

Loyalty ISA - Issue 2

Rates correct as at 1 April 2009

See how highly we rate our customers' loyalty

Tax Free Savings

Open with as little as £10. Rates up to 1.25%[†] (payable if you've been a customer for 10 years when you open the account.)

Summary Box - Key Product Information for our Savings Accounts

Account Name	Loyalty ISA - Issue 2		
Interest Rates (AERs)	Interest Rate (Gross p.a./AER** Variable)		
	Qualifying customer for ^{††} :	From 1 April 2009 [†]	From April 6 2010 [†]
	6 months up to 2 years	0.75%	Bank Rate [‡]
	2 years up to 4 years	0.85%	Bank Rate [‡]
	4 years up to 6 years	0.95%	Bank Rate [‡]
	6 years up to 8 years	1.05%	Bank Rate [‡]
	8 years up to 10 years	1.15%	Bank Rate [‡]
10 years and over	1.25%	Bank Rate [‡]	
Tax Status	Interest on ISAs is tax free provided all account conditions are met - see the ISA Special Conditions in the Account Terms brochure		
Conditions for bonus payment	N/A		
Withdrawal arrangements	You can make as many as you like provided the account balance does not fall below £10.		
Access	Branch & Post		

A qualifying customer is anyone who has held a mortgage or savings account with Derbyshire Building Society for 6 months.

[‡] Bank Rate is the Bank of England's Official Bank Rate and is currently 0.50% as at 5 March 2009

[†] Rates guaranteed to track Bank Rate until 5 April 2010 (see table overleaf). From 6 April 2010 rates are guaranteed to be no lower than Bank Rate.

^{††} Rates dependent on the length of time you've been a customer **at the time of account opening**

Loyalty ISA Summary of Special Conditions

Minimum balance	£10
Maximum subscription	£3,600 per tax year (Subject to ISA regulations)
When is interest paid?	Interest will be paid on 5th April each year.
How interest is paid	We will pay interest into your account.
How many accounts can I open?	A maximum of one account per person, per tax year (06 April - 05 April)
Minimum age of account holder	16
Can the account be opened in trust?	No
Can I hold the account in joint names?	No. ISAs cannot be opened in joint names.
Can I transfer any current or previous year's ISA subscriptions into this account?	No. But you can transfer them (whether they are held currently with Derbyshire Building Society or another provider) into our Derbyshire Cash ISA.
Can I transfer funds from existing Derbyshire accounts I hold?	Yes, subject to the terms and conditions of the existing account. Please note, ISA transfers are not permitted.

Interest Rate (Gross p.a.*/AER** Variable)

Qualifying customer for:	Until 5 April 2010	From April 6 2010
6 months up to 2 years	Bank Rate‡ + 0.25%	Bank Rate‡
2 years up to 4 years	Bank Rate‡ + 0.35%	Bank Rate‡
4 years up to 6 years	Bank Rate‡ + 0.45%	Bank Rate‡
6 years up to 8 years	Bank Rate‡ + 0.55%	Bank Rate‡
8 years up to 10 years	Bank Rate‡ + 0.65%	Bank Rate‡
10 years and over	Bank Rate‡ + 0.75%	Bank Rate‡

Important information

*Gross p.a. - This is the contractual rate of interest. Interest on ISAs is tax free provided all account conditions are met. The tax position affecting your account is, of course, subject to changes in the law

**The AER (Annual Equivalent Rate) illustrates what the interest rate would be if it were paid and added each year. All savings products advertisements which quote interest rates should contain an AER so you will be able to compare more easily what return you can expect over time.

Terms and conditions of the account are variable under the investment conditions. This is a share account savings product with Derbyshire Building Society. This leaflet should be read together with the Account Terms and Tax Efficient ISA leaflets.

We are not obliged to open a savings account or to do so on the terms stated in any of our literature. We can refuse to allow new accounts to be opened or limit account opening to accounts with a higher minimum opening investment than normally applies. We may do this generally or in certain cases.

If you decide to open an account we will need identification and proof of your home address. Please see our 'Confirm Your Identity' leaflet for details.

Rates correct as at 1 April 2009 and are variable. Any change to interest rate guarantees will be subject to 30 days advance notice.

Derbyshire Building Society is a trading division of Nationwide Building Society. Head Office: Nationwide House, Pipers Way, Swindon Wiltshire, SN38 1NW. Nationwide subscribes to the Banking Code, copies of which are available on request.

All calls are recorded and may be monitored for service quality or security purposes to prevent or detect crime.

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