

Flexible Freedom

Are you looking for a competitive high interest rate account with easy access and exceptional branch service? Then our Flexible Freedom account could be what you're looking for. The account is available to people aged 50 years and above and you can invest from £500 to £1,000,000 (£2,000,000 for joint accounts). The account will require at least one direct pension credit to be paid into the account each month.

Summary Box	
Key Product Information for our Savings Account(s)	
Account Name	Flexible Freedom
Interest rates (AERs)	<u>Annual Interest</u> 2.00% Gross* p.a. / AER^A (Variable) <u>Monthly Interest</u> 1.75% Gross* /1.76% AER^A (Variable) Guaranteed not to be less than 1% below Bank of England Base Rate until 1 September 2012.
Tax Status	The gross rate(s) of interest shown will be payable net of the appropriate rate of income tax (which may be reclaimed by non-taxpayers) or, subject to the required certification, gross. The tax treatment depends on the individual circumstances of each customer and may be subject to change.
Conditions for bonus payment	There is no bonus available on this account.
Withdrawal arrangements	Unlimited withdrawals can be made without notice or loss of interest subject to the minimum operating balance of £500 being maintained. If the account balance falls below £500 the account will be closed.
Access	Account can be opened through any of our branches or by post, and can be operated through any of our branches or by post.

* Gross means the rate of interest payable before the deduction of income tax at the rate specified by law. ^AAnnual Equivalent Rate illustrates what the interest rate would be if interest was paid and added each year. Rates correct as at 1 September 2011.

Other Product Features

Minimum and maximum investment and operating balance

The minimum investment is £500 and the maximum investment is £1,000,000 (£2,000,000 for joint accounts). One direct pension credit must be paid into the account each month.

When is interest paid?

Interest is paid annually on 1 September or monthly on the last working day of each month.

How is interest paid?

Annual interest can either be credited to the account or transferred either to another building society/bank account or to another account held with the Society. Monthly interest must be transferred either to another building society/bank account or to another account held with the Society.

Eligibility

The account is available to people aged 50 years and above and will require at least one direct pension credit to be paid into the account each month.

Product Terms & Conditions

The Society's General Investment Conditions will apply unless (and to the extent that) they are inconsistent with these Terms and Conditions.

Flexible Freedom

(Effective from date of account opening)

- The Flexible Freedom account is a variable rate, non-fixed term account. The rate of interest is variable and guaranteed not to be less than 1% below the Bank of England Base Rate until 1 September 2012.
- The Flexible Freedom account is only available to individuals resident in the UK aged 50 years or over. The account is not available to minors, corporate bodies, trustees, executors or nominees.
- The Flexible Freedom account is limited to one account per customer.
- The minimum investment and operating balance is £500. The maximum investment and operating balance is £1,000,000 (£2,000,000 for joint accounts).
- Additional funds up to the maximum investment and operating balance of £1,000,000 (£2,000,000 for joint accounts) may be invested whilst the issue remains open for further investment.
- Interest is calculated daily and paid annually on 1 September or monthly on the last working day of the month. The interest rate payable will not be less than 1% below the Bank of England Base Rate until 1 September 2012. Changes to the Base Rate will be passed on from the first day of the following month.
- Annual interest can be credited to the account or either transferred to another building society/bank account or to another account held with the Society. Monthly interest must be transferred either to another building society/bank account or to another account held with the Society.
- Unlimited withdrawals can be made at any time subject to the minimum operating balance of £500 being maintained. If the account falls below £500 the account will be closed. The account can be closed at any time without notice or loss of interest.
- The Flexible Freedom account may be withdrawn without notice.
- At least one direct pension credit (State or Private) must be paid into the account each month. If you do not make at least one direct pension credit to the account each month, we may close the account and repay your investment to you.
- The Flexible Freedom account can only be operated through Leeds Building Society branches.