

Proposed Child Friendly Model Savings Accounts

Concept by Bankers Without Borders and Aflatoun

We believe combining a child social and financial education (CSFE) curriculum with certified child-friendly saving accounts is the best path for children to understand their social and financial rights and help them plan for their financial future. The idea is to encourage children to develop a habit of savings and to establish a long-term relationship with the banking sector at an early stage of life. The success of this program will require active involvement among children, banks and regulatory bodies at both local and global level. We envision a three stage approach:

| | Student Savings Accounts (age 6-14) | Youth Savings Accounts (age 14+) | Adult Accounts (age 18+ / under local laws) |
|-----------------------------|---|---|--|
| Opening Requirements | Children under Aflatoun CSFE Programme | Children graduated from Aflatoun CSFE Programme | Existing Youth Saving Accounts customers |
| Account Features | <p>Minimum deposit: Zero</p> <p>Deposit: Voluntary</p> <p>Withdrawal:</p> <ul style="list-style-type: none"> • Monthly • Parental approval if exceeds \$10 local currency • Monthly accounts summary to school/ group accounts <p>Maintenance Cost: Free</p> <p>Taxes on interest: None</p> <p>Savings 100% guaranteed</p> | <p>Minimum deposit: Zero</p> <p>Deposit: Voluntary</p> <p>Withdrawal:</p> <ul style="list-style-type: none"> • Weekly • No parental approval is required • Monthly accounts summary to individuals <p>Maintenance Cost: Free</p> <p>Taxes on interest: None</p> <p>Savings 100% guaranteed</p> | <p>Minimum deposit: Zero</p> <p>Deposit: Voluntary</p> <p>Withdrawal:</p> <ul style="list-style-type: none"> • Anytime • Monthly accounts summary to individuals <p>Maintenance Cost: align with normal banking accounts</p> <p>Add-on services: loans and insurance products (TBD)</p> |
| Interest Rates | X% if minimum balance requirement meets (TBD) | X% if minimum balance requirement meets (TBD) | X% if minimum balance requirement meets (TBD) |
| Infrastructure | <ul style="list-style-type: none"> • School-based banking services • Licensed bank branches / MFIs | <ul style="list-style-type: none"> • Licensed bank branches/ MFIs • Mobile Technology | <ul style="list-style-type: none"> • Licensed bank branches/ MFIs • Mobile Technology |