

# 32 Day USD Notice Account

## PRODUCT INFORMATION FACTSHEET

As at: 30 July 2020

### Quick Facts:

Product Type	<b>Deposit</b>
Account Type	Notice Account
Minimum Notice Period	32 Days
Interest Rate	Variable rate tracking the upper bound of the Federal Funds Target Rate (FDTR) published by the Federal Reserve's Federal Open Market Committee (FOMC) with an agreed margin.
Reversion Rate	Communicated before account opening.
Interest Calculation Frequency	Daily <sup>1</sup>
Interest Payment Frequency	Daily <sup>1</sup>
Minimum Account Opening Balance	10,000 <sup>1</sup> \$
Minimum Account Balance	10,000 <sup>1</sup> \$
Minimum Withdrawal Amount	10,000 <sup>1</sup> \$
Maximum Account Balance	5,000,000 <sup>1</sup> \$
Statement Frequency	Agreed at account opening.
Eligibility Requirements	This product is available to commercial businesses with an annual turnover of £3 million to £25million

### Definitions

- **Account** means the 32 Day USD Notice Account held with Bank of Scotland PLC.
- **Principal** means the initial amount of funds placed into your Account.
- **Account Balance** means the amount of funds that are deposited in the Account as at 5pm London time on any given day. Where applicable, this balance excludes any amount that you have instructed us to withdraw under Notice.
- **Daily and Day** means calendar days totalling 360 for US Dollars (USD).
- **Interest Rate** means the rate of interest which is applied to the Account Balance. This rate is variable and will track the upper bound of the Federal Funds Target Rate (FDTR) published by the Federal Reserve's Federal Open Market Committee (FOMC), with an agreed margin.
- **Bank of Scotland/We/Us/Our** means Bank of Scotland PLC.
- **Notice** means an instruction to withdraw funds or close your Account, received by Us before 5pm London time on a Working Day. Please note that any instruction received by us after 5pm will be processed on the following Working Day
- **Notice Period** means at least 32 days' prior to the Working Day on which you wish to withdraw funds or close the Account.
- **Reversion Rate** means the rate of interest that will be applied to any funds to be withdrawn from a Notice Account. This will be communicated to you before Account Opening.
- **Value Date** means the date that cleared funds are received from you. This must be a Working Day as agreed at account opening.
- **Working Day** means any day (excluding Saturday and Sunday) on which the banks in London are open for business.

### Product Features:

The 32 Day USD Notice Account is a deposit account with the key features detailed below.

### Key Features:

- Account available in US Dollars (USD)
- Interest is calculated daily by reference to the upper bound of the Federal Funds Target Rate (FDTR) published by the Federal Reserve's Federal Open Market Committee (FOMC)
- We will agree with you the Interest Rate that will apply to your Account at account opening. This Interest Rate is linked to the FDTR and will track the FDTR, which is subject to change. Any changes to the rate of interest resulting from changes in the FDTR, will be applied to your Account on the Working Day the new Interest Rate becomes effective.
- Interest is calculated daily. This is based on the Account Balance and Interest Rate. This is applied to your Account daily (unless otherwise agreed).
- Bank of Scotland may change the rate of interest, independently of any changes to the FDTR. Where this change is not to your advantage, we will provide you 14 days' notice and the new Interest Rate will be applied to your Account on the next Working Day following expiry of the 14 days' notice. Where this change is to your advantage, the new Interest Rate may be applied to your Account immediately without notice.
- To withdraw funds or close your Account you must give Us Notice in accordance with the Notice Period.
- This product does not allow you to withdraw funds earlier than the Notice Period.
- If you close or make a withdrawal from your Notice Account, the rate of interest applied to the funds to be withdrawn will be the Reversion Rate. The Reversion Rate will be fixed for the duration of the Notice Period and will apply from the date We receive your Notice. Interest on the withdrawal amount will be applied at the end of the Notice Period.

### Benefits:

- The Interest Rate you receive on your Account Balance will increase if the relevant FDTR increases.

### Risks:

- Your funds are committed for a minimum period of 32 days. Your financial position must allow you to be able to cover any cash flow requirements you may have whilst the Notice Period elapses. Your Account cannot be closed except where Notice has been given in accordance with the Notice Period.
- The Interest Rate you receive on your Account Balance will decrease if the relevant FDTR decreases.

<sup>1</sup>Unless otherwise agreed

# 32 Day USD Notice Account

## PRODUCT INFORMATION FACTSHEET

As at: 30 July 2020

### COMPENSATION ARRANGEMENTS

Eligible deposits with Bank of Scotland plc are protected by the Financial Services Compensation Scheme (FSCS).

Further information about the scheme (including the amounts covered and eligibility to claim) can be obtained from the FSCS via its website [www.FSCS.org.uk](http://www.FSCS.org.uk) or by calling the FSCS on 0207 741 4100 or 0800 678 1100.

### DISCLAIMER

This document has been prepared by Bank of Scotland plc ("Bank of Scotland") for information purposes only. This document describes the product and summarises the key risks and benefits associated with making a deposit of this nature. Any terms, including rates that may be contained herein are indicative only. The rates offered and the other financial terms of this deposit are only agreed when you make the deposit with us. If you receive information from us which is inconsistent with other information which you have received from us, you should refer this to your Bank of Scotland Sales representative for clarification.

Bank of Scotland acts as your deposit taker under this deposit and solely in a principal capacity. Not all investments will fulfil your requirements. You should be aware that any investment which you enter into with us is, in the absence of any written agreement to the contrary, on the basis that you are able to make your own independent assessment and decision as to your requirements and whether that investment fulfils those requirements. Your decision will be based on your own knowledge and experience and any professional advice which you may have sought in relation to the financial, legal, regulatory, tax or accounting aspects of the proposed investment.

Lloyds Banking Group plc and its subsidiaries may participate in benchmarks in any one or more of the following capacities; as administrator, submitter or user. Benchmarks may be referenced by Lloyds Banking Group plc for internal purposes or used to reference products, services or transactions which we provide or carry out with you. More information about Lloyds Banking Group plc's participation in benchmarks is set out in the Benchmark Transparency Statement which is available on our website.

Bank of Scotland is a trading name of Bank of Scotland plc, which is a subsidiary of Lloyds Banking Group plc. Bank of Scotland plc's registered office is at The Mound, Edinburgh EH1 1YZ, and it is registered in Scotland under no.SC327000. Bank of Scotland plc is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority under registration number 169628. (05.18).

### Deposits / Withdrawals:

- In order to open a 32 Day USD Notice Account, deposit instructions must be given by telephone to your Bank of Scotland representative<sup>1</sup>.
- In order to open a 32 Day USD Notice Account, you will need to open or have a USD nominated account. Your nominated account does not need to be held with Bank of Scotland.
- Further deposits may be made into an existing 32 Day USD Notice Account up to the Maximum Account Balance. It is possible to open more than one 32 Day Notice Account at our discretion.
- Written confirmation of account opening will be sent to you in respect of each 32 Day USD Notice Account opened. The confirmation will confirm the Interest Rate, Principal and the Value Date.
- The Account will operate and interest will start accruing to you from the agreed Value Date. You must ensure that the agreed amount of funds to be deposited into your Account is received by Us on the agreed Value Date. A delay in the receipt of funds may result in a loss of interest on your Account.
- To close or withdraw funds from the Account, you must give Us at least the minimum Notice Period.
- Any Notice to withdraw funds or to close your Account must be given by telephone (unless otherwise agreed) to your Bank of Scotland representative. The Notice must include the Working Day you want to withdraw the funds and the amount you wish to withdraw (subject to the Minimum Withdrawal Amount).
- Upon receiving your Notice We will send you a confirmation which will detail the amount to be withdrawn, the Reversion Rate and the date the withdrawal will be paid to your nominated account. The Reversion Rate will be fixed for the duration of the Notice Period and will apply from the Working Day we receive your Notice. Interest on the funds to be withdrawn will be paid at the end of the Notice Period.
- On expiry of the Notice Period, Bank of Scotland will transfer the amount to be withdrawn to your nominated account.

### Important Information

- Bank of Scotland will only accept, and agree to open, a 32 Day USD Notice Account once it has received all necessary documentation and its internal checks have been completed to its satisfaction. Bank of Scotland reserves the right to reject an application.
- Terms and Conditions apply which you should read carefully. These can be found at [www.bankofscotland.co.uk/generalterms](http://www.bankofscotland.co.uk/generalterms) & [www.bankofscotland.co.uk/cbmarkets-deposit-terms](http://www.bankofscotland.co.uk/cbmarkets-deposit-terms)
- You are responsible for ensuring that payment is made to the relevant revenue authorities for any tax liability due in respect of your Account. However, We reserve the right to withhold tax from any amount that We pay to you. We may be required to report from time to time to regulatory or other authorities, details of any information We hold in respect of your Account. We reserve the right to do so without any further notice to you.
- You can cancel your Account within 14 days of opening the Account with Us without incurring any additional charges. To cancel your Account, you must telephone your Bank of Scotland representative within 14 days of confirmation of your Account having been opened. On cancellation of your Account, any monies deposited to the Account will be returned to you, less any interest that you may have already received. After the 14 days, the Account can only be closed by providing Notice in accordance with the Notice Period set out above

Please contact your Bank of Scotland Representative if you have any queries regarding the information in this factsheet.

# 32 Day USD Notice Account

## PRODUCT INFORMATION FACTSHEET

As at: 30 July 2020

Account Name	32 Day USD Notice Account						
What is the Interest Rate?	<ul style="list-style-type: none"> <li>It's a variable Interest Rate, as shown in the table below.</li> </ul> <table border="1"> <thead> <tr> <th>AER</th> <th>Gross Rate p.a.</th> </tr> </thead> <tbody> <tr> <td>0.15%</td> <td>0.15%</td> </tr> </tbody> </table> <ul style="list-style-type: none"> <li>The Interest Rate stated above is a variable rate and was set on 30/07/2020, but may be subject to change.</li> <li>This variable Interest Rate is calculated based on the upper bound of the Federal Funds Target Rate (FDTR) published by the Federal Reserve's Federal Open Market Committee (FOMC), with an agreed margin. The FDTR is currently 0.25% but is subject to change. Information on the Federal Funds Target Rate (FDTR) can be found at <a href="https://www.federalreserve.gov/">https://www.federalreserve.gov/</a>.<sup>1</sup></li> <li>Interest is calculated daily and is paid into your Account daily (unless otherwise agreed).</li> <li>More information on our Interest Rates is available on our website <a href="http://www.bankofscotland.com">www.bankofscotland.com</a>.</li> <li><b>AER</b> – The AER stands for Annual Equivalent Rate and is the notional rate which illustrates the gross rate as if paid and compounded on an annual basis. As every advert for a savings product will contain an AER you will be able to compare more easily what return you can expect from your savings over time.</li> <li><b>Gross Rate</b> – Gross rate means that no tax will be automatically deducted from interest on your behalf. You are responsible for paying any tax due to HM Revenue and Customs</li> </ul> <p><sup>1</sup> While all reasonable care has been taken to ensure that the information provided is correct, no liability is accepted by Bank of Scotland for any loss or damage caused to any person relying on any statement or omission. This is for information only and should not be relied upon as offering advice for any set of circumstances. Specific advice should always be sought in each instance.</p>	AER	Gross Rate p.a.	0.15%	0.15%		
AER	Gross Rate p.a.						
0.15%	0.15%						
Can Bank of Scotland change the interest rate?	<ul style="list-style-type: none"> <li>Yes. The rate of interest payable on your account will increase and decrease in line with the Federal Funds Target Rate (FDTR). Any changes resulting from movements in the Federal Funds Target Rate (FDTR) will be applied to your account on the next working day.</li> <li>We may also change the variable Interest Rate independent of any changes to the Federal Funds Target Rate (FDTR) by giving you 14 days' notice.</li> <li>Our Product Information Factsheet explains when and how we may change the Interest Rate.</li> </ul>						
What might the future balance be?	<ul style="list-style-type: none"> <li>An illustration of an estimated future balance based on an example deposit is shown below.</li> </ul> <table border="1"> <thead> <tr> <th>Initial Deposit</th> <th>Gross Rate p.a.</th> <th>Final Balance</th> </tr> </thead> <tbody> <tr> <td>\$10,000.00</td> <td>0.15%</td> <td>\$10,015.01</td> </tr> </tbody> </table> <ul style="list-style-type: none"> <li>We worked this out by assuming that: <ul style="list-style-type: none"> <li>You hold the account over a 12 month period</li> <li>You don't withdraw any money</li> <li>Interest is calculated and paid to the account daily.</li> <li>The variable interest rate stays the same, with no changes to the Federal Funds Target Rate (FDTR)</li> <li>You make your initial deposit payment on the day the account is opened.</li> <li>You don't make any further deposits.</li> </ul> </li> </ul>	Initial Deposit	Gross Rate p.a.	Final Balance	\$10,000.00	0.15%	\$10,015.01
Initial Deposit	Gross Rate p.a.	Final Balance					
\$10,000.00	0.15%	\$10,015.01					
How do I open and manage my account?	<ul style="list-style-type: none"> <li>You can open your account online or over the phone, providing there is a minimum \$10,000.00 deposit and a maximum deposit amount of \$5,000,000.00 at any one time.</li> <li>You can manage your account over the phone or by post.</li> <li>To close your account you must provide 32 days' notice. Our Product Information Factsheet explains how you can do this.</li> </ul>						
Can I withdraw money?	<ul style="list-style-type: none"> <li>To withdraw funds you must provide 32 days' notice and withdraw a minimum amount of \$10,000.00 and ensure the remaining balance remains over \$10,000.00. Our Product Information Factsheet explains how you can do this.</li> </ul>						
Additional Information	<ul style="list-style-type: none"> <li>Statements are issued monthly on the anniversary of account opening.</li> </ul>						