

Spread Payments Prospectus

Paying for your ABN AMRO credit card purchases and withdrawals in instalments

ABN AMRO Creditcard Services

ABN AMRO Creditcard Services is a department of ABN AMRO Bank N.V.

ABN AMRO Bank N.V. (ABN AMRO) is registered in Amsterdam, Chamber of Commerce no. 34334259. Its head office is at Gustav Mahlerlaan 10, 1082 PP Amsterdam.

The company's VAT number is NL820646660B01.

Why this prospectus?

This prospectus sets out the main product features of Spread Payments (Gespreid Betalen), so that you know exactly what is involved. We also set out the conditions under which ABN AMRO offers Spread Payments.

Features of Spread Payments

Spread Payments is a continuous credit under which you can make purchases and withdrawals with your ABN AMRO credit card up to the agreed credit limit. The amount repaid can be used again up to this limit, so that you always have some money in hand. Each month you repay 3% of the outstanding balance. You may choose to pay a higher amount or the entire outstanding balance at any time, at no additional cost. The interest rate on the outstanding balance is variable and may be adjusted to the interest rate levels applying at the time. The compound annual interest rate for spreading repayments is 14.9% on an ABN AMRO Credit Card and 12.9% on an ABN AMRO Gold Card.

Examples of credit limits

Credit limit in EUR	Compound annual rate*	Monthly payment** in EUR	Theoretical term***	Total credit cost**** in EUR
1,000.-	12.9%	30.-	41 mnd	1,230.-
2,500.-	12.9%	75.-	41 mnd	3,075.-
5,000.-	12.9%	150.-	41 mnd	6,150.-
7,500.-	12.9%	225.-	41 mnd	9,225.-

Credit limit in EUR	Compound annual rate*	Monthly payment** in EUR	Theoretical term***	Total credit cost**** in EUR
1,000.-	14.9%	30.-	43 mnd	1,290.-
2,500.-	14.9%	75.-	42 mnd	3,150.-
5,000.-	14.9%	150.-	42 mnd	6,300.-
7,500.-	14.9%	225.-	43 mnd	9,675.-

* The compound annual rate shows the price of the credit, reflecting all the costs associated with the credit.

** The monthly payment is 3% of the outstanding balance, with a minimum of EUR 20. This column shows the maximum monthly payment. This is the monthly payment when the credit is used up to the agreed limit.

*** The calculation of the theoretical term assumes that the credit is used up to the agreed limit, that no further purchases or withdrawals are permitted, that the monthly payments are not brought forward or delayed, and that the rate of interest does not change.

**** This is the result of the theoretical term in months multiplied by the monthly payment based on 3% of the outstanding balance.

Who can apply for Spread Payments?

Adult residents of the Netherlands can apply for Spread Payments on their credit card spending. If the borrower is of a nationality other than Dutch, Spread Payments can only be offered after he or she can prove to be a resident of the Netherlands and can present a valid permanent residence permit. The theoretical term of Spread Payments must be within the validity of the residence permit. In all cases you must have a demonstrable regular and adequate income paid into a Dutch bank or giro account. ABN AMRO does not offer Spread Payments to applicants who are subject to an amicable or statutory debt rescheduling arrangement.

How to apply

You can request an ABN AMRO Credit Card Application Form or Amendment Form by calling 0900-8016 (EUR 0,10 a minute). When you submit an application, you must enclose a copy of a proof of income (no more than two months old). Please bear in mind that after approval of your application, the next monthly payment will still be the full outstanding balance. It is only from the subsequent payment that 3% of the outstanding balance will be debited from your account. You can also download the two forms from www.abnamro.nl/creditcards. Please send the completed and signed form to ABN AMRO Creditcard Services, Antwoordnummer 1225, 3770 WB Barneveld.

Assessment of credit application

How much you can pay in instalments depends on your personal circumstances, such as your family situation, your income and your monthly outgoings.

We calculate your maximum spending limit on the basis of your income, the provisional tax refund relating to your own home, housing costs and other commitments (such as alimony). And finally, we use a computer program to assess your creditworthiness, and we check the records of the Central Credit Registration Office (Stichting Bureau Krediet Registratie / BKR) and various fraud prevention and registration systems. If your application is approved, we will send you a contract signed by the bank.

Difference between income and expenditure

If you apply for Spread Payments on your credit card, ABN AMRO will calculate whether there is sufficient scope between your income and expenditure.

That is to say, you should be able, given the composition of your household, to pay both your monthly outgoings and the monthly payment under the Spread Payments agreement.

Examples of maximum credit limit calculation

You use your credit card regularly in the summer months, and you would like to spread your outlays of EUR 4,000 during this time over a longer period. In this situation Spread Payments on your credit card is the ideal solution. You are single, have no children and earn a net income of EUR 1,900 per month. Your net rent payments come to EUR 400 per month. For single people with no children we assume that living expenses will be equal to 40% of net income, with a minimum of EUR 610*. In this situation living expenses therefore amount to EUR 760 per month. Hence the difference between income and expenditure is EUR 740. This is more than enough to allow Spread Payments on your credit card with a credit limit of EUR 4,000. In this case your monthly payment will be EUR 120 (= 3% of EUR 4,000).

You want to buy a flatscreen television at a cost of around EUR 3,000. In this situation Spread Payments on your credit card is also an ideal solution. You are married or are cohabiting, and you have a net income of EUR 2,800 per month. Your net mortgage payment comes to EUR 750 per month. For married or cohabiting couples we assume that living expenses will be equal to 50% of net income, with a minimum of EUR 950*. In this situation living expenses therefore amount to EUR 1,400. Hence the difference between income and expenditure is EUR 650. This is more than enough for a maximum spending limit of EUR 3,000. Your monthly payment will be EUR 90 (= 3% of EUR 3,000), and you can pay more at any time, at no additional cost.

*These minimum amounts are changed at regular intervals.

These examples are intended to give you an insight into how the creditworthiness criteria are applied. You cannot derive any rights from these examples in your personal situation.

Payment arrears

In the event of a late payment, you will receive a notice of default. If you do not pay the amount due by the set deadline, you will be charged default interest from that date. This default interest is carefully calculated on a daily basis at the compound annual rate applying in the context of the Special Payments agreement.

Immediate payment

All amounts owed to ABN AMRO under the credit agreement shall become immediately payable if:

- a. the borrower has been in arrears with a monthly payment due for a period of at least two months, and still fails to meet his or her obligations in full after being served with a notice of default;
- b. the borrower is no longer resident in the Netherlands or can be reasonably assumed to take up residence outside the Netherlands within a few months;
- c. the borrower has died and the ABN AMRO has reasonable grounds to assume that his or her obligations under the credit agreement will not be met;
- d. the borrower has been declared bankrupt or the debt rescheduling arrangement for natural persons has been declared applicable to the Borrower;

e. with a view to entering into the agreement, the borrower has deliberately provided ABN AMRO with incorrect information to the extent that the bank would not have entered into the credit agreement, or would not have done so under the same conditions, had it been aware of the true state of affairs.

What else you need to know about borrowing

The Dutch authorities supervise loan providers, for instance with regard to the rates of interest charged and the disclosure of accurate information. Further details are set out below.

Central Credit Registration Office

ABN AMRO is affiliated to the Central Credit Registration Office (Bureau Krediet Registratie / BKR) based in Tiel.

All credit applications received by ABN AMRO are checked with the BKR. This is intended to prevent consumers taking on financial commitments which they may not be able to fulfil. The check covers existing and repaid loans and repayment behaviour. ABN AMRO notifies the BKR of this credit agreement. The BKR enters the information into the Central Credit Information System in order to prevent and limit credit and payment risks for the affiliated institutions, to prevent and limit overindebtedness of consumers, and to help to prevent problematic debt situations. Within the framework of these objectives the BKR makes this information available to the institutions affiliated to the BKR. ABN AMRO also undertakes to report to the BKR any arrears of payments under the credit agreement of more than 70 days. The BKR records this information. This may have implications for any subsequent applications for finance. A more detailed brochure about the BKR is available from ABN AMRO on request.

Supervisory body

ABN AMRO Bank N.V. has a banking licence from De Nederlandsche Bank N.V., the Netherlands central bank, and is registered with the Netherlands Authority for the Financial Markets (Stichting Autoriteit Financiële Markten/AFM). ABN AMRO Bank N.V. acts as a provider of credit cards and credit products.

Complaints

If you have any complaints, please submit them to ABN AMRO Creditcard Services. If your complaint is not dealt with to your satisfaction, you can obtain information on ABN AMRO's complaint procedures and the dispute settlement institutions to which the bank is affiliated on the internet at www.abnamro.nl/klachtenregeling or by calling 0900-0024 (EUR 0,10 a minute).

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