

Term Deposit Account

Offer flexible TDA conditions to attract customers' attention.

Financial institutions can be creative by offering TDA products with dynamic features, such as allowing partial withdrawals. Quipu Core Banking fully supports this flexibility, giving the user the option of setting a mandatory minimum balance in the account, below which future withdrawals cannot be made.

Main Features

- Open a TDA with cash, a cheque or by transfer.
- Offer customers the term which suits them best, using the flexible term definer which allows the term to be set as a number of days or months, with a defined minimum and/or maximum value, etc.
- Offer the possibility of an automatic TDA extension after maturity.
- Pre-define rates according to product and term, as well as ranges of rates which can be negotiated with the client when arranging the TDA contract.
- Define authorised persons, besides the account holder, who can perform transactions on the TDA.
- Register one or more beneficiaries of a TDA and specify the percentage share for each.
- Register one or more authorised signatures or combinations of signatures required to perform transactions on a TDA.
- Verify the client's identity from the account opening form, accessing the customer profile in just a few clicks.
- Select from a freely customisable range of currencies to be able to offer TDA products and cover the different demands of customers.
- Provide a real-time account balance for a TDA.
- Monitor changes made to TDAs by creating a special report on changes involving authorised persons, contract name and type.

- Close a TDA quickly and easily at maturity using a simple account closure process.
- Link a related (reference) account to the TDA which is to be used for interest payments, monthly top-up payments, partial withdrawals, etc.
- Set amount restrictions per product, by establishing a minimum and/or a maximum amount to be deposited initially by the customer.
- Define a mandatory minimum balance to offer customers the possibility of making partial withdrawals, subject to maintaining the mandatory balance in the TDA.
- Set multiple parameters: term deposit products will always have three interrelated components – interest rate, term and amount – whose values are allowed to vary within specific ranges.
- Allow negotiable interest rates which can be applied by authorised users according their approval level.
- Flexible application of new interest rates, even if a TDA is already open.
- Accrue interest from the very first day of opening the TDA.
- Modify the auto-extension feature for an existing TDA according to the client's wishes (toggle off/on).
- Allow automatic extension with the original conditions, keeping the same interest rates which were valid at the time of opening.
- Define a variety of interest payment frequencies when the interest is not capitalised: payment at maturity, monthly, quarterly, in advance, etc.
- Apply penalties for customers who do not comply with one or more of the TDA's agreed predefined conditions; Quipu Core Banking offers different schemes for calculating the penalty, ranging from very simple to very complex.
- Adjust the maturity of a TDA if it falls on a non-working day or public holiday; interest will also be accrued on the non-working days and the adjusted maturity date will be accurately reflected in the registration form as well as in the legal agreement.
- Define the special features of a step-up deposit, a variation on a standard deposit: the maturity of a TDA can be split into groups of equal or unequal periods, and within each period different product parameters

can be modified, e.g. the interest rate can gradually increase or the amount on which interest is accrued can change.

- Pre-set the TDA for automatic future activation: activation of the TDA can be postponed to a future date after the registration process.
- Configure a TDA to allow automatic closure or premature closure at the request of the customer.
- Perform compliance and AML checks: access up-to-date black lists to check client status.
- Assign a customer risk classification by applying a pre-defined AML model scoring system.

Besides the features described above, a TDA can also have features which normally apply to saving plans:

- Bonus payment: an additional interest payment on top of the standard agreed interest rate, either by default or when specified conditions are fulfilled by the client.
- A variety of bonus payment frequencies: annual or monthly capitalisation, advance interest payment, etc.
- Easy definition of a minimum deposit amount and standing order arrangements to ensure regular top-up payments.
- Flexible standing order parameters: first day of execution, validity period, top-up amount, etc.
- Parameterisation of conditions for account closure, especially when a specific term or special requirements apply.