

Business Deposit Account

Summary

| Account name | Business Deposit Account | | |
|--|---|--------|------|
| <p>What is the interest rate?</p> | <p>We pay credit interest at the rate agreed with you upon account opening. Credit interest is calculated on a daily basis and is paid quarterly (in March, June, September and December). The rate will be negotiated as a specified percentage below the Bank of England base rate or will be our Variable Negotiated Credit Interest Rate.</p> <p>You can find the current Bank of England base rate on the Bank of England website (bankofengland.co.uk). If a rate negotiated as a specified percentage below the Bank of England base rate has not been agreed with you, you'll receive the Variable Negotiated Credit Interest Rate, which is currently as shown below.</p> | | |
| Product | Amount | Gross% | AER% |
| <p>Business Deposit Account (Quarterly Interest)</p> | Up to £50,000 | 0.33 | 0.33 |
| | £50,000+ | 0.35 | 0.35 |
| | £100,000+ | 0.37 | 0.37 |
| | £200,000+ | 0.41 | 0.41 |
| <p>You can find the current Variable Negotiated Credit Interest Rate by contacting your usual HSBC representative.</p> | | | |

| <p>Can the Bank change the interest rate?</p> | <p>Yes, the Bank can change the credit interest rates at any time in line with the Business Banking Terms and Conditions.</p> <p>Change to Bank of England Base Rate We'll make the change in one working day. We won't tell you in advance, but the new rate will appear on your next bank statement.</p> <p>Favourable changes to the specified percentage or Variable Negotiated Credit Interest Rate We'll make the change immediately and tell you about it once the change has been made.</p> <p>Unfavourable changes to the specified percentage or Variable Negotiated Credit Interest Rate</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 Business customers: We'll make the change immediately, and tell you about it once the change has been made. | | | | | | |
|---|--|---------------------------------------|---------------|---------------------------------------|---------|----------------------------|------------|
| <p>What would the estimated balance be after 12 months based on a range of deposits?</p> | <p>Example 1 – Single deposit, no withdrawals For the purpose of this calculation it's assumed:</p> <ul style="list-style-type: none"> • agreed negotiated credit interest: Bank of England Base Rate* (1.75%) minus 1.62% = 0.13% (for indication purposes only, *Bank of England Base Rate correct as at 04.08.2022) • initial deposit of £25,000 • no additional deposits • no withdrawals • no change to the interest rate during the 12 months • interest is paid quarterly <table border="1" data-bbox="348 1348 1006 1546"> <thead> <tr> <th data-bbox="348 1348 566 1465">Initial deposit</th> <th data-bbox="566 1348 785 1465">Interest rate</th> <th data-bbox="785 1348 1006 1465">Total balance at the end of 12 months</th> </tr> </thead> <tbody> <tr> <td data-bbox="348 1465 566 1546">£25,000</td> <td data-bbox="566 1465 785 1546">0.13% AER (0.13% Gross)</td> <td data-bbox="785 1465 1006 1546">£25,025.00</td> </tr> </tbody> </table> | Initial deposit | Interest rate | Total balance at the end of 12 months | £25,000 | 0.13% AER (0.13% Gross) | £25,025.00 |
| Initial deposit | Interest rate | Total balance at the end of 12 months | | | | | |
| £25,000 | 0.13% AER (0.13% Gross) | £25,025.00 | | | | | |

| <p>What would the estimated balance be after 12 months based on a range of deposits? (continued)</p> | <p>Example 2 – Larger deposits</p> <ul style="list-style-type: none"> If you deposit enough, you can earn more. 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 follows: <table border="1" data-bbox="348 336 1005 571"> <thead> <tr> <th data-bbox="348 336 565 416">Amount deposited</th> <th data-bbox="568 336 786 416">Amount after 12 months</th> <th data-bbox="789 336 1005 416"></th> </tr> </thead> <tbody> <tr> <td data-bbox="348 421 565 464">£50,000</td> <td data-bbox="568 421 786 464">£50,175.24</td> <td data-bbox="789 421 1005 571" rowspan="3">But if you make withdrawals, the interest rate you earn goes down.</td> </tr> <tr> <td data-bbox="348 469 565 512">£100,000</td> <td data-bbox="568 469 786 512">£100,370.52</td> </tr> <tr> <td data-bbox="348 517 565 571">£200,000</td> <td data-bbox="568 517 786 571">£200,821.27</td> </tr> </tbody> </table> | Amount deposited | Amount after 12 months | | £50,000 | £50,175.24 | But if you make withdrawals, the interest rate you earn goes down. | £100,000 | £100,370.52 | £200,000 | £200,821.27 |
|---|--|--|------------------------|--|---------|------------|--|----------|-------------|----------|-------------|
| Amount deposited | Amount after 12 months | | | | | | | | | | |
| £50,000 | £50,175.24 | But if you make withdrawals, the interest rate you earn goes down. | | | | | | | | | |
| £100,000 | £100,370.52 | | | | | | | | | | |
| £200,000 | £200,821.27 | | | | | | | | | | |
| <p>How do I open and manage my account?</p> | <p>How to open the account:</p> <ul style="list-style-type: none"> open in branch <p>Minimum/Maximum balance:</p> <ul style="list-style-type: none"> minimum deposit of £25,000 maximum balance of £50 million <p>How to manage the account:</p> <ul style="list-style-type: none"> once opened, you can manage your account online, in branch or by phone. | | | | | | | | | | |
| <p>Can I withdraw money?</p> | <p>Yes, you can make as many withdrawals as you like in line with the Business Deposit Account Additional Conditions. No notice is required.</p> | | | | | | | | | | |

Additional information

This is a sterling instant access savings account and can only be used as a savings account.

Definitions

- 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.
- Variable Negotiated Credit Interest Rate is a rate that HSBC sets and may change from time to time.
- Small Business Banking customers are typically small enterprises (including not-for-profits) with borrowing needs of up to £100k (UK Government lending schemes are subject to different limits). Their everyday transactional banking products and needs wouldn't require the support of a Relationship Manager.
- 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 work alongside our specialist teams. Our Relationship Managers can provide transactional banking and funding solutions of over £100k (both domestically and internationally).
- Corporate Banking customer means any business customer whose accounts are held with us in the UK, which isn't a Small Business Banking or a Business Banking customer.

Rates correct as at 07.09.2022.

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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