

Monthly Saver

(Issue 4)

Rates correct as at
5 July 2010

A flexible savings account allowing you to invest monthly and receive a great return

Save between £10 and £250 a month. Rates guaranteed to track Bank Rate until 31.07.12

Summary Box - Key Product Information for our Savings Accounts			
Account Name	Monthly Saver (Issue 4)		
Interest Rates (AERs)	Interest Rate (Gross p.a./AER†† Variable)		
	Rates Until 31.07.11	01.08.11 to 31.07.12	01.08.12 onwards
Standard Rate*	Bank Rate + 1.50% to give a current rate of 2.00%	Bank Rate + 1.50%	Variable
Conditional Bonus Rate**	Bank Rate + 3.50% to give a current rate of 4.00%	Not applicable	Not applicable
Tax Status	We normally pay interest net. We can pay interest gross if you can provide us with an appropriate completed R85 form which complies with H M Revenue and Customs regulations.		
Conditions for bonus payment	The bonus rate will be paid provided that no more than one monthly payment by standing order, cash or cheque (transfer and cheques from Derbyshire accounts not permitted) has been missed and no more than one withdrawal has been made until 31.07.11. After 31.07.11 there is no conditional bonus applicable. Even if you don't qualify for the bonus rate, you will receive interest at the standard rate.		
Withdrawal arrangements	1 withdrawal allowed until 31.07.11. Exceeding this will result in payment of standard interest rate, unlimited withdrawals allowed after 31.07.11.		
Access	By Branch only		

Rates correct at 5 July 2010 and are relative to a Bank Rate of 0.50%

Qualifying for the bonus rate

You will receive interest at the bonus rate on 31 July 2011 if you:

- Save from £10 to £250 each month and miss no more than one monthly payment between opening and 31 July 2011
- Don't make more than one withdrawal in that period.

You will qualify for the bonus rate on closure on or before 31 July 2011 if you:

- Have missed no more than one monthly payment in the period the account was open
- Haven't made more than one withdrawal in that period

Even if you don't qualify for the bonus rate, you will receive interest at the standard rate.

For example, if you save £100 a month for 12 months until 31 July 2011 into our Monthly Saver (Issue 4) and make no withdrawals, you would earn £25.98 gross interest on 31 July 2011 based on the current conditional bonus rate of 4.00% gross p.a./AER (variable).

*Until 31 July 2011 ("Year 1"), the standard rate is guaranteed to match Bank Rate, plus 1.50% Gross p.a./1.20% Net / 1.50% AER (variable). From 1 August 2011 until 31 July 2012 ("Year 2") the standard rate is guaranteed to match Bank Rate plus 1.50% Gross p.a./ 1.20% Net / 1.50% AER (variable)

**The conditional bonus rate is guaranteed to match Bank Rate plus 3.50% Gross p.a./ 2.80% Net / 3.50% AER (including conditional bonus) (variable).

From 1 August 2012 the rate of interest is not guaranteed and we can vary interest rates under our Investment Conditions.

Note: "Bank Rate" means the Bank of England's Official Bank Rate. If we need to vary the rate of interest after a change in Bank Rate in order to comply with the terms of the account, the variation in the rate will not apply immediately but will take effect within 30 days of the change in Bank Rate.

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Derbyshire
Building Society

Monthly Saver (Issue 4) Summary of Special Conditions	
Minimum balance	£10
Minimum monthly investment	£10
Maximum monthly investment	£250
Maximum balance	£1,000,000
When is interest paid?	Interest is paid on 31 July 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.
Minimum age of account holder	Seven
Can the account be opened in trust?	Yes
Can I hold the account in joint names?	Yes

Derbyshire Monthly Saver (Issue 4) Account Special Conditions

1 General

- 1.1 These Special Conditions apply to Derbyshire Monthly Saver Accounts.
- 1.2 The words shown in **dark** letters in this condition have the meanings shown after them and those meanings apply in these Special Conditions.
- 1.3 In these Special Conditions:
- the words "**we**", "**us**" and "**our**" refer to Nationwide Building Society trading as Derbyshire Building Society;
 - the words "**you**" and "**your**" refer to Derbyshire Monthly Saver Account holders;
 - "**account**" means Derbyshire Monthly Saver Account;
 - "**month**" means calendar month;
- 1.4 In these Special Conditions the singular includes the plural and vice versa, and duties of more than one person are joint and several duties (in other words, each person is fully responsible for carrying out the duties concerned).
- 1.5 **Our** Investment Conditions also apply to the **account** except where they are inconsistent with these Special Conditions, in which case these Special Conditions will apply.
- 1.6 **We** can vary the terms and conditions which apply to the account in accordance with **our** Investment Conditions.
- 1.7 These Special Conditions are governed by the laws of England and Wales.
- ### 2 Conditions for opening and operating an account
- 2.1 **We** have a general right to refuse to open an **account**. In particular, **we** will not -
- let **you** have more than one **account** at the same time (in addition to **any account** you may hold as trustee),
 - allow **accounts** to be held except by individuals either for their own benefit or as trustee for other individuals, and
 - allow more than two individuals to hold an account.
- 2.2 The basis of the **account** is that you make **monthly** payments into it in the period up until 31 July 2011
- 2.3 **You** can vary the amounts of your **monthly** payments but they must be at least £10 and not more than £250.
- 2.4 **You** can make a withdrawal by cash, cheque, CHAPS or by transfer to another Derbyshire Building Society **account**.
- 2.5 **You** can make a deposit by Cash, Cheque and Standing Orders only. No internal transfers or Derbyshire cheques are permitted.
- 2.6 **You** must open the **account** with a deposit of at least £10.00 and the balance of the **account** must not go below this amount.

†Gross means the contractual rate of interest payable before the deduction of income tax at the specified rate.

††AER stands for annual equivalent rate and illustrates what the interest rate would be if interest was paid and compounded once each year.

We normally pay interest Net. We can pay interest Gross if you can provide us with an appropriate completed R85 form which complies with H M Revenue & Customs regulations.

‡The Net rate is an illustrative rate only allowing for deduction of income tax assuming continuation of the current prescribed rate of 20%. (The tax position affecting our accounts is subject to changes in the law).

Terms and Conditions of the account are variable under the Investment Conditions. This is a share account savings product with Nationwide Building Society trading as Derbyshire Building Society. This leaflet should be read together with the Account Terms leaflet.

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 5 July 2010 and are variable

Derbyshire Building Society is a trading division of Nationwide Building Society which is authorised and regulated by the Financial Services Authority under registration number 106078. Credit facilities other than regulated mortgages are not regulated by the Financial Services Authority.

Head Office: Nationwide House, Pipers Way, Swindon, Wiltshire SN38 1NW.

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

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3 Interest

- 3.1 **We** will pay **you** interest due by adding it to your **account** on 31 July in each year and thereafter on the 31 July of each subsequent year or on closure of your **account**.
- 3.2 From the date **you** open **your account** until 31 July 2011 ("Year 1") the rate of interest **we** pay **you** will be either the standard rate or, if you qualify for it, the bonus rate:
- The bonus rate is guaranteed to match the published rate of the Bank of England (the "Base Rate") from time to time plus 3.50% Gross
 - The standard rate is guaranteed to match the published rate of the Bank of England (the "Base Rate") from time to time plus 1.50% Gross
- 3.3 When **you** open **your account**, **we** will tell **you** the standard rate and bonus rate which then apply.
- 3.4 **You** will qualify for the bonus rate if **your account** is open at the close of business 31 July 2011 and you have complied with the following:
- you** have made the qualifying payments under Special Conditions
- 2.2 and 2.3 in all or all but one of the **months** during which **your account** was open, and
- during this same period **you** have not made more than one withdrawal.
- 3.5 From 1 August 2011 until 31 July 2012 ("Year 2") the rate of interest is guaranteed to match the Base Rate plus 1.50% Gross
- 3.6 From 1 August 2012 the rate of interest is variable and no longer linked to the published rate of the Bank of England. **We** can vary interest rate as set out in **our** Investment Conditions 22.1 to 22.4 inclusive.

4 Account Closure

- 4.2 **You** can close your account before 31 July 2011 and (subject to special condition 4.3 below) **you** will qualify for interest at the bonus rate up to the date of closure of **your account** if **you** have, during the **account** year up to the date of closure, complied with the following:
- made no more than 1 withdrawal, and
 - made the qualifying payments under Special Condition 2.3 in all or all but one of the **months** during which **your account** was open.
- 4.3 Where the **account** is closed within three months of **your** death or (in the case of a joint account) the death of one of **you**, **we** will pay interest at the bonus rate for the **account** year up to the date of death if Special Conditions 3.4 a and b were complied with in the **account** year up to the date of death.
- 4.4 When **your account** is closed, **you** will no longer be a member of Nationwide Building Society in respect of that **account**.