



# 1 Year Fixed Rate Bond (Issue 446)

## Summary Box

<b>What is the interest rate?</b>	<b>Fixed annual interest</b> <b>4.45% Gross* each year</b> <b>4.45% AER†</b>
	<b>Fixed monthly interest</b> <b>4.36% Gross* each year</b> <b>4.45% AER†</b>
	(See the meanings of 'Gross' and 'AER' below this summary box) Interest is calculated each day on the money in the account and paid: <ul style="list-style-type: none"> <li>• at maturity on the anniversary of your bond opening; or</li> <li>• monthly, starting one month after the date your bond opened, and then each month after that; whichever you choose.</li> </ul>
<b>Can Principality change the interest rate?</b>	No, the rate is fixed for one year until the bond matures (when the account comes to an end).
<b>What would the estimated balance be after 12 months based on a £1,000 deposit?</b>	£ 1,044.50 This is based on you choosing to have interest paid at maturity and added to your bond, and you not making any further payments into the account.
<b>How do I open and manage my account?</b>	<ul style="list-style-type: none"> <li>• There is no minimum age to open this account. If you are under 14, it must be opened as a trust account.</li> <li>• You must be a UK resident (see your 1 Year Fixed Rate Bond account terms).</li> <li>• You can open the account in branch, at an agency or online. If you want to open this account with funds transferred from a Principality fixed term account that has matured, you can do this online, in branch, at an agency or by post.</li> <li>• You must keep at least £500 (the minimum balance) in the account.</li> <li>• If your bond reaches £2,000,000 you cannot pay any more money in.</li> <li>• You must make the first payment into your bond within five business days of it opening. If you don't, we will close the account.</li> <li>• You can keep making payments into your bond while we are still offering this bond to customers.</li> <li>• Your bond will mature after 1 year, on the anniversary of the account opening.</li> <li>• You can manage the account in branch, at an agency, by post, or by using the online service, Your Account, at <a href="http://principality.co.uk">principality.co.uk</a>.</li> </ul>
<b>Can I withdraw money?</b>	<ul style="list-style-type: none"> <li>• No, you cannot make withdrawals or close your bond before it matures.</li> <li>• We will write to you before your bond matures to find out what you want to do with your money.</li> <li>• If we don't receive any instructions from you before your bond matures, we will move your money to our Instant Access Account or the nearest equivalent we offer at the time.</li> </ul>

## Summary Box continued

<b>Additional information</b>	<ul style="list-style-type: none"> <li>• Service charges and costs may apply to your bond. These are set out in our Tariff of Charges.</li> <li>• If the total amount of interest you earn is more than your tax-free Personal Savings Allowance, you may have to pay tax directly to HM Revenue &amp; Customs (HMRC). For more information, visit <a href="http://gov.uk">gov.uk</a> and search Personal Savings Allowance.</li> <li>• <b>Children are not exempt from paying tax.</b> If the total amount of interest earned by a child is more than their tax-free Personal Savings Allowance, they may have to pay tax directly to HM Revenue &amp; Customs (HMRC). If a child earns more than £100 in interest from money given by a parent, the parent may also have to pay tax. For more information visit <a href="http://gov.uk">gov.uk</a> and search 'interest on savings for children'.</li> <li>• In certain circumstances we may refuse an instruction for using an account. These circumstances are set out in our Savings Terms and Conditions.</li> <li>• The interest rates quoted above were correct on 18/04/2024</li> </ul> <p><b>Please turn over for Account Terms</b></p>
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### Meanings of Interest terms

\* **Gross** interest is the rate of interest before income tax is deducted at the rate set by law.

† **AER** stands for Annual Equivalent Rate and illustrates what the interest rate would be if interest were paid once each year on the whole balance, including previous interest payments.

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## Account Terms

These account terms, along with the summary box and our Savings Terms and Conditions, apply to your 1 Year Fixed Rate Bond (your bond).

If there is any difference between these account terms and the Savings Terms and Conditions, these account terms will apply.

### Opening your bond

To open and use your bond, you must:

- be a UK resident, meaning that you have your permanent home in the UK (except the Channel Islands or the Isle of Man); or
- a Crown employee (employed by the Government and serving overseas), or married to or in a civil partnership with a Crown employee.

You'll need proof of your address and identity.

Your bond will open on the date we receive your correctly completed application.

The account can have up to four joint account holders. You can add new account holders once the account is open.

You can open the account in your own name online. The account cannot be opened online by someone acting on your behalf (for example, a trustee or someone who has power of attorney to act for you).

This bond has limited availability. We can stop accepting new applications at any time.

### Putting money into your bond

The first payment into your bond must be at least £500. If we do not receive the payment within five business days of the account opening, we will close it.

You can make payments into your bond by cash, cheque or electronic payment from another UK bank or building society account, or a Principality account in your name, if allowed by that account.

If we stop offering this bond to customers, you cannot make further payments into it.

You must keep at least £500 (the minimum balance) in your bond. If your bond reaches £2,000,000, you cannot pay any more money in.

This bond has a fixed interest rate, so it won't change before the end of the one year fixed term.

We work out the interest on the money in the account daily. You can choose to have the interest paid every month or at maturity (when the fixed term comes to an end).

If you choose to have interest paid at maturity, it will be paid on the anniversary of your bond opening.

Maturity interest can be:

- paid into your bond;
- paid into another Principality account in your name; or
- paid by electronic payment into another UK bank or building society account in your name, if the interest is £5 or more.

Monthly interest will be paid on the same day each month, starting one month after your bond is opened.

Monthly interest can be paid into another Principality savings account in your name or, if the interest is £5 or more, by electronic payment to another UK bank or building society account in your name.

### Taking money out of your bond

This is a fixed-term bond, so you can't take money out of the account until the end of the one year fixed term.

### When your bond matures

Your bond will come to an end (mature) at the end of the fixed term (one year after the date it opened).

We'll contact you before the end of the fixed term to find out what you want to do with your money.

If we don't hear from you before your bond matures, we will move all of the money in your bond into our Instant Access Account or the nearest equivalent we offer at the time.

### Closing your bond

As this is a fixed-term bond, you can't close the account until the end of the one year fixed term.

We will close this account if the money in the account falls below the minimum balance.

