

Effective Date: 18 September 2008

Term Deposit Platform Account

Product Disclosure Statement,
including Terms and Conditions



Investing in a Term Deposit Platform Account

The Term Deposit Platform Account is an account we make available to investment platform providers. The Term Deposit Platform Account is not made available directly to clients of investment platform providers.

Where an investment platform provider places funds on deposit in a Term Deposit Platform Account, the investment platform provider (referred to as “you” in this PDS) is the holder of the account, and the account is held by the provider on trust for its clients who wish to invest in a term deposit.

Clients investing in a Term Deposit Platform Account through an investment platform provider do not hold a bank deposit, and do not directly receive income from, or communications about, a Term Deposit Platform Account directly from us.

Although clients of the investment platform provider do not directly hold a Term Deposit Platform Account, this PDS is made available to clients of investment platform providers who are considering investing in a Term Deposit Platform Account through an investment platform.

Clients who would like to know more about the Term Deposit Platform Account should read this PDS carefully, and contact their financial adviser or investment platform provider if they require further information.

This Term Deposit Platform Account Product Disclosure Statement (“PDS”) was prepared on 17 September 2008. It applies to all St.George Term Deposit Platform Accounts opened after the effective date shown on the cover.

The Term Deposit Platform Account is a financial product issued by St.George Bank Limited ABN 92 055 513 070 AFS Licence No. 240997.

Information provided in this PDS is subject to change. Where there is a change to information that is not materially adverse to you we may make that information available in other ways, such as through our website stgeorge.com.au

1 About this PDS

- 1.1 This PDS sets out information about your Term Deposit Platform Account, including the terms and conditions that apply to it.
- 1.2 You should read the PDS carefully, along with any other terms and conditions we give you that apply to your Term Deposit Platform Account.
- 1.3 We have not taken into account labour standards or environmental, social or ethical considerations for the purpose of selecting, retaining or realising the investment for your Term Deposit Platform Account.

2 Changes to the PDS

- 2.1 The terms and conditions and information in this PDS can be changed by us at any time. We will notify you of any change on or before the day the change takes effect in one of the following ways, and you agree to receiving notice in any of these ways:
 - (a) in writing. We may also give you notice in writing electronically if you agree; or
 - (b) in any other way agreed to by you; or
 - (c) by notifying your agent in any way agreed to by the agent.
- 2.2 If we give you written notice directly, we will send it to the address we have last recorded.
- 2.3 If the Government introduces or changes a government charge payable directly or indirectly by you, we will notify you in writing unless the introduction or change is publicised by a government, government agency or representative body. You agree to receive notice in these ways.

3 Privacy

We handle personal information in accordance with our privacy brochure, entitled “Protecting Your Privacy”. Our privacy policy is available by visiting our website at stgeorge.com.au

4 Appropriate use of our services

- 4.1 You warrant that your use of the services we provide will not breach any law of Australia or any other country.
- 4.2 Where we consider it necessary for us to meet our regulatory and compliance obligations:
- (a) you must provide us with any information we reasonably request;
 - (b) we will disclose information we hold to regulatory and law enforcement agencies, other financial institutions, third parties and members of the St. George Group; and
 - (c) we may delay, block or refuse to provide any of our services.

We will not be liable to you or any other person for any loss or damage of any kind that may be suffered as a result of us exercising our rights under this clause.

5 Trade practices

Nothing in these terms and conditions has the effect of restricting or modifying any rights which by law cannot be excluded, restricted or modified.

6 Opening a Term Deposit Platform Account

- 6.1 The Term Deposit Platform Account we make available under these terms and conditions is a term deposit. A term deposit is a deposit where you agree to leave your funds with us for a fixed term.
- 6.2 With a Term Deposit Platform Account, you have a choice of terms and interest payment frequencies we make available from time to time. You may only choose the length of the term and interest payment frequencies of your Term Deposit Platform Account when you open the Term Deposit Platform Account which includes when you give us instructions to reinvest funds upon expiry of an existing term deposit.
- 6.3 We may refuse to accept any deposit for a term and may set maximum and minimum amounts for deposits and terms.

- 6.4 When you open a Term Deposit Platform Account with us, you will need to provide information requested about you and information necessary to enable identification of signatories.
- 6.5 When you open a Term Deposit Platform Account with us, you may quote us your Tax File Number (TFN) or provide details of an applicable exemption. Collection of TFNs by us is authorised by tax law. You do not have to provide your TFN or provide details of an applicable exemption, but tax may be taken out of your interest at the highest marginal tax rate plus the Medicare Levy if you do not.

7 Interest

- 7.1 The interest rate on a Term Deposit Platform Account is set out in the Account confirmation we provide after the account is established.
- 7.2 The interest rate on a Term Deposit Platform Account will not change during the term of the account unless:
- (a) agreed between you and us; or
 - (b) we repay the account in full before the maturity date.

Interest rates are determined by money market rates and are subject to change at any time, prior to you providing us with instructions to open a Term Deposit Platform Account.

If we quote you an interest rate, the rate may be different if the deposit is not made within the period for which the quoted rate is valid.

- 7.3 Interest is calculated daily on the balance of your Term Deposit Platform Account at the end of each day including the day of deposit, but excluding the day of withdrawal.

We calculate the interest on your Term Deposit Platform Account for a day by dividing the interest rate on the account by 365 (even in a leap year) and multiply that sum by the account balance on that day. We accrue that amount with other daily interest amounts we calculate on your Term Deposit Platform Account until the date we pay the accrued interest to you.

- 7.4 Interest will be paid on maturity or at those times agreed between you and us, depending on how much you invest and for how long. Interest payment times are set out in the Term Deposit Platform Account confirmation we provide after the account is established.
- 7.5 We pay interest on the Term Deposit Platform Account into an account that you nominate in the same name and currency as the Term Deposit Platform Account, or in any other way we agree.
- 7.6 We may credit or debit the interest payable on your Term Deposit Platform Account to the account or other accounts in our records before we discharge our liability to pay interest.

8 Fees and charges

There are no account service fees or transaction fees payable to us on Term Deposit Platform Accounts. Fees may be payable for other banking services that you request.

9 Adjustment of debits and credits to your Term Deposit Platform Account

- 9.1 We credit payments to your Term Deposit Platform Account as soon as practicable after we receive them. This is not necessarily the same day that we receive the payment.
- 9.2 We may subsequently adjust debits and credits to your Term Deposit Platform Account, and the balance on your Term Deposit Platform Account, so as to accurately reflect the legal obligations of you and us. If we do this we may make consequential changes (including to the interest on your Term Deposit Platform Account).

10 Confirmations and other communications

- 10.1 Each time you open a Term Deposit Platform Account we will give you an Account confirmation setting out the details of the account, including the interest rate, the term, and the interest payment frequency. The Account confirmation forms part of the governing terms of your Term Deposit Platform Account. Duplicate copies of Account confirmations are available at your request. A fee may be charged for a duplicate copy.

- 10.2 We will send the Account confirmation and any other information to you in one of the following ways, and you agree to receive information in any of these ways:
- (a) in writing. We may also give you notice in writing electronically if you agree; or
 - (b) in any other way agreed to by you; or
 - (c) by notifying your agent in any way agreed to by the agent.
- 10.3 If we give you written notice directly, we will send it to the address we have last recorded.
- 10.4 You should check the Account confirmation and any other information we give you carefully and promptly report any error or unauthorised transaction to us.
- 10.5 We do not issue statements of account for Term Deposit Platform Accounts.

11 Renewing your Term Deposit Platform Account

- 11.1 We will inform you when the term of your Term Deposit Platform Account ends to allow you prior to the maturity date to:
- (a) ask us to repay the Account; or
 - (b) change the details (such as the amount and the term and the interest payment frequency) of the renewed account.

If the maturity does not fall on a Business Day, you must tell us what you want to do with your Term Deposit Platform Account no later than the last Business Day before the maturity date.

- 11.2 Unless we have a prior agreement not to renew the deposit, if you do not tell us to repay or change the details of your Term Deposit Platform Account before the maturity date, we renew your Term Deposit Platform Account automatically for the same term as your maturing account, and with a rate of interest we choose. These terms and conditions, as varied in accordance with clause 2, apply to your renewed Term Deposit Platform Account.
- 11.3 The interest rate applying to your renewed Term Deposit Platform Account may change if you make any changes to the amount, term or interest payment frequency of the Account on maturity. If you make any changes,

we will confirm the interest rate applying to your Term Deposit Platform Account and the other changes in an Account confirmation we send you after the maturity date.

12 Withdrawals

- 12.1 Prior to the maturity date of the term you may instruct us to pay the balance of the Account on maturity into an Account that you nominate, or in any other way we agree. We will pay the balance of the Account back to you in the same manner in which we received the funds, i.e. If we received the funds by Electronic Funds Transfer, we will pay the balance of the Account to you by this means. If your Term Deposit Platform Account matures on a day that is not a Business Day, we transfer the funds on the next Business Day, unless that day falls in the next calendar month, in which case the payment day rolls back to the immediate preceding Business Day.
- 12.2 You cannot assign your Term Deposit Platform Account.

13 Early Redemption

- 13.1 You may, with our agreement, make a full or partial withdrawal from your Term Deposit Platform Account before the maturity date.
- 13.2 If we agree to you withdrawing the whole or part of the balance of your Term Deposit Platform Account before the maturity date, the interest rate on the amount withdrawn for the whole period from the date your Term Deposit Platform Account was opened up to the day prior to the date of withdrawal may be reduced.
- 13.3 We apply, to the amount withdrawn, the interest rate that would have applied at the date your Term Deposit Platform Account was opened for the fixed term closest to the period between when your Term Deposit Platform Account was opened and the date of withdrawal, except where that interest rate would be higher than the rate applicable to the original fixed term, in which case the rate applicable to the original fixed term will apply.
- 13.4 If we agree to you making a partial withdrawal, the interest rate which will apply to the remaining balance of your Term Deposit Platform Account for the period

from the date your Term Deposit Platform Account was opened to the end of the original maturity date of the deposit will be the interest rate which applied on the date your Account was opened.

- 13.5 If any interest has already been paid to you at the full rate and interest is recalculated under this clause the difference between the interest already paid and the amount of recalculated interest for the applicable period will be deducted, first from accrued interest and then from principal at the time of the withdrawal.

Examples of Interest Rate reduction scenarios

The examples below are indicative only and use rates and figures selected by us to demonstrate how the product works. In order to assess the actual impact to you, you would need to use the actual rates and figures quoted to you at the relevant time.

Scenario

On 1 September 2007, you established a 12 month Term Deposit Platform Account for AUD \$2,000,000 with a fixed interest rate of 7.00%p.a. payable at maturity. On 3 March 2008, you require a partial withdrawal of AUD \$500,000 from the Term Deposit Platform Account.

What happens if the interest rate for the early redemption period is less than the original term?

The closest fixed term available for the period between when your term deposit was opened, being 1 September 2007 and the date of withdrawal being 3 March 2008 is a 6 month term. The 6 month fixed term rate applicable to a deposit of \$500,000.00 when your term deposit account was opened being 1 September 2007 was 5.80%p.a.

Accordingly in this example, the interest accrued on the \$500,000 from 1 September to 2 March (as we do not pay interest on the day of withdrawal see clause 7.3) would be reduced from 7.00%p.a. to 5.80%p.a.

What happens if the interest rate for the early redemption period is more than the established term?

The closest fixed term available for the period between when your term deposit was opened, being 1 September 2007 and the date of withdrawal being 3 March 2008 is a 6 month term. The 6 month fixed term rate applicable to a deposit of \$500,000.00 when your term deposit account was opened being 1 September 2007 was 7.50%p.a.

Accordingly in this example, the interest accrued on the \$500,000 from 1 September to 2 March (as we do not pay interest on the day of withdrawal see clause 7.3) would remain at 7.00%p.a.

14 Account combination

You acknowledge our right at law any time without notice to you to set off or combine any of the balance of your Term Deposit Platform Account with the balance of another of the accounts you hold with us, unless we know that the accounts are held in different capacities.

15 Authority to Operate

- 15.1 You may nominate a person to operate on your Term Deposit Platform Account by completing an “Authority to Operate” form.
- 15.2 By signing an Authority to Operate, you instruct us to allow a person to be authorised to operate on your Term Deposit Platform Account and to conduct any transactions on the Term Deposit Platform Account that you could.
- 15.3 An Authority to Operate will remain in force until we receive written notice of cancellation or written notice of the death of the person granting the authority and that written notice has been processed by us (this may take up to two Business Days). We may require a new Authority to Operate before we allow further operations on your Term Deposit Platform Account.

- 15.4 If there is a dispute notified to us about an Authority to Operate or the owner or owners of a Term Deposit Platform Account, we may refuse to allow operations on your Term Deposit Platform Account until all parties concerned have signed the necessary authority.
- 15.5 We will not allow a person to operate on your Term Deposit Platform Account until their identity has been verified in accordance with procedures prescribed by any identification procedures we require.
- 15.6 We are not liable for any loss or damage caused to you by persons authorised to operate on your Term Deposit Platform Account, except where it arises from fraudulent conduct by our agent or employee or if we are liable under a statute.
- 15.7 You consent to us giving any person authorised to operate on your Term Deposit Platform Account information about the Account.

16 Instructions by Electronic Means

- 16.1 We may at our absolute discretion accept Instructions to operate on your Account sent to us by you, or an authorised signatory, by Electronic Means.
- 16.2 If we do accept instructions by Electronic Means, you agree:
 - (a) to bear all the risks associated with any unauthorised or fraudulent Instruction where the instruction appears to have been given by you or an authorised signatory;
 - (b) we are entitled to rely upon and act upon any Instruction that appears to have been given by you or an authorised signatory;
 - (c) to release us from and indemnify us against all claims, losses and liability arising from us following any Instruction (even if unauthorised or fraudulent) or not acting on any Instruction provided that this release and indemnity does not apply in cases of our fraud, wilful default or recklessness.

17 Important Words

“**Business Day**” means a day we are open for business, but does not include Saturday, Sunday or any public holiday;

“**Electronic Means**” means facsimile, or any other electronic form of transmission agreed by us;

“**Instruction**” means a notice or communication to open, close or operate on your Term Deposit Platform Account including:

- (a) making a withdrawal of funds from the Account, or transferring funds to another account you hold; and
- (b) the confirmation, variation or cancellation of a transaction or Instruction;

“**Term Deposit Platform Account**” means a term deposit you hold with us;

“**we**”, “**us**”, “**our**” and “**ours**” mean St. George Bank Limited;

“**you**” means the investment platform provider who is the account holder of the Term Deposit Platform Account.

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