

SAVINGS

Fixed Term Bond Account Terms

Effective from
6 October 2016

Our Fixed Term Bond range

If you're happy to leave your money untouched in your chosen Bond for a fixed period, we'll reward you with a return. Generally, the longer you leave your money, the more you'll get back. For our latest Bond interest rates and the current rate for the Instant Access Account ('Account Rate'), please read the 'Fixed Term Bond Rate Guide'. Please remember that all our Bonds have limited availability and can be withdrawn from sale at any time. If you have any questions about these Account Terms, don't hesitate to speak to a member of staff in branch or call our Customer Contact Centre on 0330 333 4000.

Fixed Term Bond Account Terms

These Account Terms are for our Two Year, Three Year and Five Year Fixed Rate Bonds only. They do not apply to our Regular Saver Bonds.

1. You must read these Account Terms which include the relevant 'Summary Box' together with our 'Fixed Term Bond Rate Guide' and General Conditions (including the 'Account Specific Terms & Conditions' applicable to all Bonds and applicable to Fixed Rate Bonds & Variable Rate Bonds which are in the current edition of our 'Savings terms and conditions leaflet'), which also apply to these Bonds. If there is any conflict between these Account Terms and the General Conditions, these Account Terms will prevail.
2. The Bond can be opened as a joint account with a maximum of 4 Bond Holders (online Bonds can be opened with 2 Bond Holders and a further 2 added only once the account has been opened).
3. The minimum Investment in your Bond is £500 and the maximum Investment is £2,000,000.
4. Provided you do not exceed the maximum Investment specified in Account Term 3 you can continue to invest in your Bond whilst it remains open for new applications.
5. The Account Rate for your Bond from the date of opening until its end of the fixed term will be as shown in the current edition of the 'Fixed Term Bond Rate Guide' applicable at the time of Bond opening, which must be read with the relevant Summary Box.
6. Following Maturity the Account Rate and Account Terms for your Bond will be the Variable Account Rate and the Account Terms that apply to our Instant Access Account, or nearest equivalent then available.
7. The Bond has a fixed term, which will start on the date you open your account and will end on:
 - (a) the second anniversary of the account opening date ('Maturity') where your Bond is a 2 Year Fixed Term Bond;
 - (b) the third anniversary of the account opening date ('Maturity') where your Bond is a 3 Year Fixed Term Bond;
 - (c) the fifth anniversary of the account opening date ('Maturity') where your Bond is a 5 Year Fixed Term Bond.
8. If you choose Monthly Interest your interest will be paid one month after the date on which your Bond is opened, and then monthly after that, and may be paid to another Principality Account or another UK bank or building society account by direct credit transfer. Direct credit transfers are subject to a minimum of £5 being payable as set out in Condition 40 of the General Conditions.

9. If you choose Annual Interest, it will be paid Annually on the anniversary of your Bond opening if your Bond is a 2, 3 or 5 Year Fixed Term Bond.

Annual Interest may be added to your Bond, paid to another Principality Account or paid by direct credit transfer to another UK bank or building society account.

10. No closure or withdrawals permitted prior to Maturity. However, we may allow you to close your Bond during the fixed term at our absolute discretion in exceptional circumstances.

Fixed Term Bond

Summary Box – Key Product Information for our Savings Account(s)

Account name	Fixed Term Bonds
Interest rate	See our Fixed Term Bond Rate Guide for the latest account rate. The Account Rate for the Fixed Term Bond is fixed for 2, 3 or 5 years and then reverts to our Instant Access Account.
Tax status	Interest will be paid gross, which means interest is paid to you without tax being deducted from it. If the total amount of interest you earn exceeds your Personal Savings Allowance then you may have to pay tax directly to HM Revenue and Customs. For more information please refer to our handy guide to the Government’s new changes to tax free savings or visit www.gov.uk and search ‘Personal Savings Allowance’.
Conditions for bonus payment	Not applicable.
Withdrawal arrangements	No closure or withdrawals permitted prior to Maturity. However, we may allow you to close your Bond during the fixed term at our absolute discretion in exceptional circumstances.
Access	Open and operate in branch, agency, online or by post.

Our Fixed Term Regular Saver Bond range

If you're looking to get into the habit of saving regularly, the Regular Saver Bond may be right for you. You can make more than one monthly payment as long as you don't exceed the maximum monthly limit. Your Bond will have a fixed term and a fixed interest rate so you'll know what you'll get back when your Bond reaches Maturity.

Summary Box – Key Product Information for our Savings Account(s)	
Account name	Regular Saver Bond
Interest rate	See our 'Fixed Term Bond Rate Guide' for the latest account rate. The Account Rate for this Bond is fixed for one year and then reverts to our Instant Access Account.
Tax status	Interest will be paid gross, which means interest is paid to you without tax being deducted from it. If the total amount of interest you earn exceeds your Personal Savings Allowance then you may have to pay tax directly to HM Revenue and Customs. For more information please refer to our handy guide to the Government's new changes to tax free savings or visit www.gov.uk and search 'Personal Savings Allowance'.
Conditions for bonus payment	Not applicable.
Withdrawal arrangements	No withdrawals permitted prior to Maturity. If you close your Bond you will receive interest at a rate equivalent to our Instant Access Account.
Access	Open and operate in branch, agency, online or by post.

Account Terms – Regular Saver Bond

1. You must read these Account Terms which include the relevant 'Summary Box – Key Product Information' with our 'Fixed Term Bond Rate Guide' and General Conditions (including the 'Account Specific Terms & Conditions' applicable to all Bonds and applicable to Fixed Rate Bonds & Variable Rate Bonds which are in the current edition of our 'Savings terms and conditions leaflet'), which also apply to these Bonds. If there is any conflict between these Account Terms and the General Conditions, these Account Terms will prevail.
2. The minimum age for opening this Bond is 16 years.
3. The Bond can be opened as a Joint Account but this offer is limited to only one Bond of any given issue number for each customer (the Bond issue number is stated in our 'Fixed Term Bond Rate Guide' and will also be shown on account statements).
4. The initial Investment into your Bond must be made by cash, cheque, faster payment or by transfer from another Principality Account (if permitted by the terms of that Account).
5. The minimum initial Investment in your Bond is £20 and the maximum monthly Investment is £500. The maximum balance is £6000.
6. Subject to the limits in Account Term 5 you can make further Investments in your Bond as you wish.
7. The Account Rate for your Bond is shown in the 'Fixed Term Bond Rate Guide' and is a Fixed Account Rate until Maturity, subject to Account Term 11.
8. Each Investment after the initial Investment must be made by cash, cheque, standing order, faster payment or by transfer from another Principality Account (if permitted by the terms of that Account).
9. Your Bond will mature on the first anniversary of the date on which it was opened ('Maturity').
10. Interest will be added to your Bond on Maturity and will be calculated on a daily basis so that interest on each Investment will be calculated over the period for which it is actually invested and not the entire period of your Bond. Interest will be paid into the Bond account which accrued the interest.
11. If you close your Bond before Maturity the Account Rate for the entire period from opening to closure of your Bond will be the Reversion Rate which will be the Variable Account Rate for our Instant Access Account, or nearest equivalent then available. Prior to Maturity you will not be permitted to withdraw any money from your Bond.
12. On Maturity the Account Rate and Account Terms for your Bond will be the Variable Account Rate and the Account Terms that apply to our Instant Access Account, or nearest equivalent then available.



CALL US

0330 333 4000*
(Open Mon–Fri 8am–8pm
Sat 9am–1pm)



VISIT

www.principality.co.uk/branch-finder
To find your nearest branch



ONLINE

principality.co.uk
 [@principalityBS](https://twitter.com/principalityBS)
 [Principality Building Society](https://www.facebook.com/PrincipalityBuildingSociety)

This leaflet is available in large print,
Braille and audio tape on request
by calling 0330 333 4000*.

*To help us maintain our service and security standards, telephone calls may be monitored and recorded.

Principality Building Society is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority, reference number 155998. Principality Building Society, Principality Buildings, Queen Street, Cardiff, CF10 1UA. principality.co.uk

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