

# Farm Management Deposit (FMD) Application Form



## FIXED RATE FARM MANAGEMENT DEPOSIT\* VARIABLE RATE FARM MANAGEMENT DEPOSIT

Please complete this form in **BLOCK LETTERS** using black ink.

Please note that all fields in each section are mandatory unless specified otherwise.

\* For a Fixed Rate FMD, please acknowledge that you have read and completed the Term Deposit Consent Form.

STAFF USE ONLY

Existing customer number \_\_\_\_\_

### A ACCOUNT DETAILS

ACCOUNT LABEL (e.g. 2008 Crop Production)

### B ACCOUNT OWNER DETAILS

TITLE GIVEN NAME(S)

SURNAME

OTHER KNOWN NAME (if any)

DATE OF BIRTH

RESIDENTIAL ADDRESS (PO Box not acceptable)

STATE

POSTCODE

COUNTRY OF RESIDENCE (if not Australia)

POSTAL ADDRESS (if different from residential address)

STATE

POSTCODE

PREFERRED CONTACT NUMBER

HOME

WORK

MOBILE

HOME PHONE NUMBER

WORK PHONE NUMBER

MOBILE PHONE NUMBER

FAX (if any)

OCCUPATION

DESCRIPTION OF MAJOR COMMODITIES PRODUCED IN THE YEAR OF DEPOSIT

### C IMPORTANT INFORMATION ABOUT FMD ACCOUNTS

#### Authorised deposit-taking institution

The FMD provider issuing this application form is an authorised deposit-taking institution for the purposes of the Banking Act 1959.

#### Purpose of farm management deposits scheme

The farm management deposits scheme is designed to allow individuals carrying on a primary production business in Australia to shift before tax income from years when they need it least to years when it is most needed. The scheme helps those individuals to manage their exposure to adverse economic events and seasonal fluctuations.

Eligibility criteria apply to individuals carrying on a primary production business in Australia under the scheme.

#### Tax consequences of farm management deposits

The scheme allows individuals carrying on a primary production business in Australia to deduct the amount of any farm management deposit they own from their assessable income for the income year in which the deposit is made. However, the amount of the deductions cannot exceed the owner's taxable primary production income for the income year.

Under the Pay As You Go system, owners may reduce their instalment income for an instalment period by the amount of farm management deposits made during that period. The reduction is limited to the amount that the owners can reasonably expect to deduct for the deposit for the income year in which the deposit is made. However, the instalment income for the period cannot be reduced below nil.

When a farm management deposit is repaid to an owner in an instalment period, the instalment income of the period will include the amount of the repayment. But the owner's instalment income will only include so much of the repayment as will be included in the owner's assessable income for the income year in which the repayment is made.

If neither the owner's tax file number nor Australian Business Number has been quoted to the FMD provider that holds the deposit, the amount repaid will also be subject to withholding at a rate equal to the sum of the top marginal tax rate and the Medicare levy.

#### Important requirements for farm management deposits

Some of the requirements for farm management deposits are summarised below. There are also other requirements set out in the Income Tax Assessment Act 1997 ('the Act'). A breach of some of the requirements will result in the deposit not being treated as a farm management deposit, and the tax benefits will be lost.

- The owner must be an individual who is carrying on a primary production business in Australia when the deposit is made.
- The deposit must be made by only one individual and on behalf of only one individual.
- Rights of the depositor are not, and must not be, transferable to another entity.
- The deposit must not be used as security for any amount that the depositor or any other entity owes to the FMD provider or any other entity.

- Interest or other earnings on the deposit must not be invested as a farm management deposit with the FMD provider without having first been paid to the depositor.
- If the depositor requests in writing, the FMD provider must electronically transfer the deposit, or part of the deposit, to another FMD provider that agrees to accept it as a farm management deposit.
- The FMD provider must not deduct any fees from the principal of a farm management deposit. However, it may charge fees on the deposit.

#### Repayment of farm management deposits

The tax benefits are not retained for deposit amounts repaid within the first 12 months after the deposit was made, unless the repayment is made:

- because the owner:
  - dies; or
  - becomes bankrupt; or
  - ceases to carry on a primary production business in Australia and does not start carrying on such a business again within 120 days; or
  - has requested the deposit, or part of the deposit, to be transferred to another FMD provider and the repayment relates to the transfer; or
- because the circumstances specified in subsection 393-40(3) of the Act or in regulations made for the purposes of that subsection, relating to repayment in the event of severe drought, exist; or
- because the circumstances specified in regulation 393-15 of the Act, relating to repayment in the event of a natural disaster, exist.

The amount of any repayment of the deposit must be at least \$1,000, except where the entire amount of the deposit is repaid.

#### Additional information

- The minimum deposit is \$1,000 and the maximum deposit is \$800,000.
- An individual can own more than one farm management deposit, and can own farm management deposits with different FMD providers, but the sum of the balances of all the farm management deposits of the owner claimed as a deduction must not be more than \$800,000.
- The deposit will not be deductible if taxable non primary production income for the year of income exceeds \$100,000.
- If the deposit is used to offset a liability to pay interest on debts to the FMD provider that do not wholly relate to a primary production business that the owner (or a partnership of which the owner is a partner) carries on, the owner is liable to an administrative penalty of up to 200% of that offset.

## D TRANSFERRING AN FMD FROM ANOTHER FINANCIAL INSTITUTION

Do you want to transfer your existing FMD from another FMD provider?

Yes\*  No

\* If yes, and you wish to transfer all, or part of, that FMD to your new Rural Bank FMD please complete the FMD Account Transfer Form attached on page 7 and forward a copy to the FMD provider you are transferring funds from. No monies can be accepted into a Rural Bank FMD until funds from the other FMD provider are electronically received by us.

**Note:** If the FMD is withdrawn in the form of cash or cheque this may result in the deposit not being treated as an FMD and the tax benefits may be lost.

NAME OF FMD PROVIDER

DATE OF ORIGINAL DEPOSIT



## E PRODUCT DETAILS

Please select the product(s) you require, and any associated product features. If you are interested in applying for an FMD Offset Account please contact your Relationship Manager.

	<input type="checkbox"/> VARIABLE RATE	<input type="checkbox"/> 3 MONTH FIXED RATE OR <input type="checkbox"/> 6 MONTH FIXED RATE	<input type="checkbox"/> 12 MONTH FIXED RATE OR <input type="checkbox"/> 24 MONTH FIXED RATE
<b>I want to make a deposit of:</b>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
<b>The minimum deposit amount is:</b>	\$1,000	\$5,000	\$5,000
<b>The maximum deposit amount is<sup>1</sup>:</b>	\$800,000	\$800,000	\$800,000
<b>Proposed interest rate:</b>	<input type="text"/> % p.a. <small>Note: The quoted interest rate is subject to change and depends on when funds are received. Changes to the interest frequency, term and amount deposited may affect the interest rate.</small>	<input type="text"/> % p.a. <small>Note: The quoted interest rate is subject to change and depends on when funds are received. Changes to the interest frequency, term and amount deposited may affect the interest rate.</small>	<input type="text"/> % p.a. <small>Note: The quoted interest rate is subject to change and depends on when funds are received. Changes to the interest frequency, term and amount deposited may affect the interest rate.</small>
<b>I want the interest to be paid:</b>	Interest can only be paid annually.	Interest will be paid at maturity.	<input type="checkbox"/> Monthly <input type="checkbox"/> Quarterly <input type="checkbox"/> Annually
<b>Please complete the interest payment instructions:</b> <small>Note: Interest cannot be paid into an FMD account.</small>	NAME OF FINANCIAL INSTITUTION <input type="text"/> BRANCH <input type="text"/> BSB <input type="text"/> ACCOUNT NUMBER <input type="text"/> ACCOUNT NAME <input type="text"/> REFERENCE (if any) <input type="text"/>	NAME OF FINANCIAL INSTITUTION <input type="text"/> BRANCH <input type="text"/> BSB <input type="text"/> ACCOUNT NUMBER <input type="text"/> ACCOUNT NAME <input type="text"/> REFERENCE (if any) <input type="text"/>	NAME OF FINANCIAL INSTITUTION <input type="text"/> BRANCH <input type="text"/> BSB <input type="text"/> ACCOUNT NUMBER <input type="text"/> ACCOUNT NAME <input type="text"/> REFERENCE (if any) <input type="text"/>
<b>Please indicate the reason for opening the account(s):</b>	<input type="checkbox"/> Account consolidation <input type="checkbox"/> Branch location <input type="checkbox"/> Customer service	<input type="checkbox"/> Interest rates <input type="checkbox"/> Product features <input type="checkbox"/> Marketing/campaigns	<input type="checkbox"/> Refinance Rural Bank account(s) <input type="checkbox"/> Refinance other financial institution account(s) <input type="checkbox"/> Other <input type="text"/>

<sup>1</sup> The cumulative balance of all your FMDs cannot exceed \$800,000.

### FINANCIAL CLAIMS SCHEME DISCLOSURE STATEMENT

Deposits with Rural Bank are covered by the Financial Claims Scheme. The account holder may be entitled to payment under the Financial Claims Scheme. Payment under the Scheme are subject to a limit for each depositor. Information about the Financial Claims Scheme can be obtained from the APRA website at <http://www.fcs.gov.au> and the APRA hotline on 1300 55 88 49.

## F VERIFYING YOUR IDENTITY

The acceptable identification must contain the individual's full name and either residential address or date of birth. The acceptable identification documents comprise:

- (i) one **primary photographic identification** document; **or**
- (ii) one **primary non-photographic identification** document; **and**
- (iii) one **secondary identification** document

Note: Special provisions may also be applied to Minors and Aboriginal Persons or Torres Strait Islanders

<p><b>PRIMARY PHOTOGRAPHIC:</b> Must contain individual's name and either residential address (not PO Box) or date of birth.</p>	<p><b>OR PRIMARY NON-PHOTOGRAPHIC:</b> Must contain individual's name and either residential address (not PO Box) or date of birth.</p>
<ul style="list-style-type: none"> <li>▪ Australian or Foreign Passport (current or expired Australian Passport within the preceding 2 years), with English translation by an accredited translator (if not in English)</li> <li>▪ Australian Driver's or Truck Licence – Current, Full, Interim, Provisional or Learners acceptable</li> <li>▪ Proof of Age Card (issued by an Australian State or Territory)</li> <li>▪ Foreign National Identity Card, with English translation by an accredited translator (if not in English).</li> </ul>	<ul style="list-style-type: none"> <li>▪ Birth Certificate (Australian) or Foreign Birth Certificate with English translation by an accredited translator (if not in English)</li> <li>▪ Birth Extract issued by an Australian State or Territory</li> <li>▪ Citizenship Certificate – Australian or Foreign with English translation by an accredited translator (if not in English)</li> <li>▪ Pension or Government Health Card (reference number required) issued by Centrelink or the Department of Veterans Affairs.</li> </ul>
<p><b>AND SECONDARY:</b> Must contain individual's name and residential address (not PO Box).</p>	<p><b>SPECIAL PROVISIONS</b></p>
<ul style="list-style-type: none"> <li>▪ Notice issued by a Commonwealth, State or Territory Department. Notice of Financial Benefit issued within the preceding 12 months (e.g. Centrelink Statement)</li> <li>▪ Notice issued by the Australian Tax Office of debt or assessment issued within the preceding 12 months</li> <li>▪ Notice less than 3 months old issued by a Local Government Body or Utilities Provider that notes the provision of services to the address of that person (e.g. Council rates, Water Rates, Electricity Bill, Gas Bill and Telephone Landline Bill)</li> <li>▪ For a person under 18 years, a letter issued by a school principal (dated within the preceding 3 months) which includes a record of the length of time the person attended the school</li> <li>▪ For a person 7 to 17 years, a Medicare Card. Must show the individual's name.</li> </ul>	<ul style="list-style-type: none"> <li>▪ Minor 0-6 years: Australian or Foreign Birth Certificate or Birth Extract issued by an Australian State or Territory. Must contain individual's name and date of birth</li> <li>▪ Aboriginal + Torres Strait Islander Residents: Statement from 2 persons who are recognised as Community Leaders (including elected members of an Aboriginal Council of the Community to which the individual belongs). Must contain individual's name and either date of birth or residential address (not PO Box).</li> </ul>

### STAFF USE ONLY

#### Existing Customer Only

CUSTOMER NUMBER (and/or) ACCOUNT NUMBER

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#### NEW CUSTOMER ONLY

##### DOCUMENT 1

TYPE OF DOCUMENT

DOCUMENT NUMBER

PLACE OF ISSUE

DATE OF ISSUE

EXPIRY DATE

##### DOCUMENT 2

TYPE OF DOCUMENT

DOCUMENT NUMBER

PLACE OF ISSUE

DATE OF ISSUE

EXPIRY DATE

## G FOREIGN ACCOUNTS TAX COMPLIANCE ACT (FATCA) – COMPLETION OF THIS SECTION IS MANDATORY

Are any applicants Citizens or Residents of the US for Tax purposes?

No

Yes (please complete the Foreign Tax Details Form (F295))

## COMMON REPORTING STANDARD (CRS) – FOREIGN TAX – COMPLETION OF THIS SECTION IS MANDATORY

Are any individual applicants residents of any country other than Australia or US?

No

Yes (please complete the Foreign Tax Details Form (F295))

## H TAX FILE NUMBERS (TFN) AND ACCOUNT PASSWORDS

### FOR YOUR CONFIDENTIALITY, THIS SECTION WILL BE DESTROYED AFTER ACCOUNT OPENING.

You are not required by law to provide your TFN. However, if you do not provide your TFN or exemption reason, or if you are not an Australian resident, we are obliged to deduct tax at the highest marginal tax rate, plus Medicare Levy. Please nominate an account password for security and identification purposes. The password can be letters and/or numbers with a maximum of 14 characters.

TFN/ TFN EXEMPTION REASON

PASSWORD

## I PRIVACY DISCLOSURE

### 1. Collection of your personal information

We, Rural Bank, collect your personal information to assess your application, to provide you with the product or service that you have requested and to assess any future applications for products or services you may make to us or our related entities. Collection of some of this information is required by the Anti-Money Laundering and Counter-Terrorism Financing Act 2006. If you provide incomplete or incorrect information we may be unable to provide you with the product or service you are applying for.

### 2. Collection of personal information about third parties

We may need to collect personal information about a third party from you as part of this application. If we do this, you agree you will advise that person that we have collected their information, and that in most cases they can access and seek correction of the information we hold about them.

### 3. Use and disclosure of your personal information

We may use your personal information to perform our business functions (for example internal audit, operational risk, product development and planning). We may also use your personal information to confirm your details (for example contacting your employer to confirm your employment and income details). We treat your personal information as confidential and only disclose it to others where necessary. For example, we usually disclose your information to organisations to whom we outsource functions such as mailing and printing houses, IT providers, our agents and specialist advisers such as accountants and solicitors. Other disclosures usually include joint account holders, account operators and account applicants, insurers, intermediaries and government authorities. Your information may also be disclosed to our related entities, our joint venture partners, Elders Limited and Community Bank® companies where its confidentiality is maintained at all times.

### 4. Disclosure of personal information to overseas organisations

Some of the organisations we disclose your personal information to may be located overseas. Where an organisation is located overseas we will either take reasonable steps to ensure that it complies with Australian privacy laws or we will seek your consent to the disclosure.

### 5. Access to and correction of your personal information

In most cases you can gain access to and seek correction of your personal information. Should you wish to do so, or if you have any queries about your information, please contact our Customer Service Centre on 1300 660 115.

### 6. Direct marketing

We may use your personal information to inform you about financial products and services that are related to those you have with us or other products and services we think you may be interested in. These may be products and services provided by us, our related entities or other entities we are associated with. If you do not wish to receive any marketing material from us mark the box in the opt out provision appearing at the end of this form or call our Customer Service Centre on 1300 660 115.

### 7. Privacy Policy

You should also read our Privacy Policy. Our Privacy Policy contains information about:

- how you can access and seek correction of your personal information;
- how you can complain about a breach of the privacy laws by us and how we will deal with a complaint;
- if we disclose personal information to overseas entities, and where practicable, which countries those recipients are located in.

Our Privacy Policy is available on our website [www.ruralbank.com.au](http://www.ruralbank.com.au) or by telephoning 1300 660 115.

## J DECLARATION AND EXECUTION

If you are a new customer, you must sign below in the presence of a Bank representative or if you cannot do this, please complete the Identity Verification form.

As an applicant,

- I confirm that I/we have read and agree to the Privacy Disclosure in this application.
- I acknowledge reading and understanding the important information about FMD accounts as set out in section C.
- I acknowledge receiving the Financial Services Guide and agree to be bound by the Banking Accounts Terms and Conditions.
- For fixed rate FMDs, I/We acknowledge that I/we have read and completed the Term Deposit Consent Form.

- I declare that the information provided in this application is true and complete and that Rural Bank will use it to determine whether or not to open an account.

**Warning:** It is an offence under Part 12 of the Anti-Money Laundering and Counter-Terrorism Act 2006 to provide false or misleading information, provide a false or misleading document or forge a document for use in an applicant identification procedure.

If you wish to opt out from receiving marketing material from Rural Bank please tick this box

The signature will become your specimen signature and may be applied to all accounts for which you are an authorised signatory.

#### APPLICANT

SIGNATURE

DATE

FULL NAME

# **K CHECKING OFFICER DECLARATION**

**I declare that I have:**

1. Checked the application is completed correctly;
2. Verified any existing customer's signature;
3. Verified any new applicant's name, date of birth and residential address against the documents detailed in section F, copies of which have been taken and supplied; and
4. Witnessed any new applicant's signature.
5. For fixed rate FMDs, ensured that the Term Deposit Consent Form is completed correctly.

CHECKING OFFICER SIGNATURE

DATE

CHECKING OFFICER NAME

AGENT NUMBER (if applicable)

BRANCH NAME

BRANCH COST CENTRE NUMBER

BRANCH PHONE NUMBER

ADDITIONAL AUTHORISED SIGNATORIES FORM ATTACHED?

YES  NO

# Term Deposit Consent Form



## Incorporating Fixed Rate Farm Management Deposits (FMD)

### A CUSTOMER DETAILS

CUSTOMER NUMBER/LEDGER:

ACCOUNT NUMBER:

ACCOUNT NAME:

### B IMPORTANT CUSTOMER INFORMATION

Please consider the information below before investing in a Term Deposit or Fixed Rate FMD with us:

1. If you require immediate access to your funds in the future, please consider whether or not a Term Deposit or Fixed Rate FMD is appropriate for you. We have other deposit products available which may be more suitable.
2. By opening an account, you consent to us automatically renewing your investment on the maturity date. If no instructions are received by us before the maturity date, we will automatically roll your Term Deposit or Fixed Rate FMD into a new term with the same investment term (or nearest equivalent term if the previous investment term is no longer available) at the prevailing interest rate for that term. Due to interest rate movements over time, the interest rate applicable to the new investment may be lower than the rate applied to the previous investment.
3. Whenever you invest with us you have a 10 calendar day grace period, starting on the day after maturity, to make any changes to your investment. For instance, you may want to withdraw funds, increase your investment amount or change the term of your investment. During the grace period, you can make any such changes to your investment without incurring an interest rate reduction.
4. Should you wish to withdraw or transfer your funds after the grace period, your funds will be available 31 days after we receive your request, or at maturity, whichever occurs sooner. This does not apply in cases of proven hardship, as defined by us. Any funds withdrawn after the grace period and prior to maturity will be subject to an interest rate reduction.

### C CUSTOMER DECLARATION

**Please note: All parties must sign below to acknowledge that they have read and consented to the information above.**

#### CUSTOMER 1

NAME

SIGNATURE

DATE

#### CUSTOMER 2

NAME

SIGNATURE

DATE

### D OFFICE USE ONLY

STAFF MEMBER SIGNATURE

DATE

STAFF MEMBER NAME/ADM NO.

# Farm Management Deposit (FMD) Account Transfer Form



Request to transfer Farm Management Deposit to Rural Bank.

This form is to be completed and provided to the other FMD provider when transferring funds from an existing Farm Management Deposit held with another FMD provider to Rural Bank.

DATE

## A TRANSFER FROM (if more than one account, please complete an additional Rural Bank FMD Transfer Form for each account)

ACCOUNT NAME

BANK NAME

BSB

BRANCH

ACCOUNT NUMBER

AMOUNT

## B TRANSFER TO

ACCOUNT NAME

BANK NAME

BSB

BANK ADDRESS

ACCOUNT NUMBER

## C TRANSFER CONFIRMATION AND DETAILS

(TO BE COMPLETED BY AN AUTHORISED OFFICER OF THE FMD PROVIDER FROM WHICH THE FMD IS BEING TRANSFERRED)

ORIGINAL START DATE OF THE FMD BEING TRANSFERRED

BANK STAMP

SIGNATURE

TITLE GIVEN NAME(S)

SURNAME

DATE

CONTACT NUMBER

## D CUSTOMER DECLARATION

- I hereby confirm that the sum of all my Farm Management Deposit accounts with Rural Bank and other FMD providers does not exceed \$800,000 (including any deposit made when opening this Farm Management Deposit account).
- I hereby authorise the Farm Management Deposit detailed in the 'transfer from' section above to be transferred to Rural Bank Limited.
- I hereby authorise

(FMD provider from which funds are being transferred) to provide Rural Bank Limited with the initial start date of my Rural Bank Farm Management Deposit.

SIGNATURE

DATE