

application for loan offset account

I/We _____

Member number/s _____

I/We wish to apply to offset account number (savings account) _____

with linked loan account (contract number / account number) _____

and I / we acknowledge the following terms and conditions (which are in addition to the standard Terms and Conditions applying to the accounts).

1. No interest will be paid or credited to the offset account during the offset period.
2. The offset account can only be linked to the mortgage loan account nominated above unless I / we apply to link the offset account to another mortgage loan account within the same membership.
3. Any offset benefit and/or interest payable will be calculated at the end of each month.
4. Interest or benefit payable is calculated by offsetting the balance of the offset account to the balance of the loan account. If the net position is a debit balance, interest will be payable on that amount. If the net position is a credit balance, there will be no benefit payable.

Examples:

(a) Balance of loan account is \$100,000 and balance of offset account is \$50,000. Interest is payable on \$50,000.

(b) Balance of loan account is \$100,000 and balance of offset account is \$150,000. There is no benefit or interest payable.

5. Any interest payable will be debited to the loan account at the end of the month.
6. If the mortgage loan account has been repaid no interest will be credited for any balances held in the offset account during the month the loan account was closed.
7. If offset account is an overdraft account, the overdraft limit is not taken into account for offset calculations (i.e. the limit does not form part of the aggregation). If overdraft offset account is overdrawn, interest will be payable on the overdrawn amount on the applicable interest rate.
8. The terms and conditions applying to the offset account may be varied by the bank at any time by giving any notice required by the Customer Owned Banking Code of Practice.

Signed: _____ Date: _____ / _____ / _____

Signed: _____ Date: _____ / _____ / _____

1300 747 747 | qudosbank.com.au