



Glossary of Terms for Term Deposits

'Minimum opening deposit'

This is the lowest or smallest value amount we will accept on deposit. Our lowest deposit amount is currently \$5,000.00.

'Interest Rate'

This is the amount of interest or return we will pay on your term deposit
'Calculation of interest'.

There are a number of methods available to pay interest on a deposit. Interest can be paid on a quarterly, half yearly, annual basis or on maturity. Kontiki Finance calculates interest on deposits on a Daily basis. Interest can be compounded to the deposit amount dependent on your specific investment choice.

'Break Fee'

If you request a withdrawal of your deposit before the maturity date of the investment, if we agree to your request we will charge you a Break Fee. This charge is designed to cover the costs incurred in company funding. The Break Fee is a combination of applying the rate applicable for the actual term held and adding a fee of 1.50%. For example: you place funds on deposit for 3 years but break this deposit at 2 years, we will apply the interest at the 2 year rate less a fee of 1.50% .

'Maturity'

This is the date at which your deposit will expire or cease to earn interest. We will contact you before the maturity to ascertain whether you would like to re-invest your deposit at the prevailing interest rate for the term you select or otherwise.

'Reinvestment'

On maturity of your deposit you can select to reinvest all or part of the deposit amount for the original term or another term at the prevailing interest rate.