



## **TERMS AND CONDITIONS GOVERNING STEPS DEPOSIT CAMPAIGN (Effective : 23 January 2020)**

These Terms and Conditions apply together with other product application documents that you have read, understood and agreed to such as the product disclosure sheet.

The “STEPS Deposit” (“Campaign”) is launched by Kenanga Investment Bank Berhad (“KIBB”). The following terms and conditions govern the Campaign offered to the Eligible Participant as hereinafter defined:-

### **1. CAMPAIGN**

- 1.1 The Campaign will run on tranches, any revision of rates will be notified via a new tranche announcement and published in the bank’s website.
- 1.2 The Campaign is open to all new and existing customers of KIBB.
- 1.3 Target segment comprises retail customers i.e. individuals and SMEs (small medium enterprises) and limited companies except for financial institutions.

### **2. ELIGIBILITY**

Deposits for this Campaign must be from fresh funds. “Fresh funds” refer to funds that do not originate from any existing deposit account(s) of the Eligible Participant maintained with KIBB but refers to the following forms of fresh funds:

- a) Funds received from clients’ trust account maintained with KIBB ;
- b) Funds received via a Telegraph Transfer (TT) / Interbank GIRO (IBG) / RENTAS from other banks.

### **3. CAMPAIGN MECHANICS:-**

- 3.1 The Eligible Products\* for STEPS Deposit under the Campaign are as follows:
  - a) Retail Negotiable Instruments of Deposit
  - b) Short Term Negotiable Instruments of Deposit
  - c) Fixed Deposit

*Note\* - Not eligible for protection by Perbadanan Insurans Deposit Malaysia.*

- 3.2 Deposits placed under the Campaign are subject to a minimum amount and maximum threshold as follows:

Eligible Product	Minimum Amount	Maximum
Retail Negotiable Instruments of Deposit	RM10,000	RM8 Million
Short Term Negotiable Instruments of Deposit	Above RM60,000	RM8 Million
Fixed Deposit	RM500,000	RM8 Million

- 3.3 All new placements must be made during the validity of the Campaign.
- 3.4 The STEPS Deposit is to be placed for a fixed tenure of twelve (12) months renewable on quarterly basis with varying step-up rates every quarter. Eligible Participant is entitled to enjoy higher interest rates for every subsequent quarter until maturity. The step-up rates are for one cycle only. The step-up rates shall become void upon full upliftment of STEPS Deposit at any point of time during the twelve (12) months period and interest shall only be paid for completed step-up tenures.
- 3.5 The step-up rates offered for Tranche 1 under the Campaign are as follows:

Tenure	Step-up interest rate (% p.a.)	Effective interest rate (% p.a.)
1 <sup>st</sup> quarter	3.30	3.30 (for 3 months)
2 <sup>nd</sup> quarter	3.40	3.35 (for 6 months)
3 <sup>rd</sup> quarter	3.50	3.40 (for 9 months)
4 <sup>th</sup> quarter	3.60	3.45 (for 12 months)

*(The rates are subject to change. Please refer to latest tranche announcement.)*

- 3.6 Interest is calculated on a daily rest basis i.e. based on the actual number of days.
- 3.7 The step-up rates are fixed upon participation, at the onset of placement.
- 3.8 Upon maturity at each quarter, the following conditions which shall apply :-

- Eligible Participant is allowed to perform full withdrawal of principal and interest, and the deposit thereafter is fully matured and paid for.
- In the absence of any instructions by the Eligible Participant, the STEPS Deposit (principal and interest) shall be automatically renewed to the subsequent quarter, commencing from the maturity date and at the contracted step-up rate, of which the deposit will mature at the next maturity date.
- Eligible Participant is allowed to perform partial withdrawal of principal and/or interest withdrawal at the point of renewal. The principal balance (subject to minimum threshold of the eligible products) shall continue to earn interest based on the next contracted step-up rate till the next maturity date.

3.9 STEPS Deposit which is uplifted / withdrawn, in part or in full, prematurely within the quarterly tenure period, will earn zero interest.

3.10 Should there be an Overnight Policy Rate (OPR) changes, the step-up rates may be revised. STEPS Deposit placements made prior to the changes will not be affected by the revision.

3.11 All instructions for withdrawal of the STEPS Deposit placement must be made by giving clear and precise instructions in writing and duly signed by the authorized signatory(ies) of the account with regards to the withdrawal of the placement. KIBB can refuse / refrain from carrying out such instructions if the signature(s) on any such document appear to differ from the specimen signature(s) given to KIBB. All alterations in such instructions should be confirmed by the signature(s) as per the specimen signature(s).

#### **4. RIGHTS OF KIBB**

KIBB reserves the right at its discretion to amend, delete and/or add to any of the other Terms and Conditions contained herein from time to time with at least twenty one (21) days prior notice. KIBB may give such notice or communication to customers through any modes or methods as KIBB deems appropriate including without limitation by post, by inserting the notice into the letter of confirmation, by electronic transmission or by posting at KIBB's website and such amendment, deletion or addition shall become effective on such date as KIBB may determine. By continuing to participate in the Campaign, the Eligible Participant is deemed to have agreed to be bound by the amendment, deletion or addition of such other Terms and Conditions as aforesaid.

## 5. OTHERS

By participating in the Campaign, the Eligible Participant agrees to be bound by these Terms and Conditions. The latest Terms and Conditions can be accessed from KIBB's website at [www.kenanga.com.my](http://www.kenanga.com.my) and/or available on request from any treasury dealer.

### **KIBB Contact Details**

**Email :** [balance.sheet@kenanga.com.my](mailto:balance.sheet@kenanga.com.my)

**Telephone number :** 03-2167 6886

**Facsimile number :** 03-2172 2754

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