

# Your Overdraft Charges

Help for what matters

 Ulster Bank

# Important information about your overdraft

By using an overdraft you are creating a borrowing facility that you are responsible for repaying.

If you do not repay what is owed this could have a negative impact on your credit profile, which most lenders use to assess whether to lend or not.

An overdraft is most suitable for short-term borrowing or emergencies.

## **There are two types of overdrafts:**

An arranged overdraft is a facility you agree up front that allows you to spend more than you have in your account up to a certain limit. An unarranged overdraft is when you spend more than you have in your account or exceed your current arranged limit without agreeing it with us up front.

We charge interest on both types of overdraft. Going in to an unarranged overdraft limit can lead to payments being rejected.

To find out if you are eligible for an arranged overdraft and how much this would cost, you can use our cost calculator and eligibility tool which can be found on our website.

You can reduce or remove your overdraft at any time; online or over the phone.

If you are reducing your limit, your overdraft balance must be within the new limit requested.

If you are removing your overdraft limit you must have repaid your whole balance.

## Alerts about your account

If we hold a UK mobile phone number, you'll be registered for alerts to help you manage your overdraft and to avoid unarranged overdraft charges or payments being declined. We'll text you if it looks like you're about to go into or if you're in your arranged overdraft. We'll also text you if you're in an unarranged overdraft or if there's not enough money in your account to make a payment you've set up. If we can't text in advance, we'll send one the next day.

You can make changes to how you get these alerts (including receiving them by email) and set up other helpful alerts on the 'Alerts' page in Anytime Internet Banking, via the mobile app, at branch or by calling us.

# Arranged overdraft interest

Arranged overdraft interest is calculated on the daily overdrawn balance (including arranged overdraft interest) on your account.

Account	Interest free buffer	Nominal Monthly Rate %	Nominal Annual Rate %	Effective Annual Rate %
<b>Student</b>	–	0.00	0.00	0.00
<b>Graduate</b>	£1,500	2.81	33.75	39.49
<b>Select ufirstgold</b>	£0	2.81	33.75	39.49
<b>Current</b>	£0	Please refer to your overdraft confirmation letter		
<b>Private Current ufirst Private</b>	£0	1.50	17.94	19.49

## How much does my overdraft cost in pounds and pence?

As an example, the interest cost of using a £500 arranged overdraft is:

Account	Interest Cost		
	7 days	30 days	60 days
<b>Select ufirstgold</b>	£3.24	£13.87	£28.13
<b>Current</b>	Variable	Variable	Variable
<b>Private Current ufirst Private</b>	£1.72	£7.37	£14.85

The above table is a specific illustrative example representing the interest cost of using a £500 arranged overdraft over periods of 7, 30 and 60 days. You can use our overdraft cost calculator online to work out how much your anticipated overdraft borrowing would cost over different periods of time.

## When do you pay arranged overdraft interest if you have an interest free buffer?

If you go overdrawn by more than the interest free buffers set out above, you'll pay arranged overdraft interest on the whole arranged overdraft balance that exceeds the buffer at the rates shown above.

# Unarranged Overdraft Interest

Remember, if you go over (or you try to go over) your arranged overdraft limit, you may incur additional charges.

Unarranged overdraft interest is calculated on the daily overdraft balance (including overdraft interest) on your account.

We don't charge unarranged overdraft interest on any part of an unarranged overdraft balance which represents an Unpaid Transaction Fee.

Any unarranged overdraft created on your account will be charged at the following rate:

Account	Nominal Monthly Rate %	Nominal Annual Rate %	Effective Annual Rate %	Maximum Monthly Charge
Graduate Adapt Student Foundation Current	0.00	0.00	0.00	£0.00
Select ufirstgold	2.81	33.75	39.49	£17.25
Private Current ufirst Private	1.50	17.94	19.49	

## Unpaid Transaction Fees

Fee	When could it be charged?	Amount	Maximum
Unpaid Transaction Fee	If you instruct a payment that would create an unarranged overdraft and we decide not to make the payment	<b>£2.15</b>	1 fee per charging period (£2.15)

Unpaid Transaction Fees may be charged on all accounts, except Adapt and Foundation, which won't be charged this fee.

The **monthly cap on unarranged overdraft charges** is £19.40.

Further details can be found in Your Current Account Terms which are available in branch or online at [www.ulsterbank.co.uk](http://www.ulsterbank.co.uk)

# Definitions:

Your **charging period** runs month to month, usually from the date you opened your account. For example, if you opened your account on 15 August, your charging period will run from the 15th of each month to the 14th of the next month.

An EAR **Effective Annual Rate** shows the actual yearly cost of overdraft interest because it takes into account that we charge interest monthly. This means that you'll pay interest on any interest that has been added to your overdraft balance in the previous monthly charging period. It doesn't take account of any additional fees we may charge (for example, the Unpaid Transaction Fee).

The **Nominal Annual Rate** is the annual rate of interest you'll pay for your overdraft, (it doesn't take into account that you'll pay interest on any interest that has been added to your overdraft balance in the previous month).

An **unarranged overdraft** is an overdrawn balance on your account which you didn't arrange with us in advance.

To find out more:

Call into your local branch

0345 603 3738

[www.ulsterbank.co.uk](http://www.ulsterbank.co.uk)

**Braille, large print and audio**

This brochure is also available in Braille, large print, audio tape or on disk.

Please contact your local branch for details or Relay UK 18001 0800 015 4422.

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 **Ulster Bank**

Ulster Bank, a business name of National Westminster Bank Plc ("NatWest"), registered in England and Wales (Registered Number 929027).  
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Authority and the Prudential Regulation Authority. NatWest is entered on the Financial Services Register (Registration Number 121878).  
Calls may be recorded.

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