

4 Year Fixed Rate Bond – Account Summary

Summary Box		
Account name	4 Year Fixed Rate Bond Issue 327	
What is the interest rate?	Gross* p.a.	AER†
	Fixed annual interest	2.00%
	Fixed monthly interest	1.98%
	Interest is calculated on your daily balance and paid annually on the anniversary of your bond or monthly, one month after the date on which your bond is opened, and then monthly after that, depending on what you choose.	
Can Principality change the interest rate?	No, the rate on this bond is fixed for 4 years until maturity.	
What would the estimated balance be after 48 months based on a £1,000 deposit?	£1,082.43 (based on the assumption that you chose to have interest paid annually and added to your bond and that no further deposits were made).	
How do I open and manage my account?	<ul style="list-style-type: none"> • There is no minimum age to open this account. You must be a UK resident for tax purposes to open and operate this account. • Open your account in branch, agency or online. Existing customers who wish to transfer funds from their maturing Principality Fixed Rate Bond to open this account can do so in branch, agency, online or by post. • Minimum balance is £500, maximum balance is £2,000,000. • You have 5 business days from the account opening date in which to make your initial deposit. If you have not made your initial deposit in this time your account will be closed. • You can keep making deposits while the bond remains on sale. • The bond will mature after four years on the anniversary of opening. • Manage your bond in branch, agency, online or by post. 	
Can I withdraw money?	<ul style="list-style-type: none"> • No, closure or withdrawals are not permitted prior to maturity. • We may allow you to close your bond during the fixed term at our absolute discretion in exceptional circumstances. • We will write to you before your bond matures to let you know what you can do with your balance. • If we don't receive any instructions from you before your bond matures, your balance will be transferred to our Instant Access Account or its nearest equivalent. 	
Additional information	<ul style="list-style-type: none"> • Service charges and costs may apply to your account. These are outlined in our Tariff of Charges. • If the total amount of interest you earn exceeds your Personal Savings Allowance then you may have to pay tax directly to HMRC. For more information visit www.gov.uk and search 'Personal Savings Allowance'. • In certain circumstances we may refuse an instruction to operate an account. These circumstances are outlined in our Savings Terms and Conditions. • Rates correct as at 23/10/2018. 	

* Gross is the contractual rate of interest payable before the deduction of income tax at the rate specified by law.

† AER stands for Annual Equivalent Rate and illustrates what the interest rate would be if interest were paid and compounded once each year.

4 Year Fixed Rate Bond – Account Terms

1. You must read these Account Terms which include the relevant 'Summary Box' together with our 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 this Bond. If there is any conflict between these Account Terms and the General Conditions, these Account Terms will prevail. In these Account Terms 'you/your' refers to the Account holder(s) and 'we/our' refers to Principality Building Society.
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). There is no minimum age for opening this Bond.
3. The minimum Investment in your Bond is £500 and the maximum Investment is £2,000,000.
4. You have 5 business days from the account opening date in which to make your initial deposit. If you have not made your initial deposit in this time your account will be closed.
5. 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.
6. The Bond has a fixed term, which will start on the date you open your account and will end on the fourth anniversary of the account opening date ('Maturity').
7. The interest rate applicable to your Bond from the date of opening until Maturity will be the rate set out in the Summary Box on the date you open your Account.
8. The interest rate is calculated daily. You can choose to have your interest paid annually or monthly.
9. Annual interest will be paid as set out in General Condition 38 in the 'Savings Terms and Conditions' leaflet. Annual interest may be added to this Account, paid into another Principality savings Account or paid by direct credit transfer to another UK bank or building society account in an account holder's name
10. Monthly interest will be paid as set out in General Condition 39.1 in the 'Savings Terms and Conditions' leaflet. Monthly interest must be paid into another Principality savings Account or paid by direct credit transfer to another UK bank or building society account in an account holder's name. Direct credit transfers are subject to a minimum of £5 being payable as set out in Condition 40 of the General Conditions.
11. 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.
12. 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.
13. The Account has limited availability and we reserve the right to withdraw it at any time and without notice.