

Calculation Method of Cash Advance Fee & Interest On People's Credit Card

Calculation Method of Cash Advance Fee & Interest

- Cash Withdrawal limit is currently 50% of the Credit limit for People's Credit cards VISA Infinite, MasterCard World, VISA Signature, VISA/ MasterCard Platinum, VISA/ MasterCard Gold, VISA / MasterCard Classic and is determined at the sole discretion of the Bank. All Cash Advances are charged a fee of 3.5% or LKR 500/- whichever is higher on the withdrawal amount and will be debited to the Cardholder's account separately.
- There will be no minimum grace period for cash advance transactions and interest will be charged from the transaction date.

Calculation Method of Interest on Purchases

- The minimum grace period applicable for People's Credit card is 21 days from the statement date, which will apply only for purchase transactions.
- A cardholder can enjoy up to a maximum of 51 days' interest-free grace for a given transaction, based on the purchase (transaction) date and statement date.
- Interest calculation commences from the transaction date stated in the Cardholder's card account in the statement, to the next statement date, on all revolving balances.
- In the event the cardholder pays the full outstanding balance on or before the due date, there will not be any interest charged on the purchase transactions to the card account for that billing cycle.

- Interest is calculated daily, transaction-wise, and the total amount will be printed on the credit card monthly statement.
- The Interest calculation formula for People’s Credit Card is as follows,

$$\text{Capital Outstanding} \times \text{Interest Rate} \times \frac{\text{No. of Days}}{360}$$

*No of days – No. of days to the end of the billing period from the transaction date

Interest Rate – The present interest rate is 2.33% per month (28% p.a)

- **Cardholder pays a Partial amount (Less than the full outstanding amount and greater than the minimum amount) on or before the due date.**

Credit Card Statement	
1 st November 2022 to 30 th November 2022	
	LKR
Opening Balance 1 st November 2022	0.00
Purchase on 18 th November	100,200.00
Closing Balance 30 th November 2022	100,200.00
Minimum Due Amount	3,006.00
Due date	25 th November 2022

Credit Card Statement

1st December 2022 to 31st December 2022

	LKR
Opening Balance 1 st December 2022	100,200.00
Purchase on 10 th December	32,000.00
Payment Received on 20 th December 2022	10,000.00 CR
Interest Charged	3,335.74
Closing Balance 31 st December 2022	125,535.74

Minimum Due Amount 6,276.75

Due date 25th January 2023

Interest Will be Charged As follows:

Rs.100,200 x28%/360 x(No. of Days(20/12/22 -18/11/22))	2,493.87
(Rs.100,200 -Rs.10,000) X 28%/360 x (No. Of days (31/12/22 -20/12/22+1))	<u>841.87</u>
	<u>3,335.74</u>

Credit Card Statement
1st January 2023 to 31st January 2024

	LKR
Opening Balance 1 st January 2023	125,535.74
Purchase on 14 th January	20,000.00
Payment Received on 21 st January 2024	10,000.00 CR
Interest Charged	3,488.81
Closing Balance 31 st January 2024	139,024.54

Interest Will be Charged As follows:

Rs. 125,654.87 x 28%/360 x (No. of Days (21/01/24 -01/01/23))	1,952.78
(Rs.125,654.87 - Rs.10,000) x 28%/360 x (No. of days(31/01/24 -21/01/24+1))	988.47
Rs. 32,000 (Purchase on 10 th December) x 28% /360 x (31/12/23-10/12/23+1)	<u>547.56</u>
	<u>3,488.81</u>

Cardholder pays only the minimum amount on or before the due date

Credit card Statement	
1 st November 2022 to 30 th November 2022	
	LKR
Opening Balance 1 st November 2021	0.00
Purchases on 18 th November 2021	100,200.00
Closing Balance 30 th November 2021	100,200.00
Minimum Due amount	5,010.00
Due Date	25th December 2021

Credit card Statement	
1 st December 2021 to 31 st December 2021	
	LKR
Opening balance 1 st December 2021	100,200.00
Purchases on 10 th December	32,000.00
Payment received 20 th December 2021	3,006.00 CR
Interest Charged	3,401.01
Closing Balance 31 st December 2021	132,395.01
Minimum Due Amount	6,619.75
Due date	25th January 2022

Interest will be charged as follows;

Rs. 100,200 x 28%/360 x (No. of Days(20/12/21- 18/11/21))	2,493.87
(Rs. 100,200 - Rs.3,006) x 28% /360 x (No. of days (31/12/21-20/12/21+1))	<u>907.14</u>
	<u>3,401.01</u>

Credit card Statement

1st January 2022 to 31st January 2022

	LKR
Opening Balance 1 st January 2022	132,595. 01
Purchases on 14 th January 2022	20,000.00
Payment Received 21 st January 2022	3,977. 85 CR
Interest Charged	3,710.54
Closing Balance 31 st January 2022	152,327.70

Interest will be charged as follows:

Rs. 132,716.48 x 28%/360 x (No. of days (21/01/22 -01/01/22))	2,062.59
(Rs.132,716.48 – Rs.3,981.49) x 28% /360 x (No. of Days(31/01/22-21/01/22+1))	1,100.39
Rs 32,000 (Purchase on 10 th December) x 28%/360 x (31/12/21-10/12/21+1)	<u>547.56</u>
	<u>3,710.54</u>

The cardholder pays a less amount than minimum amount

Credit Card Statement	
1st November 2021 to 30th November 2021	
	LKR
Opening Balance 1 st November 2021	0.00
Purchases 18 th November 2021	100,200.00
Closing Balance 30 th November 2021	100,200.00
Minimum Due amount	5,010.00
Due Date	25 th December 2021

Credit Card Statement	
1st December 2021 to 31st December 2021	
	LKR
Opening Balance 1 st December 2021	100,200.00
Purchases 10 th December 2021	32,000.00
Payment Received 20 th December 2021	2,000.00 CR
Interest Charged	3,410.40
Late Payment Fee Charged	900.00
Closing Balance 31 st December 2021	134,510.90
Minimum Due amount	5,006.00
Due Date	25 th December 2021

Interest will be charged as follows:

Rs.100,200 x 28% /360 x (No. of days (20/12/21 -18/11/21))	2,493.87
(Rs.100,200 –Rs.2,000)- 28% /360 x 9 No. of days (31/12/21-20/12/21+1))	<u>916.53</u>
	<u>3,410.40</u>

Late Payment fee will be charged as follows.

Opening Balance 1 st December 2021	100,200.00
Late payment fee (% from Minimum payment)	<u>5%</u>
Late Payment fee (100,200 x 0.5%)	<u>250.50</u>