

---

## ICBC NZ “Offset Home Loan” Product Description

Offset Home Loan (OHL) is a floating rate home loan product that uses the balances of a customer’s specified repayment account with ICBC NZ linked to their floating rate home loan to reduce the interest payable on the principal amount of the OHL.

- **Reduce the interest you pay**

By using OHL, you only pay interest on the difference between the offset portion of your floating rate home loan balance and the credit balance of your specified (repayment) account, calculated daily. Any deposit held as home loan security is excluded from the calculation.

- **Flexibility to manage cash flow**

OHL allows you to retain money in your specified repayment account on hand for any purchases you have planned without having to apply those amounts in repayment of your OHL.

- **Pay off your loan faster**

If you have a fixed repayment of your home loan each month, by using OHL, you have the ability to pay off your loan faster because the interest saved as a result of the operation of the OHL will be applied to repay the principal of your home loan.

- **Term and Loan amount**

Offset Home Loan (OHL) has no minimum amount requirement; approved amounts are subject to standard lending criteria.

- **Definition of Offset Loan**

There is no actual set-off, netting, or transfer of funds, or transfer of any interest in or entitlement to funds. ‘Offsetting’ occurs before debit or credit interest is calculated and is calculated daily based on net difference between the OHL loan balance and credit balance of the specified (repayment) account.

### Product Features

- Can be offered on both table loans or interest only loan
- Offset Home Loan repayment frequency will be monthly
- Only one specified (repayment) account with ICBC NZ can be linked to each Offset Home Loan
- Offset Home loan can be set up and cancelled without penalty
- Standard ICBC NZ Home Loan Terms and Conditions and Fees and Charges applied

---

## Product Benefits

- Gives greater flexibility in your home loan structure
- Provides the opportunity for faster repayment of your home loan
- Flexibility to manage your cash flows

## Target Customers

- For the customer who wants to reduce the length of the loan.
- For the customer who wants to retain cash for specific projects or big purchase while still getting the benefit of a reduced interest cost on the Offset Home Loan outstanding.

### Offset Home Loan with ICBC NZ

ICBC NZ Offset Home Loan offers our customers the flexibility to make the most of the everyday balance in a specified account to offset against the principal amount of their loan when calculating the interest payable.

### Benefits of Offset Home Loan

1. Savings on overall interest
2. Flexibility to retain credit balances in specified accounts and to use these amounts as you choose.

### Is it for you?

1. ICBC NZ Home loan customer (Existing / New)
2. There isn't any amount frozen in your ICBC NZ specified account

### How it works?

Offset Home Loan allows you to subtract the balance of your specified repayment account from a specified offset portion of your total borrowing for the purposes of calculating the interest payable each month and only pay interest on the difference.

Become mortgage free faster with Offset Home Loan.

### How to apply for an Offset Home Loan?

Contact us to find out if an Offset Home Loan is suitable for you:

Address : Level 11, 188 Quay Street, Auckland CBD, New Zealand

Phone : +64 9 374 7267 / 7713

Email : [homeloan@nz.icbc.com.cn](mailto:homeloan@nz.icbc.com.cn)

Open Hours : Monday to Friday 9:00AM - 17:30PM (Except Public Holiday)

#### Disclaimer

This information is for your reference only. It's subject to the provisions of ICBC New Zealand's working procedures and subsequent changes. For your convenience, please contact us by phone for more information prior to visiting our Branch.