

HSBC Advance MasterCard®

Rates and Fees - Disclosure Statement Effective July 1, 2010

Annual Interest Rate or Rates	<p>These interest rates are in effect the day your account is activated.</p> <p>Purchases: 17.9% Cash Advances: 17.9% Balances Transfers: 17.9%</p> <p>Your interest rate(s) will increase by an additional 5% per annum if you do not pay the minimum Payment Due by the due date:</p> <ul style="list-style-type: none"> • two consecutive times or • three times in any 12-month period. <p>Based on the current rates set out above, this means that your interest rate(s) will increase to 22.9% on Purchases and 22.9% on Cash Advances and Balance Transfers. You will continue to pay the higher interest rate(s) until you have paid the minimum Payment Due by the payment due date for six consecutive months.</p>
Interest-free Grace Period	<p>21 days</p> <p>You will benefit from an interest-free grace period of at least 21 days if you pay off your balance in full by the due date. There is no interest-free period on Cash Advances and Balance Transfers.</p>
Minimum Payment	<p>3% or \$10</p> <p>Your minimum payment will be the greater of 3% of the outstanding balance owing as shown on your monthly statement, or \$10.</p>
Foreign Currency Conversion	<p>2.5%</p> <p>We will bill you in Canadian currency if you use your Account to make transactions in foreign currency. We will convert it directly to Canadian dollars at the exchange rate in effect at the time we post the transaction to your Account. When the transaction is posted to your Account, in addition to the exchange rate, you will be charged a foreign currency conversion of 2.5% for each foreign currency transaction.</p>
Annual Fees	<p>None</p>
Other Fees	<p>To be charged on the day the transaction occurs:</p> <p>Cash advance fee: Automated Banking Machine (ABM) displaying the MasterCard or Cirrus® symbol – ABM in Canada – \$2.00; ABM outside Canada - \$4.00 Over-the-Counter (in Branch) at a MasterCard Financial Institution - In Canada - \$3.00; Outside Canada - \$5.00</p> <p>Over the credit limit: \$29.00 if your balance exceeds your assigned credit limit on your monthly statement date.</p> <p>Extra copy of your monthly statement or sales slip: \$10.00</p> <p>Transaction Fee: \$2.75 for purchases of wire transfers, travelers cheques, foreign currency, money orders, payment of an existing debt, bets, lottery tickets and casino gaming chips (referred to as quasi-cash transactions).</p> <p>Charge for Dishonoured Payment or Dishonoured Convenience Cheque: \$25.00</p> <p>Convenience Cheque Fee: \$5.00 for cheques written to a merchant outside Canada.</p> <p>Credit Balance Inactive Account Fee: The lesser of \$10.00 or the credit balance is charged when an Account carrying a credit balance is inactive for 12 months.</p>

All rates and fees are subject to change in accordance with the Cardholder Agreement

Optional Services

Travel and Medical Insurance ¹	Annual premium of \$69 , including applicable taxes.
CreditCare ^{®*} Insurance ²	\$0.99 per month per \$100 of the average daily balance on your HSBC MasterCard account (plus applicable taxes).

Important Information about the HSBC Advance MasterCard:

To apply for an HSBC Advance MasterCard, you must be an HSBC Advance client. To qualify for the HSBC Advance package, you are required to:

- open and maintain an HSBC Advance chequing account, and
- maintain \$25,000 in combined personal deposit and investment balances

A monthly maintenance fee of \$25 (subject to change from time to time) will be incurred if minimum balance requirements are not maintained and is charged to your HSBC Advance chequing account. The HSBC Advance MasterCard is subject to credit approval.

To learn more about HSBC products and services and to apply for a standard HSBC MasterCard, visit your nearest HSBC Bank Canada branch.

¹Coverage is underwritten by American Bankers Life Assurance Company of Florida and/or American Bankers Insurance Company of Florida, Assurant Solutions^{®*} companies. All insurance is subject to limitations and exclusions. Please refer to the insurance certificates for full terms, conditions and limitations. ^{®*}Assurant Solutions is a Registered Trademark of Assurant Inc.

² The optional CreditCare insurance product is underwritten by Household Life Insurance Company and American Bankers Insurance Company of Florida and is provided to eligible HSBC MasterCard cardholders on a group basis. All benefits are subject to exclusions and limitations, see your certificate for more details.