

## Learner Earner – Account Summary

Summary Box	
<b>Account name</b>	<b>Learner Earner</b>
<b>What is the interest rate?</b>	4.00% Gross* p.a. / AER† (Variable) Interest is calculated on your daily balance and paid annually on 1 January every year.
<b>Can Principality change the interest rate?</b>	<ul style="list-style-type: none"> <li>• Yes, variable account rates could increase or decrease.</li> <li>• Customers will be given personal notification of any material reduction in interest rates a minimum of 14 days before the change takes effect.</li> <li>• To understand why rates may be reduced please refer to our Savings Terms and Conditions.</li> </ul>
<b>What would the estimated balance be after 12 months based on a £3,000 deposit?</b>	£3,065.00 (based on 12 monthly deposits of £250, the first being made at account opening and the remaining 11 on the same day each calendar month, and on the assumption that no withdrawals are made).
<b>How do I open and manage my account?</b>	<ul style="list-style-type: none"> <li>• This Account can only be opened by an Adult(s) aged over 18, in conjunction with a Child aged under 18. Two Accounts must be opened initially, one for the Adult(s) and one for the Child. Subsequent accounts for other children can be opened by the Adult account holder. The Adult must be the parent, grandparent, close relative or legal guardian of the Child(ren).</li> <li>• Accounts opened for under 14's must be opened on a signatory basis.</li> <li>• Adult(s) Accounts can be opened in sole or joint names, the Child's Account can only be opened in the sole name of the Child.</li> <li>• Account holders must be a UK resident for tax purposes.</li> <li>• This account is limited to one per customer.</li> <li>• Open your account in branch or agency.</li> <li>• Multiple deposits can be made up to the maximum monthly deposit of £250.</li> <li>• Minimum balance per account is £1, the overall maximum balance per account is £20,000. The minimum balance must be maintained to operate the account. If the maximum balance is reached, only accrued interest can be added to the account.</li> <li>• You are not obliged to pay into the account every month.</li> <li>• Manage your account in branch, agency or by post.</li> </ul>
<b>Can I withdraw money?</b>	<ul style="list-style-type: none"> <li>• Yes, you can make up to 3 withdrawals per calendar year.</li> <li>• Closure is permitted but counts as a withdrawal.</li> <li>• If the Child's account is closed or a withdrawal is made it must be on the Child's behalf and for the Child's benefit.</li> </ul>
<b>Additional information</b>	<ul style="list-style-type: none"> <li>• Under-18s with a Learner Earner will receive a £10 incentive in the form of a voucher each year for the first two years.</li> <li>• Service charges and costs may apply to your account. These are outlined in our Tariff of Charges.</li> <li>• 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 <a href="http://www.gov.uk">www.gov.uk</a> and search 'Personal Savings Allowance'.</li> <li>• In certain circumstances we may refuse an instruction to operate an account. These circumstances are outlined in our Savings Terms and Conditions.</li> <li>• Rates correct as at 09/07/2019.</li> </ul>

\* 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.

## Learner Earner – Account Terms

1. You must read these Account Terms (which include the relevant 'Summary Box') together with our Savings Terms and Conditions ('General Terms') and any Account Specific Terms and Conditions which may also apply to this Account. If there is any conflict between these Account Terms and the General Terms, 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 minimum age for the adult(s) opening the Account is 18; there can be a maximum of two joint account holders for an Account opened by an adult. The maximum age for the child(ren) an Account is being opened for is 17; Accounts for children must be opened in the sole name of the child.
3. The Account can only be opened by an adult in conjunction with an Account for a child. The adult must be a parent, grandparent, other close relation or legal guardian of the child. This account is limited to one per customer.
4. If the child is under the age of 14, the Account must be opened by the adult(s) in the child's own name as a Signatory Account. Where the child is 14 or over, the child may manage the Account on their own, however the Account must still be opened as outlined in Account Term 3.
5. The minimum investment you are required to make in the Account is £1 and the maximum investment in any calendar month is £250. The initial deposit must be received within 5 business days of opening the Account. Deposits can be made by cash, cheque or faster payment, or by moving funds from an existing Principality Account, subject to the terms of that account.
6. You can make multiple deposits in any calendar month provided the amount of £250 is not exceeded.
7. You can continue to make deposits into the Account until you reach the maximum balance of £20,000. Once the maximum balance is reached, only accrued interest can be added to the Account.
8. The minimum balance of £1 must be maintained to operate the Account. The Account will be closed if the balance falls below the minimum balance.
9. The interest rate applicable to the Account is a Variable Account Rate and may be varied in accordance with clauses 74-80 of the General Terms. The initial interest rate will be the rate set out in the Summary Box on the date the Account is opened.
10. Interest is calculated on the daily balance in the Account and added to the Account annually on the 1 January. This means that interest is based on the period for which each monthly payment is invested rather than on the entire year.
11. You can make three withdrawals in any calendar year subject to the limits set out in clause 44-46 of the General Terms. Once you have made your third withdrawal you will be unable to make any further withdrawals until the next calendar year begins unless we make a material reduction in the interest rate.
12. If we make a material reduction in the interest rate we will allow you to make a withdrawal or close your Account, even if you have already made your three permitted withdrawals in the calendar year.
13. You can close the Account, but please note that closure counts as a withdrawal. If you have already made three withdrawals in the current calendar year you will not be able to close the Account until the next calendar year begins unless clause 12 applies.
14. Provided the account holder has not reached their 18th birthday, a £10 voucher will be sent to them on or around the first and second anniversaries of Account opening. Vouchers can be deposited in the Account or cashed. Full terms and conditions for the voucher are available on request.
15. It is the duty of the Signatory to look after the interests of the child(ren) holding the Account. In particular, all withdrawals (including closure) and interest must be to the child, for the benefit of the child or approved by the child. We are not obliged to ask for any evidence that any withdrawal is in accordance with a Signatory's duties. Nevertheless, we reserve the right to do so at any time before processing a transaction where in our sole opinion it is reasonable and proportionate to do so.
16. The Account has limited availability and we reserve the right to withdraw it at any time and without notice.