

HSBC Wealth Portfolio Lending Product Sheet



HSBC Wealth Portfolio Lending Product Sheet

This product sheet sets out important information about your Wealth Portfolio Lending Facility ("Facility"). Wealth Portfolio Lending is a loan secured by specific assets which are acceptable to HSBC Bank (Singapore) Limited ("HSBC", "we", "our", "us"). It's a revolving, uncommitted loan for HSBC Premier customers. It allows you to retain your existing portfolio holdings while increasing your financial flexibility for either spending or investment purposes.

The content of this product sheet may vary from the Terms and Conditions for Wealth Portfolio Lending Facility ("Agreement") finally issued to you. Only the terms in your Agreement are binding between you and us. Please refer to your Agreement for your full contractual provisions. You can also find the definitions for capitalized terms used in this product sheet in your Agreement. If your Agreement says something different to this summary, then we'll follow what your Agreement says.

Key

In this Product Sheet, these icons mean:



Things you need to do



Things you can't do



Additional information to help you



Be aware



Look closer



Things you need to do that are time sensitive

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1. About Wealth Portfolio Lending

This section sets out some general information about our Facility including eligibility requirement, loan nature and an illustration analysis.

1.1 Eligibility requirements

Elements	Details
You're of eligible age at the point of application	<input checked="" type="checkbox"/> HSBC Premier customers: 21 -74 years old HSBC Premier with Premier Elite service customers : 21 years old and beyond
You're an Eligible Customer	<input checked="" type="checkbox"/> HSBC Premier Customer
You're an eligible Resident or Citizenship	<input checked="" type="checkbox"/> You must not be any of the following: <ul style="list-style-type: none">• Resident, citizen or green card holder of the United States of America ("US");• Tax payer of the US;• Resident of Canada;• National or resident of South Korea;• National or resident of Sri Lanka;• National or resident of Vietnam;• National or resident of India; or• National or resident of Bangladesh, whether for US, Canadian, South Korean, Sri Lankan, Vietnamese, Indian or Bangladeshi foreign exchange or foreign investment transactions or laws or tax laws or for any other purposes.
You have Lombard Lending Knowledge & Experience	<input checked="" type="checkbox"/> You must have Wealth Portfolio Lending knowledge or experience.
You'll use a valid mode of communication	<input checked="" type="checkbox"/> You must have a valid mobile phone number and a valid email address as notifications will be sent via text message or email when there is a Margin Call.

1.2 Lending nature

The Facility is a revolving, uncommitted loan for HSBC Premier.

You can use the Facility:

- For a specific reason;
- As a standby line of credit; or
- To specifically invest in selected investments.

Investments subscribed / purchased using the facility are not eligible to be pledged to increase your credit limit. Such investments subscribed/ purchased will be automatically placed in your relevant personal Investment account.

The 'loan amount' is the amount you can borrow. It depends on the credit limit generated by the eligible investments or Time Deposits pledged as collateral in your Lending Account.

You can work out your Effective Credit Limit using the Advance Ratio (discussed below). For example, if the collateral has an Advance Ratio of X, the credit limit would be the market value of this particular product multiplied by X. The loan amount will be equal to the sum of all of the credit limit generated by all the eligible investments pledged as collateral minus all available cash balance of your Lending Account in the relevant currency.

Your liabilities will be secured by all Time Deposits and assets (investments) we hold on your behalf in connection with the Facility.

1.3 Advance Ratio and Eligible Assets

The Advance Ratio (AR) is a pre-defined set of loan ratios assigned to each Eligible Asset. It includes Concentrated AR, Diversified AR and Residual AR.

The Advance Ratio of an eligible asset will build up from Concentrated AR and will be adjusted using the Residual AR up to the value attributed at Diversified AR as shown in the table below. You can ask us for the latest list of Eligible Assets and their Advance Ratios for your information.

We can modify the list of Eligible Assets from time to time. We don't have to tell you before we do this but when we make changes, we act as a careful and responsible lender. The most common reasons we may need to change the list of Eligible Assets include we reasonably believe the quality of some types of Eligible Assets will deteriorate or we're required by law or regulation to do so.

You can ask your Relationship Manager for more details.


Types of Eligible Asset class are Time Deposits, Fixed Incomes, Equities and Unit Trusts available in major currencies. The collateral value and Effective Credit Limit will be adjusted on a daily based on the prevailing market value of your Eligible Assets pledged to us ("Secured Assets").

If your collateral is held in a different currency from that of the Lending Account currency, then a further minimum of 10% reduction in Advance Ratio will be applied.

Types of Eligible Asset Class	Max Diversified Advance Ratio
SGD and Foreign Currency Time Deposits	up to 95%
Investment-Grade Fixed Incomes (e.g. Bonds)	up to 95%
Equities (e.g. stocks)	up to 70%
Unit Trusts	up to 90%

1.4 Illustration analysis

How does Wealth Portfolio Lending work?

 Below is an example showing a potential scenario using Wealth Portfolio Lending. These examples are for illustrative purposes only, they aren't real but are used to help you identify and understand the associated risks in using this product.

How to determine your Collateral Value and Effective Credit Limit

The Effective Credit Limit is determined as follows based on the aggregate Collateral Value of the Secured Assets.

Security	Secured Assets	Market Value (in SGD equivalent)	Advance Ratio			Collateral Value (in SGD equivalent)
			Concentrated	Residual	Diversified	
1	SGD time deposit	100,000 (MV ¹)	95% (C ¹)	0% (R ¹)	95% (D ¹)	95,000 (CV ¹)
2	Corporate Bonds	100,000 (MV ²)	80% (C ²)	10% (R ²)	90% (D ²)	90,000 (CV ²)
3	SG Listed Securities	100,000 (MV ³)	30% (C ³)	15% (R ³)	70% (D ³)	55,000 (CV ³)
4	Unit Trust (High Yield)	100,000 (MV ⁴)	40% (C ⁴)	15% (R ⁴)	70% (D ⁴)	65,000 (CV ⁴)
Total		400,000				305,000

Here are examples of the computed collateral value:

The collateral value of SGD time deposit

is computed as such:

Collateral Value =

[(MV of a Secured Asset x Concentrated AR) +
(MV of other Secured Assets in Portfolio x Residual AR)]
capped at max of MV of a Secured Asset x Diversified AR

$$CV^1 = [(MV^1 \times C^1) + (MV^2 \times R^2) + (MV^3 \times R^3) + (MV^4 \times R^4)] \text{ capped at max of } (MV^1 \times D^1)$$

$$CV^1 = [(\$100,000 \times 95\%) + (\$100,000 \times 10\%) + (\$100,000 \times 15\%) + (\$100,000 \times 15\%)] \\ \text{capped at max of } (\$100,000 \times 95\%)$$

$$CV^1 = [\$95,000 + \$10,000 + \$15,000 + \$15,000] \text{ capped at max of } \$95,000$$

$$CV^1 = [\$135,000]$$

$$CV^1 = \$95,000$$

The above is an example of the computed collateral value exceeding the value cap at Diversified AR but takes the value at Diversified AR.

The collateral value of SG Listed Securities

is computed as such:

Collateral Value =

[(MV of a Secured Asset x Concentrated AR) +
(MV of other Secured Assets in Portfolio x Residual AR)]
capped at max of MV of a Secured Asset x Diversified AR

$CV^3 = [(MV^3 \times C^3) + (MV^1 \times R^1) + (MV^2 \times R^2) + (MV^4 \times R^4)]$ capped at max of $(MV^3 \times D^3)$

$CV^3 = [(\$100,000 \times 30\%) + (\$100,000 \times 0\%) + (\$100,000 \times 10\%) + (\$100,000 \times 15\%)]$
capped at max of $(\$100,000 \times 70\%)$

$CV^3 = [\$30,000 + \$0 + \$10,000 + \$15,000]$ capped at max of \$70,000

$CV^3 = [\$55,000]$ capped at max of \$70,000

$CV^3 = \$55,000$

The above is an example of the computed collateral value not reaching the value cap at Diversified AR and takes the lower collateral value.


Minimum investment and available operations for investment product for Lombard Lending



Please note our requirements indicated below:

Eligible Investment products to purchase	Minimum investment	Available operations with the investment product
Unit Trusts, Fixed Income, Equities	Please refer to the product factsheet for the relevant investment	<ul style="list-style-type: none">Subscribed or purchased investments are automatically placed in your Personal Investment Account.Investments subscribed or purchased using a loan from us will be pledged as collateral.All distributions arising from the collateral are credited into your Lending Account.You may, with our prior written consent, sell investments which are pledged in your Investment Account. If you do not maintain a Lending Account in the currency of the investment sold, the sales proceeds will be converted at the prevailing exchange rate (if required) and credited into your Lending Account, regardless of whether there is any outstanding balance in your Lending Account. For example, if the currency of the pledged investment sold is in USD, and your Lending Account is in SGD, the sales proceeds will be converted to SGD and credited into your Lending Account.

2. Your Loan


2.1 Determining your Credit Limit

 You can borrow up to the lower of your Credit Limit and your Effective Credit Limit.

Credit Limit	<p>Your credit limit is a static ceiling limit. We'll send you a Confirmation Letter telling you the amount of your Credit Limit.</p> <p>The maximum credit limit that could be granted is capped at USD5million or its equivalent in AUD/EUR/GBP/HKD/SGD. The Credit Limit cap includes the credit limit of the Facility.</p>
Effective Credit Limit	<p>Your "effective credit limit" is the aggregate collateral value of your Secured Assets, capped at the Credit Limit.</p> <p> We calculate the collateral value of your Secured Assets using a set of Advance Ratios assigned to the Secured Asset. It's expressed as the market value of the Secured Asset multiplied by the Concentrated AR percentage and adjusted by the market value of respective Secured Assets in the portfolio multiplied by the Residual AR percentage up till the value at Diversified AR percentage ("Collateral Value").</p> <p>The set of Advance Ratios is expressed in a percentage and applied to the market value of each Eligible Asset.</p> <p> You can find the list of assets eligible and the Advance Ratios on our webpage: www.hsbc.com.sg/loans/products/wealth-portfolio-lending/</p>

2.2 Multi-Currency Loan

The Loan is available for drawdown in AUD, EUR, GBP, HKD, SGD and USD. The currency of each loan can differ to the currency of the eligible investments pledged to the loan. For example, you can pledge an eligible USD Unit Trust and drawdown in SGD loan or in any other available currency.

 The currency of the loan that is drawn to subscribe or purchase investments will be commensurate with the currency of the investment. You must have a Lending Account in the currency of the subscribed or purchased investment, for settlement. For example, if the currency of the eligible investment that is subscribed or invested is in USD, loan is in USD and you'll be charged USD interest and subject to minimum interest charge in USD.

Cash deposit held in the Lending Account in the same currency of the loan will be used to offset the loan in that currency automatically. If there is excess cash after the offset, the excess cash is retained and reflected as a cash balance in that currency.

We'll only convert excess cash in the currency ledger to offset the loan if you tell us to. You'll have to pay a foreign exchange conversion fee at the prevailing foreign exchange rate when such conversion is carried out.

2.3 Account structure

You'll need to open the following accounts:

- ♦ Investment Account: for holding your Secured Assets; and
- ♦ Lending Account: the related cash account for crediting your cash and loans and other cash operations in connection with the Facility.

Accounts required	Cash Account	Investment Account	Time Deposit Account
Purpose	To hold cash deposits and loans.	To hold Secured Assets pledged to the loan.	To hold Time deposits pledged to the loan.
Types	Lending Account (CA2) Note: Option to establish up to 6 different Lending Account currency lending accounts at the same time.	Investment Account(s)**: ♦ Wealth Portfolio Investment Account	Time Deposit Account
Subscriptions or purchases		Subscribed or purchased investments are automatically placed in your personal investment account (excluding Time Deposits)	Time Deposits

** Please note the following on Investment Account:

- ♦ If you pledge, assign, charge or lien your Eligible Assets these will be the Secured Assets for your loan.
- ♦ You can ask us to consider removing any of your Secured Assets from your Investment Account(s), which is subject to our approval. This process may take up to 5 business days. This means that such cash assets won't be available for trading or other uses during this period of time. We will not act on any instruction to sell any assets when they're in transit.
- ♦ You need to maintain HSBC Online Banking services to access, view your investment account and to receive confirmation or statements for any transaction carried out in your investment account.





2.4 Application Channel

- ♦ HSBC Wealth Center, HSBC Premier Branch and HSBC Branches; or
- ♦ Through email and phone instructions.

2.5 Annualised Interest Rate

Wealth Personal Banking (Singapore)/ Loan Currency & Charges	Premier	HSBC Premier with Premier Elite service
AUD, EUR, GBP, HKD, SGD and USD	1 month VLR + 0.95% p.a.	1 month VLR + 0.75% p.a.
Minimum interest charge	A minimum interest charge of a sum 10.00 per month (in the respective Loan currency) is chargeable on each and any utilisation of the Facility. If the Facility is not utilised, no interest will be charged.	
Over-limit interest (when outstanding balance exceeds your Credit Limit)	AUD/EUR/GBP/HKD/SGD/USD: VLR + 2% p.a.	
Other fees and charges	<ul style="list-style-type: none"> • No fees and charges for Facility set up. • Applicable fees and charges for subscribing/purchasing/selling/ redeeming the eligible investment products as set out in the relevant investment product documents provided to you, will continue to apply. 	

Note:

-  1 month VLR refers to our Variable Lending Rate for [AUD/EUR/GBP/HKD/SGD/USD] which resets daily. We decide this rate taking into consideration various factors including, but not limited to, the cost of borrowing, internal business costs and market conditions.
-  You can ask your Relationship Manager for a copy of the historical interest rate chart for the above currencies.
-  Interest is calculated and accrued daily based on the unpaid amount of your facility limit. We'll debit the accrued interest from your relevant account on the 24th of each month. If that date falls on a Sunday or a public holiday we'll debit your interest on the following business day. For SGD and GBP loans, interest is calculated on the basis of the actual number of days elapsed and 365 days in a year (or 366 days in a leap year). For AUD/EUR/HKD/USD loans, interest is calculated on the basis of actual number of days elapsed and 360 days in a year.
-  If your VLR falls below zero at any time, the VLR rate shall be deemed to be zero or such other rate we may tell you. We'll tell you as soon as practicable.

Interest will continue to accrue until all your loans are repaid in full.

We may change the above interest rates at any time without prior notice. Please refer to your Relationship Manager for the prevailing rates.

2.6 Net Margin Ratio (NMR)

The Net Margin Ratio is the ratio of the Available Margin to the Required Margin expressed as a percentage. It determines your margin status and ensures that there is appropriate margin or difference between the:

- ♦ Collateral Value of your Secured Assets in your investment account with us; and
- ♦ Total amount you owe us under your loan, to cover market volatility and losses if you don't take appropriate action in case of shortfall or if you do not pay us what you owe us.



Your Net Margin Ratio must not go below 100% or any other percentage we tell you.

2.7 Margin status scenarios

Net Margin Ratio	Notification**	Days to satisfy the notice	What you must do
90% to < 100%*	Under Margin	60 days	You can satisfy an Under Margin or Shortfall by: <ul style="list-style-type: none">♦ Making available additional funds to either be applied to reduce the loan outstanding;♦ Providing additional Eligible Assets to increase your Credit Limit; or♦ Providing instructions for a full or partial sale of Secured Assets.
80% to < 90%*	Shortfall	60 days	<ul style="list-style-type: none">♦ Making available additional funds to either be applied to reduce the loan outstanding;♦ Providing additional Eligible Assets to increase your Credit Limit; or♦ Providing instructions for a full or partial sale of Secured Assets.
60% to < 80%*	Margin Call	5 business days	You can satisfy a Margin Call by: <ul style="list-style-type: none">♦ Making available additional funds to either be applied to reduce the loan outstanding;♦ Providing additional Eligible Assets to increase your Credit Limit; or♦ Providing instructions for a full or partial sale of Secured Assets.
Below 60%	Forced Liquidation	We don't have to give you notice	We can force liquidate your investment holdings.

* Or Outstanding loan exceeds the lower of the Credit Limit or Effective Credit Limit

** We can give you a written notification (text message or email) or phone call. If this happens, we'll tell you to take steps to maintain your NMR to 100% or more and ensure what you owe us does not exceed the lower of the Credit Limit and Effective Credit Limit.

2.8 Forced Liquidation



We can force liquidate (redeem) your investment holdings if any one of the following happens:

- The NMR falls below 60%;
- You do not satisfy a Margin Call within 5 business days, or >60 days for undermargin/ shortfall status; or
- We reasonably believe that market conditions will cause you or us to be exposed to unacceptable risk or heavy losses, including unstable, unfavorable and abnormal market conditions where the NMR may not be timely reflected ("Adverse Market Conditions").

We may send you a notice before exercising this right but we don't have to. We'll send you a confirmation notice after we liquidate your investment holdings.

2.9 Margin Call and Forced Liquidation Notification

Types of notification you may receive and actions required from you or taken by us:

60% > NMR < 80% | Margin Call

You'll receive a text message notification or by phone or email message from your Relationship Manager about the Margin Call.



You must satisfy the Margin Call within 5 business days.



You can satisfy a Margin Call by:

- Making available additional funds to either be applied to reduce the loan outstanding;
- Providing additional Eligible Assets as collateral to increase your Credit Limit; or
- Providing instructions for a full or partial sale of Secured Assets.



We would not normally make a Margin Call if the NMR has reached the Forced Liquidation level.



We can force liquidate your investment holdings even if you don't receive a Margin Call we've sent you. You should regularly check your:

- Compliance with the margin requirements under the Agreement; and
- Phone text message, email and notification letters on a regular basis.

NMR < 60% ; or Margin Call not satisfied within the required timeline; or Under Adverse Market Conditions | Forced Liquidation



We can force liquidate (redeem) your investment holdings if:

- The NMR falls below 60% ;
- You don't satisfy a Margin Call within 5 business days;
- We reasonably believe that market conditions will cause you or us to be exposed to unacceptable risk or heavy losses, including unstable, unfavorable and abnormal market conditions where the NMR may not be timely reflected Adverse Market Conditions; or
- We end this Agreement and you don't repay your loan and all other amounts owed under these terms within the period we ask you to.

We'll tell you in writing or by phone before we do this.

Investment holdings may be force liquidated by us. You'll receive a text message and a Notification letter after the forced liquidation. If this happens, we'll use the proceeds of sale to pay off any outstanding amounts you owe under the loan.

How to calculate the Net Margin Ratio (NMR) for investment holdings?

Assuming your aggregated market value of eligible collaterals is SGD150,000 and the aggregated Margin Ratio is 60%. A credit limit of SGD90,000 is granted and you draw down SGD80,000. The Net Margin Ratio would be calculated as below:

NMR Illustration	
Market value of Investment holding	S\$150,000
Collateral value	S\$90,000 (S\$150,000 x 60%)
Required Margin	S\$60,000 (S\$150,000 x (1-60%))
Loan Outstanding + Interest Cost	S\$82,000 (S\$80,000 + S\$2,000)
Interest Cost (yearly)	S\$2,000 (S\$80,000 x 2.5%)*
Available Margin	S\$68,000 (S\$150,000 - S\$82,000)
Net Margin Ratio (NMR)	113% (S\$68,000/S\$60,000)

* Interest rate based on VLR + spreads. Please refer to page 9 for more details.

Determining the Net Margin Ratio if the market value of the investment holdings decrease

NMR illustration With Market Changes		
Market Changes	Scenario A -20%	Scenario B -30%
Market value of investment holding	S\$120,000 (S\$150,000 x (1-20%))	S\$105,000 (S\$150,000 x (1-30%))
Collateral value	S\$72,000 (S\$120,000 x 60%)	S\$63,000 (S\$105,000 x 60%)
Required Margin	S\$48,000 (S\$120,000 x (1-60%))	S\$42,000 (S\$105,000 x (1-60%))
Loan outstanding + Interest costs	S\$82,000 (S\$80,000 + S\$2,000)	S\$82,000 (S\$80,000 + S\$2,000)
Interest costs (yearly)	S\$2,000 (S\$80,000 x 2.5%)*	S\$2,000 (S\$80,000 x 2.5%)*
Available Margin	S\$38,000 (S\$120,000 - S\$82,000)	S\$23,000 (S\$105,000 - S\$82,000)
Net Margin Ratio (NMR)	79% (S\$38,000/S\$48,000)	55% (S\$23,000/S\$42,000)

* Interest rate based on VLR + spreads. Please refer to page 9 for more details.

For scenario A (Margin Call)

In order to bring up the NMR to 100% or above, you'll be contacted via SMS or by phone or email by your Relationship Manager to offer the following options within 5 business days:

- Deposit cash in your Lending Account for the excess amount;
- Provide additional Eligible Assets as collateral to increase your Credit Limit; or
- Provide instructions to partially or fully sell, your Secured Assets to reduce your loan outstanding.

For scenario B (Forced Liquidation)

In order to bring up the NMR to 100% or above, the collateral must be sold and proceeds applied to reduce the loan outstanding. We would normally consider your preference and seek your agreement on the order in which your collateral liquidated. If we don't receive any instructions from you, we'll proceed at our discretion to force liquidate the collateral in any order we deem fit. We'll have the right to sell, enforce or set off any other assets or properties deposited in your accounts with us as defined in the Agreement. We can also take any other legal action we consider appropriate to ensure full repayment of all amounts owing by you to us.

3. What are the Key Risks?

Below is a list of some of the key risks associated with the Facility. We're not able to cover all risks as new issues may arise, but these are the most common risks we usually see. Prior to subscribing to our Facility, please:

- ♦ Read the risk disclosure below; and
- ♦ Ask questions and seek independent advice if you so wish.

3.1 General risk of securities trading

The prices of securities vary, sometimes quite dramatically. The price of a security may move up or down. It may also become valueless. It's as possible that you'll incur losses rather than making profit when buying or selling securities.

3.2 Leverage risk

The selected securities in the Investment Account(s) are used as collateral for the Facility. When the outstanding balance exceeds the Effective Credit Limit, for example, due to a decline in value of such charged securities. You must take one or more of the following actions:

- ♦ Deposit additional funds in your Lending Account;
- ♦ Add additional Secured Assets in your Investment Account; or
- ♦ Provide instructions to sell your Secured Assets.

If you don't take any of these actions, we may sell any securities in your account immediately. We don't need your consent to do this. We don't have to tell you before we do this.

3.3 Interest rate risk

Interest rate fluctuations may have an adverse impact on the value of your investments. If the interest rates which are used as a reference for calculating on your loan fluctuate, this may also adversely affect the return on your investments.

The cost of borrowing may be more than the actual return on your investments.

3.4 Uncommitted facility

The Facility is uncommitted and repayable on demand. We may at our absolute discretion, review, cancel, convert, restructure, terminate, suspend, freeze or alter the terms of the facility at any time. Upon our demand, the facility will no longer be available and all monies under the facility must be repaid in full.

3.5 Timely investment

We may take up to 5 Business Days to transfer your cash to your HSBC account or your Secured Assets to or from your Investment Account(s). This means that such cash or assets won't be available for use during this period.

You can't instruct us to:

- ♦ Transfer or withdraw any money; or
- ♦ Sell any assets, which have not been credited into your HSBC account, your Investment Account(s).

3.6 Liquidity risk

Investing in certain products may present liquidity risk because it may be difficult to sell your investments under certain market conditions. If we have to force sell your investments, the sale price may be less than what you originally bought them for owing to market forces.

3.7 Foreign currency risk

You will be exposed to foreign currency risk if there is a mismatch in the currency denomination of the investment and the loan. We'll value the portfolio in Singapore dollar. This means, any movement in exchange rate against your investment assets may result in lower collateral value that may trigger a Margin Call.

3.8 Commissions, fees and charges

There are no service fees or minimum monthly repayment requirements. There are however applicable commissions, fees and charges which may apply to you when you buy, sell or transfer your investments. These may affect your net profit (if any) or increase your loss.

3.9 Restricted access to assets (investments)

All selected assets (investments) deposited and charged, pledged, lien and assign in favour to HSBC and held in the Lending Account, and Investment Account(s) may only be withdrawn with HSBC's prior written approval.

3.10 Taxes, costs and indemnities

You must tell us about any change in tax residency within 30 Days. You'll give us a suitably updated Self-Certification Form within 90 Days of such change.

You're responsible for your own taxes arising from the Facility, irrespective of whether under Singapore tax law or overseas tax law. You are responsible for:

- Getting your own tax advice;
- The payment of any applicable taxes; and
- Any other tax obligations that you may have (such as filing requirements), in connection with the Lombard Lending facility.

We're not responsible for any of your tax or related reporting obligations

3.11 Other risks

If there is at any time, in our opinion:

- Any material adverse change in your financial condition or standing; or
- If we consider the security presently pledged to us for the Facility to be unsatisfactory or inadequate, we will, without prejudice to our right to repayment upon demand, have the right to reduce the facility limit or require you to provide additional cash and assets (investments) to us (in form and substance satisfactory to us) on demand or proceed to sell the securities pledged and any other securities in our possession, apply and set off the proceeds of such sale towards the settlement of any outstanding amounts owing to the Bank under the facility.

Disclaimers:

As mentioned earlier, this factsheet provides you with certain information about the key features of the Facility described below (the "Wealth Portfolio Lending") provided by HSBC Bank (Singapore) Limited (the "Bank") and forms part of the product information documents. This factsheet isn't binding. It's intended for general reference only and doesn't form part of the Bank's Terms and Conditions for the Facility or any agreement with the Bank and is not a comprehensive summary thereof. You should not use Wealth Portfolio Lending based on this factsheet alone. We strongly recommend reading this factsheet in conjunction with the Terms and Conditions for Wealth Portfolio Lending and other documents referred to therein and/or provided to you by us.

Please refer to the Terms and Conditions for Wealth Portfolio Lending and other documents referred to therein for the exact terms and conditions of the Wealth Portfolio Lending.

Any terms used in this factsheet have the same meaning as defined in the Terms and Conditions for Wealth Portfolio Lending.

All terms of the Facility, including the Advance Ratios, Net Margin Ratio, Credit Limits, thresholds relating to Margin Calls and Forced Liquidation, and eligible investment products, are subject to the Bank's ongoing review and may change from time to time. If we change the terms of the Facility, we'll do so in accordance with the Terms and Conditions.

I / Both of us have read, understood the Product Sheet and wish to proceed to apply for the Facility.

Signature of Sole / Main Applicant

	
--	---

Full name _____

Date _____

Signature of Joint Applicant

	
--	---

Full name _____

Date _____

For Bank use only
Signature verified by Name _____ Date _____