



5 March 2021

## ANNOUNCEMENT

### CHANGES IN THE INTEREST RATES FOR DEPOSITS AND OTHER ACCOUNTS WITH CREDIT BALANCES, HELD BY BUSINESSES/CUSTOMERS AND LEGAL ENTITIES

In view of ECB monetary policy to enhance liquidity in the economy and boost growth, the application of negative interest rates on deposits and credit accounts has long been adopted both by Central Banks and Credit Institutions in the Eurozone. This policy leaves no other choice to the National Bank of Greece (Cyprus) (hereinafter “the Bank”) than to apply negative interest rates to accounts held by businesses, legal entities and natural persons acting for purposes of their business, profession or trade, in EURO.

As a result, we hereby inform you that as of **the 6<sup>th</sup> of May 2021** the Bank will reduce the credit/deposit interest rates and apply negative interest rates as follows:

Type of Account*	Daily Credit balance on Account	Interest rate
Professional Overdraft Current Account	0 – €100,000	0.00 %
	> €100,000	- 0.60%
Professional Demand & Sight Account	0 – €100,00	0.00 %
	> €100,000	- 0.60%
Professional Deposit Account	> €0	- 0.60%
Professional 8-day Notice Account	> €0	- 0.60%
Professional 1-month Notice Account	> €0	- 0.60%
Professional 35-day Notice Account	> €0	- 0.60%
Professional 3-month Notice Account	> €0	- 0.60%
Professional Fixed Deposit Account (for all terms offered)**	> €0	- 0.60%

\* Note that the negative interest rates do not and will not apply to accounts granted as collateral and/or guarantee against corresponding loans (collateral and/or guarantee accounts/deposits).

\*\* Also note that in the case of Fixed Deposit Accounts the negative interest rates will be applied upon their renewal, where such renewal takes place on or after the **6<sup>th</sup> of May 2021**.



The negative interest rate will be calculated on the respective daily credit balance of the account. Accumulated interest will be capitalized twice a year (i.e. at 30 June and 31 December) or as the case may be, will be debited upon settlement of the account.

Note that as regards the Professional Overdraft Current Accounts and the Professional Demand & Sight Accounts with credit balances, the negative interest rate is applied to the respective daily credit balance over €100,000, whereas credit balances below €100,000 will still be charged with zero interest rates (e.g. for a Professional Overdraft Current Account posting an end-of-day balance of €110,000, 0.00% will be charged on €100,000 and -0.60% on the remaining €10,000).

You have the right to terminate and thus close any or all of your accounts that fall within the said types of accounts to which negative interest rates will apply, free of any charge by **the 6<sup>th</sup> of May 2021**, subject to the conditions specified hereinbelow. Otherwise, if you do not exercise your right to terminate and close the affected account(s), the Bank shall consider that you agree to the amendments and changes regarding the application of negative interest rates, as set out in this letter, which shall apply and be deemed henceforth as binding agreed terms, unless otherwise notified by the Bank.

Note that if a Fixed Deposit Account is closed before its maturity date, relevant charges may be imposed as provided for in the Bank's Rates & Charges and/or in the relevant agreement between us.

Note also that the Bank has the right to apply the above mentioned negative interest rates and/or to apply in general negative interest rates to accounts that fall within the above mentioned types of accounts, at any date later than the **6<sup>th</sup> of May 2021**.

Our Bank's management & staff are always available to answer any questions you may have. Should you need to contact us please come and visit the Bank's local branches or call us at +357 22040000 or send us an email at [info@nbg.com.cy](mailto:info@nbg.com.cy).

FROM THE MANAGEMENT OF  
NATIONAL BANK OF GREECE (CYPRUS) LTD

