

## Overdraft terms and conditions

### 1 Arranged overdraft

An arranged overdraft is suitable when you need credit for a short period of time or you go overdrawn on a regular basis.

You must make sure that your account is in credit for at least 30 days in total during the 12 months immediately after the date the arranged overdraft is set up, and in each 12-month period after that. This requirement does not apply if the arranged overdraft is for IPLS or Intercalated and Elective borrowing purposes.

You should note the following important points.

- a Your arranged overdraft has no minimum or maximum term and, if we ask you to pay all or some of it off, you must do so.
- b We may do the following, at any time, without giving you a reason.
  - Demand that you pay off all or some of your arranged overdraft.
  - Demand that you make payments into your account to either reduce the amount you are overdrawn by (even if you are not over your arranged overdraft limit) or bring your account balance back within your arranged overdraft limit.
  - Refuse to lend or renew all or some of the arranged overdraft facility.
  - Reduce your arranged overdraft limit.
  - Refuse to follow any instruction from you to make a payment from your account when your account is overdrawn even if that payment would be within your arranged overdraft limit
  - Refuse to extend or increase your arranged overdraft.
  - Refuse to give you time to pay or be lenient in our dealings with you even if we have previously done so.
- c We will review your arranged overdraft limit from time to time unless we have demanded that you pay it off. Following any review, we can withdraw your arranged overdraft or change your arranged overdraft limit.

### 2 Interest

- a The interest rate is 'variable' and so will rise and fall in line with changes in Bank of Ireland UK's base rate. The current base rate and details of all current account rates are listed in our 'Rates and Products' brochure, which you can get from your branch or on our website at [www.bankofirelanduk.com](http://www.bankofirelanduk.com).
- b We work out interest on the daily amount overdrawn and apply the interest to your account on the relevant monthly bank charge dates. If you have to pay interest we will tell you what this is at least 14 days before we debit it from your account.
- c If you break any of the terms and conditions of the arranged overdraft, we can charge you unarranged overdraft charges and an unarranged overdraft interest rate. The unarranged overdraft interest and charges are explained in clause 3 below.

### 3 Unarranged Overdraft Interest and charges

**Unarranged overdraft charges and interest can be avoided by, either keeping the account within the arranged limit or negotiating an appropriate arranged overdraft limit.**

- a You must not at any time go over your arranged overdraft limit. If we agree to make a payment that would take you over your arranged overdraft limit, this does not mean that we have agreed to increase your arranged overdraft limit.
- b If you:
- go over your arranged overdraft limit;
  - allow your account to go overdrawn without our permission; or
  - do not make payments into your account when we ask you to;
- we will charge you unarranged overdraft interest and charges.

If the balance on your account goes over your arranged limit for any reason, we will treat this as an unarranged overdraft request and charge you unarranged overdraft interest which includes an interest surcharge (extra interest above the rate we would otherwise charge) of:

- 1% a month (12% a year); or
- £2 a month;

whichever is more, on the amount over the arranged overdraft limit. We will charge this for the period you are over your arranged overdraft limit and this will be shown on your statement as “Surcharge interest”.

- c We may change the unarranged overdraft interest rate from time to time. We will apply the unarranged overdraft interest to your account at the same time, and in the same way, as we apply the usual interest.
- d You may also have to pay unarranged overdraft charges if we refuse to make a payment from your account because you do not have enough funds available in the account. See our ‘Personal Current Account Charges Explained’ leaflet, which you can get from branches or our website at [www.bankofirelanduk.com](http://www.bankofirelanduk.com), for more information and to know our current interest rates, fees and charges.

#### 4 Joint accounts

If the arranged overdraft is on a joint account, each joint borrower will be responsible for paying off the arranged overdraft and for any fees, charges, cost and interest applied to the account.

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