

## 1. Banking Contract for Student Savings Account

**Contract Reference:** STUDENT-2024-SAVINGS

### Parties:

This agreement is entered into between **[Bank Name]**, hereafter referred to as "the Bank," and **[Customer Name]**, hereafter referred to as "the Account Holder."

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### Eligibility:

- **Age:** The Account Holder must be between the ages of **16 and 25** years to be eligible for this account.
  - **Note:** The Account Holder must provide official proof of their age (such as a government-issued ID) to ensure eligibility.
- **Proof of Enrollment:** The Account Holder must provide proof of active enrollment in an accredited educational institution. Accepted forms of documentation include:
  - **Student ID Card** indicating the current semester.
  - **Enrollment Verification Letter** from the educational institution, or a recent **transcript** showing active student status.

**Note:** Proof of enrollment must be renewed annually to maintain eligibility.

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### Account Features:

- **No Monthly Maintenance Fees:**
  - The Bank does not charge any monthly maintenance fees, which is beneficial for students who are managing a limited budget. This ensures that all savings remain intact without the burden of additional charges.
- **Minimum Balance:**
  - There is no **minimum balance** required to open or maintain the account. The Account Holder can make deposits as small as needed without worrying about penalties for low balances.
- **Interest Rate:**

- The account earns an **interest rate of 1.5% per annum**, compounded quarterly. This means the Bank will calculate interest every three months and add it to the balance. The interest is paid at the end of each quarter, starting from the **first quarter after the account is opened**.
  - For example, if the Account Holder deposits \$1,000, they would earn \$15 in interest by the end of the first quarter, assuming no withdrawals or further deposits are made.
  - **Free Online Banking and Mobile App Access:**
    - The Bank offers **free access to online banking services** and a **mobile app**. Through these platforms, the Account Holder can:
      - **Monitor account balances** and transaction history in real-time.
      - **Transfer funds** between different accounts, whether internal to the same bank or to external accounts.
      - **Deposit checks digitally** through the mobile app using the bank's remote deposit feature.
      - **Pay bills**, set up automatic payments, and manage recurring charges.
      - **Receive notifications** for account activity, including deposits, withdrawals, and fees.
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## Terms and Conditions:

### 1. Deposits and Withdrawals:

- **Deposits:** The Account Holder is allowed to make **unlimited deposits** to their account, without any limitations on frequency or amount. Deposits can be made through various methods including:
  - **Cash deposits** at any branch or ATM.
  - **Electronic transfers** from other banks or third-party services.
  - **Direct deposits** from an employer or educational institution (e.g., student loan disbursements).
- **Withdrawals:**

- The Account Holder is permitted to make **up to 5 withdrawals per month** without incurring any fees. Withdrawals can be done via:
  - **ATM withdrawals** using a Bank-issued debit card.
  - **In-branch withdrawals.**
  - **Online transfers** to another bank account.
- **Excessive Withdrawals Fee:** If the Account Holder exceeds 5 withdrawals in a given month, a fee of **\$2 per additional withdrawal** will apply.
  - **Example:** If an Account Holder makes 8 withdrawals in a month, they will incur a fee of **\$6** (for 3 extra withdrawals).

## 2. Overdraft Protection:

- **Optional Overdraft Protection:** The Account Holder can opt to activate **overdraft protection**, which allows the account to cover transactions that exceed the available balance.
  - **Activation:** To activate, the Account Holder must complete a separate form and agree to the associated terms and fees.
  - **Fees:** If overdraft protection is activated, the Bank will charge a fee of **\$25 per overdraft** incident. This fee applies each time the account balance goes negative.
    - **Example:** If the Account Holder makes a transaction for \$50, but their balance is \$40, the overdraft protection would cover the difference, and the Account Holder would incur a \$25 fee.

## 3. Account Closure:

- **Inactivity:** The Bank reserves the right to close the account if it experiences **no activity** (i.e., no deposits or withdrawals) for a period of **12 consecutive months**. The Bank will notify the Account Holder 30 days before closure.
  - **Notice of Inactivity:** The Bank will send a **written notice** to the Account Holder via email or postal mail after 6 months of inactivity. A final notice will be issued one month before the account is closed.

- **Closure Upon Request:** The Account Holder may request to close the account at any time. To do so, the Account Holder must visit a branch or contact customer service, and the following steps will be required:
  - **Account Balance Settlement:** All outstanding fees and charges (if applicable) must be paid before the account can be closed.
  - **Transfer of Funds:** Any remaining balance will be transferred to another account or issued as a check to the Account Holder.
  - **Final Statement:** Upon closure, the Bank will provide a **final account statement**, detailing all transactions and interest earned up to the date of closure.

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**Effective Date:**

This agreement will become effective on **[Start Date]**, and the terms and conditions outlined herein will remain in force until terminated by either party in accordance with the provisions of this contract.

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**Signatures:**

By signing below, both parties agree to the terms and conditions set forth in this contract.

- **Bank Representative:** \_\_\_\_\_  
(Signature of Bank Representative)  
Date: \_\_\_\_\_
- **Account Holder:** \_\_\_\_\_  
(Signature of Account Holder)  
Date: \_\_\_\_\_

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**Important Notes:**

- **Communication:** All communications regarding the account (including statements, notices, and updates) will be sent electronically, unless the Account Holder opts for paper-based communication.
- **Tax Responsibility:** The Account Holder is responsible for reporting any interest earned on the account for tax purposes.

- **Account Updates:** Any changes to the account (such as beneficiary updates or address changes) must be reported to the Bank promptly.