

Clients Deposit Account

Summary

| Account name | Clients Deposit Account | | | | |
|--|---|---|------------------|--|------------------|
| What's the interest rate? | The applicable credit interest rates are as follows: | | | | |
| Product | GBP Amount | Rates (%) effective until 27 January 2025 | | Rates (%) effective from 28 January 2025 | |
| | | Gross | AER ¹ | Gross | AER ² |
| Clients Deposit Account (Monthly Interest) Instant Access | Up to £25,000 | 1.80 | 1.81 | 1.68 | 1.69 |
| | £25,000+ | 1.80 | 1.81 | 1.68 | 1.69 |
| | £50,000+ | 1.80 | 1.81 | 1.68 | 1.69 |
| | £100,000+ | 1.81 | 1.83 | 1.69 | 1.70 |
| | £250,000+ | 1.81 | 1.83 | 1.69 | 1.70 |
| | £1m+ | 1.82 | 1.84 | 1.70 | 1.71 |
| Credit interest is calculated on a daily basis and paid monthly. | | | | | |
| Can the Bank change the interest rate? | <p>Yes, the Bank can change interest rates at any time in line with the Business Banking Terms and Conditions.</p> <p>Favourable changes</p> <p>We'll make the change immediately and tell you about it once the change has been made.</p> <p>Unfavourable changes</p> <ul style="list-style-type: none"> • Small Business Banking and Business Banking customers: We'll let you know at least two months before we make the change. • Corporate Banking customers: We'll make the change immediately, and tell you about it once the change has been made. | | | | |

1. AER (Annual Equivalent Rate): This is a notional rate which illustrates what the gross rate would be if interest were paid and compounded each year.
2. AER (Annual Equivalent Rate): This is a notional rate which illustrates what the gross rate would be if interest were paid and compounded each year.

What would the estimated balance be after 12 months, based on a range of deposits?

Example 1 – Single deposit, no withdrawals

- An initial deposit of £1,000
- No additional deposits
- No withdrawals
- No change to the interest rates during the 12 months; and
- Interest is paid monthly.

| Initial deposit | Interest rate | Total balance at the end of 12 months |
|-----------------|----------------------------|---------------------------------------|
| £1,000 | 1.69% AER (1.68% Gross) | £1,016.93 |

Example 2 – Larger deposit

- If you deposit enough, you can earn more.
- Depending on your balance, the interest rate you earn may go down if you make withdrawals.
- Based on you paying in the following deposits on day 1 and making no withdrawals or additional deposits, your estimated balance after 12 months would be as shown in the table below.

| Amount deposited | Amount after 12 months |
|------------------|------------------------|
| £25,000 | £25,423.25 |
| £50,000 | £50,846.50 |
| £100,000 | £101,703.15 |
| £250,000 | £254,257.89 |
| £1,000,000 | £1,017,133.14 |

| | |
|--|--|
| <p>How do I open and manage my account?</p> | <p>Eligibility:</p> <p>Account eligibility is limited to the following businesses:</p> <ul style="list-style-type: none"> • Credit and Financial Institutions which have permission to hold client money from the FCA (Financial Conduct Authority). • Auditors, insolvency practitioners, external accountants, tax advisers, notaries, conveyancers or independent legal professionals that are regulated by a designated professional body. • Real Estate businesses, estate agents, property managers, or loss adjusters that are regulated by specific bodies. <p>How to open the account:</p> <ul style="list-style-type: none"> • Open your first Clients Deposit Account by contacting your Relationship Manager, or making an appointment with a Business Specialist on 03457 60 60 60. We're here Monday to Friday, 8:00am to 8:00pm and Saturday, 8:00am to 2:00pm (subject to change over certain periods). • You can open additional Clients Deposit Accounts through Business Internet Banking or, if you're a solicitor, accountant or insolvency practitioner, you can use our online Clients Deposit Account Portal. <p>Minimum/Maximum balance:</p> <ul style="list-style-type: none"> • No minimum balance. • No maximum balance. |
| <p>Can I withdraw money?</p> | <p>Yes, you can make as many withdrawals as you like in line with the Client Accounts Additional Conditions. No notice is required.</p> |
| <p>Are there any charges?</p> | <p>Yes, transaction fees are applicable, but no monthly account fee. Please see the Business Price List for more information.</p> |

**Additional
information**

This account must only be used to hold money on behalf of your clients, not to make payments for your own business.

You're responsible for carrying out due diligence on your clients that might be necessary to comply with all relevant laws and regulations.

Definitions

- You don't need to have a HSBC Business Current Account to apply for or maintain a Client Deposit Account.
- AER stands for annual equivalent rate. A notional rate which illustrates what the gross rate would be if interest was paid and compounded each year.
- Gross is the contractual rate of interest payable before the deduction of income tax at the rate specified by law.
- Small Business Banking customers are typically small enterprises (including not-for-profits) with borrowing needs of up to £100k. Their everyday transactional banking products and needs wouldn't require the support of a Relationship Manager (Government lending schemes are subject to different limits).
- Business Banking customers are typically small and medium sized enterprises (including not-for-profits) with product needs that require support through a dedicated Relationship Manager, who works alongside our specialist teams. Our Relationship Managers can provide transactional banking and funding solutions of over £100k (both domestically and internationally).
- Corporate Banking customers are any business customer whose accounts are held with us in the UK, which isn't a Small Business Banking or a Business Banking customer.

Accessibility

If you need any of this information in a different format, please let us know. **This includes large print, braille, or audio.** You can speak with us using the chat service on our website, by visiting one of our branches, or by giving us a call.

There are also lots of other options available to help you communicate with us. Some of these are provided by third parties who are responsible for the service. These include a Text Relay Service and a British Sign Language (BSL) Video Relay Service. To find out more, please get in touch. You can also visit business.hsbc.uk/accessibility or business.hsbc.uk/contact-us.

business.hsbc.uk

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