

ISLAND BUSINESS RESERVE ACCOUNT

Account Terms and Conditions

1. About Us

- 1.1 Lloyds Bank International Limited is a company incorporated in Jersey with registered No. 4029. Our Registered Office and principal place of business in Jersey is PO Box 160, 25 New Street, St. Helier, Jersey JE4 8RG. In Guernsey, we operate through our Guernsey branch and in the Isle of Man, we operate through our Isle of Man branch. Details of how we and our branches are regulated are set out at the end of these Account Terms and Conditions.

2. These Account Terms and Conditions

- 2.1 These Account Terms and Conditions apply to your Island Business Reserve Account and form part of the Agreement between you and us. If any provision in these Account Terms and Conditions is inconsistent with any provision of the General Terms and Conditions, these Account Terms and Conditions will take priority.

3. Definitions

- 3.1 Definitions used in the General Terms and Conditions also apply in these Account Terms and Conditions. The following definitions also apply:
- a. "Island Business Reserve Account" means each account called by this name that we hold for you in Jersey, Guernsey or the Isle of Man, following our acceptance of your request for such account made in your Application Form, which is a Group A Account as detailed in the Table of Accounts in the General Terms and Conditions;
 - b. "Surplus Business Funds" means funds in excess of your Trading Turnover; and
 - c. "Trading Turnover" means funds used to maintain your day to day cashflow.

4. Opening and Use of your Island Business Reserve Account

- 4.1 We reserve the right to refuse to open an Island Business Reserve Account for you in our absolute discretion.
- 4.2 Upon opening your Island Business Reserve Account, you must make a minimum deposit of £1 (one pound). The maximum balance that you can hold on your Island Business Reserve Account is £5 million.
- 4.3 The purpose of your Island Business Reserve Account is to hold Surplus Business Funds. You must not use your Island Business Reserve Account to hold Trading Turnover. If you use your Island Business Reserve Account to hold Trading Turnover, we may apply charges (as detailed below in the Charges section) or we may close your Island Business Reserve Account in accordance with the General Terms and Conditions. This particular right to close your Island Business Reserve Account does not limit our general right to close your Island Business Reserve Account in accordance with the General Terms and Conditions.

5. Charges

- 5.1 If we know or suspect that you are using your Island Business Reserve Account to hold Trading Turnover, we may charge you for transactions as set out in the Business Extra Tariff or the Small Business Tariff, or as otherwise agreed in writing. The tariff which will apply depends on your annual banking turnover. For a copy of the relevant tariff (which will be a Charges Guide as defined in the General Terms and Conditions), please ask your relationship manager.
- 5.2 We may also apply charges to the services provided in relation to your Island Business Reserve Account, as notified to you, in accordance with the General Terms and Conditions. You can also find out about our charges by contacting your relationship manager.



LLOYDS BANK

6. Currency

- 6.1 Your Island Business Reserve Account is denominated in Sterling.

7. Interest

- 7.1 Interest is calculated on a daily basis on cleared credit balances. Interest is payable monthly and will be applied on the 9th day of each calendar month or, if that day is not a Working Day, the next Working Day.
- 7.2 The interest rate applicable to your Island Business Reserve Account will vary according to the cleared credit balance on your Island Business Reserve Account. The interest rates set by us in relation to each credit balance are displayed in our Island Business Accounts Interest Rates leaflet and on lloydsbank.com/international
- 7.3 We may change the interest rate applicable to your Island Business Reserve Account at any time in accordance with the General Terms and Conditions. You will be notified of changes to interest rates in the manner specified in the General Terms and Conditions.

8. Direct Debit and Standing Orders

- 8.1 Direct debits and standing orders are not available on your Island Business Reserve Account.

9. Overdrafts

- 9.1 Overdrafts, whether authorised or unauthorised, are not permitted on your Island Business Reserve Account and you shall not give instructions that would cause your Island Business Reserve Account to be overdrawn. If your Island Business Reserve Account becomes overdrawn for any reason, interest will be incurred in respect of the overdrawn amount and we may debit your Island Business Reserve Account accordingly. If your Island Business Reserve Account enters into an unauthorised overdrawn position, charges may also apply. Please see the General Terms and Conditions for further information on overdrafts or ask your relationship manager.

10. Changes to these Account Terms and Conditions

- 10.1 We may change these Account Terms and Conditions at any time, in accordance with the General Terms and Conditions. You will be notified of changes to these Account Terms and Conditions in the manner specified in the General Terms and Conditions.

11. Governing Law

- 11.1 These Account Terms and Conditions are governed by the laws of the jurisdiction in which your Island Business Reserve Account is held. This will be the law of Jersey, the Island of Guernsey (including where your Island Business Reserve Account is held with our branch in Alderney) or the Isle of Man. The Authority and General Terms and Conditions are also governed by the laws of the jurisdiction in which your Island Business Reserve Account is held.

Important Information

Lloyds Bank International Limited trading as Lloyds Bank. Registered Office and principal place of business: PO Box 160, 25 New Street, St. Helier, Jersey JE4 8RG. Lloyds Bank International Limited is incorporated in Jersey No. 4029 and is regulated by the Jersey Financial Services Commission to carry on deposit-taking business under the Banking Business (Jersey) Law 1991 and investment and general insurance mediation business under the Financial Services (Jersey) Law 1998. Lloyds Bank International Limited subscribes to the Jersey Code of Practice for Consumer Lending and has also notified the Jersey Financial Services Commission that it carries on money service business.

The Isle of Man branch of Lloyds Bank International Limited of PO Box 111, Peveril Buildings, Peveril Square, Douglas, Isle of Man IM99 1JJ is licensed by the Isle of Man Financial Services Authority to conduct deposit-taking and investment business and is also registered as an insurance intermediary in respect of general business.

The Guernsey branch of Lloyds Bank International Limited, principal place of business: PO Box 136, Sarnia House, Le Truchot, St. Peter Port, Guernsey GY1 4EN is licensed by the Guernsey Financial Services Commission to take deposits and to carry on controlled investment business and insurance intermediary business under the Banking Supervision (Bailiwick of Guernsey) Law 1994, the Protection of Investors (Bailiwick of Guernsey) Law 1987 (as amended) and the Insurance Managers and Insurance Intermediaries (Bailiwick of Guernsey) Law 2002 (as amended), respectively, and is also registered with the Guernsey Financial Services Commission as a money service provider.