

Regulations for Opening and Transacting on an HSBC Premier Family Account

These Regulations for Opening and Transaction on an HSBC Premier Family Account (the "Regulations") provides for the Bank's handling of all transactions on an HSBC Premier Account in Japan (the "Premier Account") hold in the name of the spouse or the child who is between the ages of 20 (inclusive) and 25 (inclusive). (each, a "Family Member", and such Premier Account of the Family Member, the "Family Account") of an existing HSBC Premier Account holder (the "Primary Account Holder").

Article 1 Purpose

- (1) The Regulations shall supplement the HSBC Premier Account General Agreement with respect to the transactions on the Family Account.
- (2) If a Family Member wishes to open a Family Account, both the Primary Account Holder and the Family Member shall apply to open the Family Account, after agreeing to the Regulations, as well as the HSBC Premier Account General Agreement and other Terms and Conditions.

Article 2 Opening the Family Account

- (1) A Family Account may be established in the manner prescribed by the Bank, only when both the Primary Account Holder and the Family Member agree to such establishment. For the avoidance of doubt, no Family Account may be established for any family member other than the Family Member of the Primary Account Holder.
- (2) A Family Account may be established only if, at the time of its establishment, the Primary Account Holder has a Premier Account in Japan and satisfies the HSBC Premier Eligibility Criteria as prescribed by the Bank;
- (3) When the Primary Account Holder and his/her spouse are both existing Premier Account holders, they may designate one of their Premier Accounts as the Primary Account and the other as the Family Account by taking the procedures prescribed by the Bank.
- (4) Funds that may be deposited into the Family Account shall be limited to those belonging to the Family Member. If the Bank determines that there is a possibility that the funds belonging to the Primary Account Holder or any other third party have been deposited, the Bank may, without advising the Family Member, the Primary Account Holder or any other party, take such measures as it deems necessary, such as notifying to the authorities of the account as an "account in other's name" (*shakumei kouza*) or suspending the transactions for the account. The Bank shall assume no responsibility for any damages caused to the Family Member, the Primary Account Holder or any other third parties arising from such measures.
- (5) If there is a change to the information registered with the Bank regarding the Primary Account Holder or the Family Member such as death or divorce, either the Primary Account Holder or the Family Member shall notify the Bank without delay in the manner prescribed by the Bank. The Bank shall assume no responsibility for any damages arising from transactions executed before receiving the said notification.
- (6) Transactions on the Family Account shall be conducted solely by the Family Member.
- (7) The transaction statement and other notifications from the Bank about the Family Account shall be sent to the registered address of the Family Member.

Article 3 Internet Banking Services

The Family Member may transact through HSBC Personal Internet Banking for the Family Account. A separate one-time password generator shall be issued, upon request, to the Family Member for the HSBC Personal Internet Banking transactions under the Family Account.

Article 4 Telephone Banking Services

The Family Member may transact through Telephone Banking for the Family Account.

Article 5 Credit Card

- (1) The Family Member may apply for an HSBC Premier Credit Card under the Family Account. The Bank will go through the screening procedures and if it approves the application, an HSBC Premier Credit Card will be issued to the Family Member.
- (2) No supplementary credit card will be issued under the Family Account.

Article 6 Below Balance Fee

No Below Balance Fee shall be charged on the Family Account even if the Primary Account is subject to the Below Balance Fee.

Article 7 Termination of Family Account

- (1) If the Family Member who is a child of the Primary Account Holder attains the age of 26, subsequently he/she will no longer be allowed to hold the Premier Account as a Family Account and such Premier Account will be automatically converted to a standard Premier Account, which will be subject to the Below Balance Fee if HSBC Premier Eligibility Requirements (as designated by the Bank, from time to time) are not met. The Bank shall promptly notify such Family Member about such account status change.
- (2) In case that the Primary Account Holder fails to satisfy the conditions stipulated in Article 2, Paragraph 2, the Bank may take any measures that the Bank deems necessary, such as canceling, withdrawing or suspending any of the transactions and/or services on the Family Account or cancel the Family Account. The Bank shall assume no responsibility for any damages caused to the Family Member, the Primary Account Holder or any other third party due to such measures taken by the Bank.
- (3) In case that the Primary Account Holder is deceased, the respective Family Member(s) shall notify the Bank within one month after the date of such death. Subsequently, each of the Family Members will no longer be allowed to hold the Premier Account as a Family Account and, each of such Family Accounts will be automatically converted to a standard Premier Account, which will be subject to the Below Balance Fee if HSBC Premier Eligibility Requirements (as designated by the Bank, from time to time) are not met.
- (4) In case that the Primary Account Holder divorces the Family Member, the Primary Account Holder and/or such Family Member shall notify the Bank within one month after the date of such divorce. Subsequently, such Family Member will no longer be allowed to hold the Premier Account as a Family Account and, such Family Account will be automatically converted to a standard Premier Account, which will be subject to the Below Balance Fee if HSBC Premier Eligibility Requirements (as designated by the Bank, from time to time) are not met.
- (5) In case that the Primary Account Holder closes his/her Premier account, the Family Member will no longer be allowed to hold the Premier Account as a Family Account and, such Family Account will be automatically converted to a standard Premier Account, which will be subject to the Below Balance Fee if HSBC Premier Eligibility Requirements (as designated by the Bank, from time to time) are not met.
- (6) If either the Primary Account Holder or the Family Member notifies the Bank, by submitting a form prescribed by the Bank in the manner designated by the Bank, that he/she wishes to terminate the Family Account status in relation to the Primary Account, then the Family Account will be automatically converted to a standard Premier Account, which will be subject to the Below Balance Fee if HSBC Premier Eligibility Requirements (as designated by the Bank, from time to time) are not met. The Bank shall promptly notify the Family Member or the Primary Account Holder, as applicable, about such account status change.