auto-entitlements • Authentication via Mobile Device • Automated addition of newly opened accounts • Account Information, including eStatements • Quicken/Quickbook Download • Billing Statement • Move Money/PayHub • Alerting and Advising • Message Center • ACH Self Service • Track Payments • Multi Language supported • Liquidity Management Dashboard

** Monthly Fee Offset subject to earning credit calculation and amount may vary based on calendar days in a month.

SERVICE FEE SCHEDULE subject to change without notice

Maintenance Fee	\$50	Balance Verification Letter	\$25 for original letter provided verifying the deposit account(s) with the Bank; may be notarized.
Coin		Additional Copies.....	\$5 each
Rolled Coin Furnished	\$.11 roll	Transactions/Debits	
Unrolled Coin Furnished/Deposited.	\$5.25 bag	Book Transfer STP.	\$4 each
Currency		Book Transfer Repair.	\$10 each
Currency Deposited Handling Fee		Incoming Wire – STP.....	\$15 each
Per thousand	\$2.50	Outgoing Wire - STP.....	\$20 each
Currency Withdrawal Handling Fee		Incoming / Outgoing Wire Repair	\$23 each
Per thousand	\$2.50	Checks Paid	\$25 each
Deposits		Automated Clearing House (ACH).....	\$22 each
Checks Deposited		Same Day ACH Surcharge	\$1 each
Unencoded	\$.30 each	Real Time Payments via the RTP System – Receive. .	\$.40 each
Encoded.....	\$.30 each	Real Time Payments via the RTP System – Send ...	\$1.75 each
Encoded Reject	\$.35 each	Stop Payment –HSBCnet.....	\$22 each
Electronic Deposits Processed.	\$.95 each	Stop Payment Order	\$45 each
Teller Deposit Processed.....	\$2.00 each	Check Print and Mail Per Item.....	\$2 each
mRDC Per Deposit	\$.35 each	Global Wallet Access Charge.	\$30 per month
mRDC Per Check	\$.12 each	Global Wallet Receive Local Fee.	\$5 each
Deposit Items Returned		Global Wallet Pay Local Fee	\$5 each
Standard.....	\$15 item	Global Wallet Pay Intl Fee...	\$5 each
Resubmits	\$15 item	Legal Papers.....	\$100 each
Canadian Check Processed	\$5 each	for each court order, restraining notice, levy or other legal paper that requires the Bank to put a hold on the account or to pay out money from the account to someone else.	
Statements			
Duplicate Statement	\$15 each		
Statement Forwarding Fee	\$25 each		
Additional Statement	\$15 each		
Interested Party Statement	\$5 each		
for each statement sent to a third party at the Customer's request.			

* mRDC – Mobile Remote Deposit Capture

The Bank may amend the service fees and include charges for additional services provided or expenses incurred on the Customer's behalf. The Bank may assess a Deposit Administration Fee. Ask your HSBC bank representative for specific charges.

See **EFT FACILITY CHARGES** disclosure for service fees applicable to functions performed at an HSBC ATM or other Electronic Facility.

This document forms part of the terms and conditions governing the Customer's commercial deposit account(s) with the Bank. In case of any inconsistency between this document and such terms and conditions this document will control.