

# Fixed Rate Loan Facility

## Product Profile

### Description

The Fixed Rate Loan Facility has one fixed interest rate applied for the term of the loan. Should market interest rates rise during the term of the Fixed Rate Loan Facility, the total interest cost will be unchanged. Should market interest rates fall during the term of the Fixed Rate Loan Facility, the interest cost will be unchanged. The total interest cost charged is equal to:

- The 'Fixed Rate' + Bank's lending Margin + Mandatory Costs.

### Features

The Fixed Rate Loan Facility may commence on any agreed business day.

Capital repayments throughout the term of the Fixed Rate Loan Facility can be tailored to meet specific business requirements. Interest periods can be monthly, quarterly or tailored to suit business requirements. These parameters are agreed in advance of the drawdown date of the loan. In addition, the term of the loan is agreed in advance of the drawdown date.

The Fixed Rate which will apply to the Fixed Rate Loan Facility can be agreed in advance of the initial drawdown date.

Once the facility has been drawn, any subsequent changes to the loan parameters may incur a Break Cost. The amount of Break Cost payable is dependant on market interest rates at the time of making the changes. These costs may be substantial. Break Costs are explained in the Tailored Business Loan – Terms and Conditions.

### Fees and Charges

An arrangement fee may be payable when setting up this facility. Please refer to your Business Partner for details.

### Applying for a Tailored Business Loan

For further information on the range of Tailored Business Loans available, please call your Treasury Solutions representative on 08457 888150. We recommend that you take independent financial and legal advice prior to entering into any loan document.