



Receivables of Komerční banka, a.s. (hereinafter the “**Bank**”) in respect of the client shall be settled in the sequence in accordance with the following rules, unless agreed otherwise between the Bank and the client:

Bank’s receivables arising under the same contractual relationship shall be settled in the following sequence:

1. Interest;
2. Principal debt;
3. Default interest;
4. Fees, charges and contractual penalties in the sequence determined by the Bank;
5. Other payments.

Further rules for receivables arising under credits:

Interest and principal debt shall be settled in the sequence based on their due dates and, afterwards, the remaining portion of the debt.

Further rules for several legal relationships:

If the receivables arise under several legal relationships, the Bank shall use a received payment to the settlement of interest and principal debt under all the legal relationships. After their settlement, the Bank shall use the received payments to settlement of all default interests and, afterwards, to settlement of any and all fees and charges, or contractual penalties, or other payments.

Notwithstanding the aforesaid, the Bank is entitled to use the received payments to the settlement of default interest first.

These rules shall not prejudice the special rules applicable to the time order of the settlement of receivables as determined by the legal regulations.

These rules shall not prejudice the consumer’s right to decide which legal relationship should be settled preferentially.

These Rules shall become valid and effective as of 17 April 2018 and shall replace the previous wording of the Rules.

FOR INFORMATION ONLY