



The Coronavirus Large Business Interruption Loan Scheme **is now closed** to new applications. Please note, applications received by 23.59 on 31 March 2021 will continue to be processed.

# Coronavirus Large Business Interruption Loan Scheme (CLBILS) Term Loan

The Coronavirus Large Business Interruption Loan Scheme is designed to support existing HSBC UK customers who have a borrowing need which we would consider viable were it not for the COVID-19 pandemic.

You are liable for 100% of the loan and HSBC will always seek to recover the outstanding balance from you and the proceeds of any security you, or any security provider on your behalf, has given for the loan.

## This could be the right solution for you

If you are a business customer:

- looking for financial support through the short-medium term uncertainty due to COVID-19
- looking to increase your working capital funding
- looking to expand or diversify your business

## Key features and benefits

- A Government guarantee which secures bank loans to any viable business with a sound borrowing proposal <sup>\*1</sup>
- Commercial rates of interest
- Security requirements on a case-by-case basis <sup>\*2</sup>
- Term between 3 months and 3 years
- For businesses with an annual turnover greater than £45m
- Available for sums between £50,001 and £200m. <sup>\*3</sup>

A CLBILS loan may be available to you if you:

- are an existing HSBC UK business customer
- have an annual group turnover of more than £45m
- operate in the UK
- have a sound borrowing proposal and are a viable applicant
- use the funding to support business activity within the UK
- generate 50% or more of your group business turnover from trading activity
- operate in a sector that is eligible for CLBILS <sup>\*4</sup>
- the purpose of the loan meets the standard CLBILS eligibility criteria
- you satisfy the requirements to be eligible for the Scheme in relation to the "Undertaking in Difficulty" test (as defined in Article 2 (18) of the Commission Regulation (EU) No 651/2014 of 17 June 2014)
- have not used, or is applying to use, the Bank of England's COVID Corporate Financing Facility (CCFF), the Bounce Back Loan Scheme (BLS) or the Coronavirus Business Interruption Loan Scheme (CBILS), and will not use any of them during the term of the CLBILS facility.

## Next steps

- Visit the British Business Bank website [gov.uk/guidance/apply-for-the-coronavirus-large-business-interruption-loan-scheme](https://www.gov.uk/guidance/apply-for-the-coronavirus-large-business-interruption-loan-scheme).
- To discuss your borrowing needs, please speak to your Relationship Manager.

## Legal Information

For all legal information visit [business.hsbc.uk/en-gb/gb/generic/legal-information](https://business.hsbc.uk/en-gb/gb/generic/legal-information).

## Important notes

All loans are subject to status. Terms and conditions apply.

The Coronavirus Large Business Interruption Loan Scheme (CLBILS) is managed by the British Business Bank on behalf of, and with the financial backing of the Secretary of State for Business, Energy and Industrial Strategy (BEIS).

The Government of the United Kingdom (including the Secretary of State) does not endorse lenders who participate in the CLBILS (the 'Scheme') and the provision of the Scheme should not be construed as an endorsement or a warranty of HSBC UK Bank plc by the Government.

<sup>\*1</sup> If HSBC cannot recover all funds, the Government provides a partial guarantee.

<sup>\*2</sup> If you default on your loan, we will look to realise all other available collateral provided to support your loan before we make a demand on any personal guarantee. The maximum we would then seek to recover under any personal guarantee will be limited to 20% of the amount of your loan that remains outstanding after the proceeds of all other available collateral have been applied.

<sup>\*3</sup> For loans up to and including £50m, dividend restrictions will apply. For loans over £50m, executive pay, dividend and share buyback restrictions will apply.

<sup>\*4</sup> The following trades and organisations are not eligible to apply: Banks, Building Societies, Insurers and Reinsurers (but not insurance brokers); the public sector including state-funded primary and secondary schools.

## [hsbc.co.uk/business](https://hsbc.co.uk/business)

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