

# Business Deposit Account

## Summary

Account name	Business Deposit Account		
<b>What is the interest rate?</b>	<p>We pay credit interest at the rate agreed with you upon account opening. Credit interest is calculated on a daily basis and is paid quarterly (in March, June, September and December). The rate will be negotiated as a specified percentage below the Bank of England base rate or will be our Variable Negotiated Credit Interest Rate.</p> <p>You can find the current Bank of England base rate on the Bank of England website (<a href="http://bankofengland.co.uk">bankofengland.co.uk</a>). If a rate negotiated as a specified percentage below the Bank of England base rate has not been agreed with you, you'll receive the Variable Negotiated Credit Interest Rate, which is currently as shown below.</p>		
Product	Amount	Gross%	AER%
<b>Business Deposit Account (Quarterly Interest)</b>	Up to £50,000	0.03	0.03
	£50,000+	0.05	0.05
	£100,000+	0.07	0.07
	£200,000+	0.11	0.11
You can find the current Variable Negotiated Credit Interest Rate by contacting your usual HSBC representative.			

<p><b>Can the Bank change the interest rate?</b></p>	<p>Yes, the Bank can change the credit interest rates at any time in line with the Business Banking Terms and Conditions.</p> <p><b>Change to Bank of England Base Rate</b> We'll make the change in one working day. We won't tell you in advance, but the new rate will appear on your next bank statement.</p> <p><b>Favourable changes to the specified percentage or Variable Negotiated Credit Interest Rate</b> We'll make the change immediately and tell you about it once the change has been made.</p> <p><b>Unfavourable changes to the specified percentage or Variable Negotiated Credit Interest Rate</b></p> <ul style="list-style-type: none"> <li>• Small Business Banking and Business Banking Customers: We'll let you know at least two months before we make the change.</li> <li>• Corporate Business Customers: We'll make the change immediately, and tell you about it once the change has been made.</li> </ul>						
<p><b>What would the estimated balance be after 12 months based on a range of deposits?</b></p>	<p><b>Example 1 – Single deposit, no withdrawals</b> For the purpose of this calculation it is assumed:</p> <ul style="list-style-type: none"> <li>• agreed negotiated credit interest: Bank of England Base Rate* (1%) minus 0.97% = 0.03% <b>(for indication purposes only, *Bank of England Base Rate correct as at 05.05.2022)</b></li> <li>• initial deposit of £25,000</li> <li>• no additional deposits</li> <li>• no withdrawals</li> <li>• no change to the interest rate during the 12 months</li> <li>• interest is paid quarterly</li> </ul> <table border="1" data-bbox="347 1348 1002 1543"> <thead> <tr> <th data-bbox="347 1348 565 1460">Initial deposit</th> <th data-bbox="565 1348 784 1460">Interest rate</th> <th data-bbox="784 1348 1002 1460">Total balance at the end of 12 months</th> </tr> </thead> <tbody> <tr> <td data-bbox="347 1460 565 1543">£25,000</td> <td data-bbox="565 1460 784 1543">0.03% AER (0.03% Gross)</td> <td data-bbox="784 1460 1002 1543">£25,007.50</td> </tr> </tbody> </table>	Initial deposit	Interest rate	Total balance at the end of 12 months	£25,000	0.03% AER (0.03% Gross)	£25,007.50
Initial deposit	Interest rate	Total balance at the end of 12 months					
£25,000	0.03% AER (0.03% Gross)	£25,007.50					

<p><b>What would the estimated balance be after 12 months based on a range of deposits? (continued)</b></p>	<p><b>Example 2 – Larger deposits</b></p> <ul style="list-style-type: none"> <li>If you deposit enough, you can earn more. Based on you paying in the following deposits on day 1 and making no withdrawals or additional deposits, your estimated balance after 12 months would be as follows:</li> </ul> <table border="1" data-bbox="348 336 1005 571"> <thead> <tr> <th data-bbox="348 336 566 416">Amount deposited</th> <th data-bbox="570 336 788 416">Amount after 12 months</th> <th data-bbox="791 336 1005 416"></th> </tr> </thead> <tbody> <tr> <td data-bbox="348 421 566 464">£50,000</td> <td data-bbox="570 421 788 464">£50,025</td> <td data-bbox="791 421 1005 571" rowspan="3">But if you make withdrawals, the interest rate you earn goes down</td> </tr> <tr> <td data-bbox="348 469 566 512">£100,000</td> <td data-bbox="570 469 788 512">£100,070</td> </tr> <tr> <td data-bbox="348 517 566 571">£200,000</td> <td data-bbox="570 517 788 571">£200,220</td> </tr> </tbody> </table>	Amount deposited	Amount after 12 months		£50,000	£50,025	But if you make withdrawals, the interest rate you earn goes down	£100,000	£100,070	£200,000	£200,220
Amount deposited	Amount after 12 months										
£50,000	£50,025	But if you make withdrawals, the interest rate you earn goes down									
£100,000	£100,070										
£200,000	£200,220										
<p><b>How do I open and manage my account?</b></p>	<p><b>How to open the account:</b></p> <ul style="list-style-type: none"> <li>open in branch</li> </ul> <p><b>Minimum/Maximum balance:</b></p> <ul style="list-style-type: none"> <li>minimum deposit of £25,000</li> <li>maximum balance of £50 million</li> </ul> <p><b>How to manage the account:</b></p> <ul style="list-style-type: none"> <li>once opened you can manage your account online, in branch or by phone</li> </ul>										
<p><b>Can I withdraw money?</b></p>	<p>Yes, you can make as many withdrawals as you like in line with the Business Deposit Account Additional Conditions. No notice is required.</p>										

**Additional information**

This is a sterling instant access savings account and can only be used as a savings account.

**Definitions**

- AER stands for annual equivalent rate. A notional rate which illustrates what the gross rate would be if interest was paid and compounded each year.
- Gross is the contractual rate of interest payable before the deduction of income tax at the rate specified by law.
- Variable Negotiated Credit Interest Rate is a rate that HSBC sets and may change from time to time.
- Small Business Banking customers are typically small enterprises (including not-for-profits) with borrowing needs of up to £100k (UK Government lending schemes are subject to different limits). Their everyday transactional banking products and needs wouldn't require the support of a Relationship Manager.
- Business Banking customers are typically small- and medium-sized enterprises (including not-for-profits) with product needs that require support through a dedicated Relationship Manager, who work alongside our specialist teams. Our Relationship Managers can provide transactional banking and funding solutions of over £100k (both domestically and internationally).
- Corporate Banking Customer means any business customer whose accounts are held with us in the UK, which isn't a Small Business Banking or a Business Banking Customer.

Rates correct as at 05.05.2022.

## Accessibility

If you need any of this information in a different format, please let us know. **This includes large print, braille, or audio.** You can speak to us using the live chat on our website, visiting one of our branches, or by giving us a call.

There are also lots of other options available to help you communicate with us. Some of these are provided by third parties who are responsible for the service. These include a Text Relay Service and a British Sign Language (BSL) Video Relay Service. To find out more please get in touch. You can also visit: [hsbc.co.uk/accessibility](https://hsbc.co.uk/accessibility) or: [hsbc.co.uk/contact](https://hsbc.co.uk/contact).

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**Customer Information:** Customer Service Centre, BX8 1HB.

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