

Regulated savings accounts for legal entities: new provisions

Frequently asked questions

ING sent you a letter on 24 October 2016 regarding its new provisions for regulated savings accounts for legal entities.

What are these new provisions?

- the number of regulated savings accounts is limited to one per legal entity
- the other regulated savings accounts will be closed and their balances will be automatically transferred to the remaining savings account
- the maximum amount is limited to 1,000,000 euro per legal entity
- funds exceeding this limit will be automatically transferred to your ING Current Account or ING Invest Account
- regulated savings accounts with a balance of 0 euros since 1 January 2016 will be closed

1. Possible scenario's

I have one or more regulated savings accounts with a balance of 0 euros

 If the balance(s) on your regulated savings account(s) have been 0 euros uninterruptedly since 1 January 2016 it (they) will be closed automatically on 2 January 2017.

I have one regulated savings account with a balance equal to or below the limit of 1,000,000 euros

 Nothing changes. You receive interest at the base rate and the loyalty premium acquired¹ on 2 January 2017.

I have one regulated savings account with a balance higher than the limit of 1,000,000 euros

 Both the base interest and the loyalty premium acquired¹ will be calculated on the initial balance and paid on your savings account on 2 January 2017.

The total amount in this savings account (capital + interest) exceeding the limit of 1,000,000 euros will be transferred to either your ING Current Account or to your ING Invest Account on 3 January 2017.

The pro rata loyalty premium still to be acquired² will be calculated on the capital sum which was transferred to the current account, and which did not remain in the savings account for an uninterrupted period of 12 months. This interest will be credited on your ING Current Account or ING Invest Account during the month of January.

¹ The interest you earn is composed of a base rate and a loyalty premium. The loyalty premium is only acquired on amounts that remain in the regulated savings account for 12 consecutive months after they were deposited into the account. A new 12-month entitlement period begins the day after that on which the loyalty premium is acquired. The loyalty premium is paid out on quarterly basis.

² The pro rata loyalty premium still to acquire is a loyalty premium which is not acquired because the period of 12 consecutive months entitling the loyalty premium has not elapsed yet.

Example:

You have a regulated savings account with a balance of 1,300,000 euros, of which 1,000,000 euros was deposited on 1 January 2016, and 300,000 euros was deposited on 1 July 2016.

On 2 January 2017, you will receive interest at the base rate and the acquired loyalty premium. The loyalty premium will only be acquired on the amount of 1,000,000 euros. Your savings account will then show a balance of 1,300,000 euros + interest. Since this amount is beyond the limit of 1,000,000 euros, the excess balance of 300,000 euros together with the interest will be transferred automatically to your ING Current Account.

The interest relating to the pro rata loyalty premium still to be acquired will also be credited to your current account.

In our example, 300,000 euros * loyalty premium * 6/12.



I have more than one regulated savings account



You will retain the savings account which shows the **highest balance**. The other accounts will be closed automatically on 2 January 2017, i.e. two months after you received notification of the new ING provisions on regulated savings accounts for legal entities.

ING will transfer the funds from the closed savings account(s) to the remaining savings account, including the base rate interest, the loyalty premium(s)¹ acquired, and the pro rata loyalty premium(s) still to be acquired².

You will be left with **one single savings account**.

For this account:

- the base rate interest and the loyalty premium acquired on the initial balance will be calculated and credited on 2 January 2017
- ING checks the balances of the savings accounts on 2 January at 7 p.m.
- the total amount in this savings account (capital and interest) exceeding the limit of 1,000,000 euros will be transferred to your ING Current Account or your ING Invest Account on 3 January 2017
- ING will calculate a pro rata loyalty premium still to be acquired for the part of the funds which:
 - were initially in the remaining savings account with the highest balance (i.e. before funds from the other savings accounts were transferred into the remaining savings account) and were transferred to the current account
 - had not been in the savings account for an uninterrupted period of 12 months

This premium will be credited to your ING Current Account in the course of January.

Example:

You have two savings accounts:

- savings account A with a balance of 400,000 euros
- savings account B with a balance of 1,500,000 euros

ING closes the savings account with the lowest balance, i.e. account A.

The amount of 400,000 euros, plus the interest accrued on the base rate, the loyalty premium acquired and the pro rata loyalty premium still to be acquired², are transferred to account B.

With respect to account B, interest accrued from the base rate and the loyalty premium acquired on the amount which has remained continuously in the account for a period of 12 months will be calculated and credited on 2 January 2017.

The balance of account B therefore rises to 1,900,000 euros in capital + interest on savings account A + interest on savings account B. ING will transfer the amount above the limit of 1,000,000 euros (i.e. 900,000 euros in capital + the interest on savings account A + the interest on savings account B) to your ING Current Account or ING Invest Account on 3 January.

The pro rata fidelity premium still to acquire will also be calculated and paid out in the course of January. This will happen on the amount which was initially on the savings account B and

- which was transferred to the ING Current Account, and
- was not yet on the savings account for an uninterrupted period of 12 months

2. What will I see in my account statements?

ING calculates for the closed savings accounts:

- the interest at the base rate
- the loyalty premium acquired¹ on the amount which was in the savings account for an uninterrupted period of 12 months
- the pro rata loyalty premium still to be acquired² on the amounts which were in the savings account for less than 12 months

The total amount (capital + interests) will be transferred to your remaining savings account.

 On your first account statement of 2017 you will see for **all the accounts that have been closed**:

- Details of the interest accrued at the base rate, and the sum of the loyalty premium acquired¹ and the pro rata loyalty premium still to be acquired²
- The confirmation that the savings account is closed
- The confirmation that the balance has been transferred to the remaining savings account

 On the first account statement of 2017 of the **remaining savings account**, you will see the capital and total interest transferred for each closed savings account.

Funds exceeding 1,000,000 euros on the remaining savings account will be automatically transferred to your ING current account or ING Invest Account on 3 January 2017. You will be informed about this transfer in your account statements.

The pro rata loyalty premium still to be acquired for the capital sum in excess of 1,000,000 euros which was not in the remaining savings account for a period of 12 months will be calculated and paid in the course of January. You will be informed accordingly in your statements.

3. How does ING define the amount to be transferred to my current account?

 ING will record the balance of your savings accounts on 2 January 2017 at 7.00 p.m. The amount above 1,000,000 euros will be transferred to your ING current account or ING Invest Account the next day.

4. Can I still open a regulated savings account as a legal entity?



No, we are no longer opening new regulated savings accounts for legal entities, with the exception of ING Green Savings Accounts used for the purpose of a blocked rental guarantee (see point 5 below).

5. What will happen to an ING Green Savings Account used for a blocked rental guarantee?

An ING Green Savings Account opened as a rental guarantee is a blocked account. The tenant pays a security deposit as part of their obligations towards their landlord. The deposit held in this account can only be released to the tenant or landlord once an agreement or a ruling legally enforceable in Belgium has been presented to the bank.



You can keep your ING Rental Guarantee Green Savings Account, as the new provisions do not apply to blocked rental guarantees.

6. How many regulated savings accounts can I have as a legal entity?



If you have **only one** regulated savings account: you can keep this regulated savings account.



If you have **more than one** regulated savings account: you can keep one single regulated savings account. This limitation does not apply for ING Green Savings Accounts used for a blocked rental guarantee.

7. What is the maximum amount I can hold in my regulated savings account as a legal entity?



The maximum amount in the savings account is limited to 1,000,000 euros.

This limit does not apply to regulated savings accounts held by private individuals nor to regulated savings accounts used for a blocked rental guarantee.

8. What if my regulated savings account has a total balance exceeding 1,000,000 euros?



Any balance exceeding 1,000,000 euros will be transferred to your ING current account. If you do not have an ING current account, we will transfer the funds to your ING Invest Account. Transfers of new funds to your savings account which exceed the limit of 1,000,000 euros will be automatically transferred to your ING current account or your ING Invest Account if you do not have a current account.

9. What if I have neither an ING current account nor an ING Invest Account?



In this case, the funds will temporarily remain in your savings account. Your ING contact person will then get in touch with you to decide where these funds can be deposited.

10. What if I have more than one current account?



In that case, the funds will be transferred to the account with the lowest account number.

Example:

You have two current account: 377-0719568- 58 and 377-0618568- 55. The funds will be credited to account 377-0618568- 55.

11. Can I close my savings account(s) myself?



The savings account(s) will be closed automatically by ING in order to ensure that the interest is calculated correctly. If you close the account(s) yourself, you will lose the pro rata loyalty premium still to be acquired²



Do you have any further questions?



Please contact your usual ING advisor.