

# Interest FAQs - Business Banking


DES-2893\_0623

Effective Date: 28 June 2023

The current interest rates that apply to your account can be found at [newcastlepermanent.com.au/rates](http://newcastlepermanent.com.au/rates) or upon request.

Interest type	Standard	Bonus	Tiered	Strata	Variable	Fixed
	Interest that is earned each day that you have a positive closing balance.	Interest that is earned if eligibility requirements are met.	A single interest rate applies to the entire daily closing balance. The interest rate depends on your daily account balance.	Different rates of interest apply to the different portions of an account's daily closing balance.	The interest rate can change at any point in time without notice.	The interest rate is fixed for a set period of time.
Business Cash Management	✓	✗	✓	✗	✓	✗
Business Cheque	✓	✗	✓	✗	✓	✗
Club	✓	✗	✓	✗	✓	✗
Real Estate Trust	✓	✗	✗	✗	✓	✗
Solicitor's Trust	✓	✗	✗	✗	✓	✗
Term Deposit	✓	✗	✗	✗	✗	✓

Account Type	How we calculate interest	When interest is paid	Notes on interest
Business Cash Management	Annual rate divided by 365 on the daily closing balance	<b>Monthly</b> , on the last day of each calendar month, or on account closure.	<ul style="list-style-type: none"> <li>Interest is credited to your account or to any at-call deposit account held with us and nominated by you on the last business day of every month.</li> <li>There are no interest earning requirements.</li> </ul>
Business Cheque	Annual rate divided by 365 on the daily closing balance	<b>Quarterly</b> , on last business day of every 3 months, or on account closure.	<ul style="list-style-type: none"> <li>Interest is credited to your account quarterly on the last business day of every June, September, December, and March.</li> <li>There are no interest earning requirements.</li> </ul>
Club	Annual rate divided by 365 on the daily closing balance	<b>Quarterly</b> , on last business day of every 3 months, or on account closure.	<ul style="list-style-type: none"> <li>Interest is credited to your account quarterly on the last business day of every June, September, December, and March.</li> <li>There are no interest earning requirements.</li> </ul>
Real Estate Trust	Annual rate divided by 365 on the daily closing balance	<b>Monthly</b> , on the last day of each calendar month, or on account closure.	<ul style="list-style-type: none"> <li>No interest is credited to your account. However, interest earned on your account is paid to the Office of Fair Trading, after the close of business at the end of the month.</li> <li>There are no interest earning requirements.</li> </ul>
Solicitor's Trust	Annual rate divided by 365 on the daily closing balance	<b>Monthly</b> , on the last day of each calendar month, or on account closure.	<ul style="list-style-type: none"> <li>No interest is credited to your account. However, interest earned on your account is paid to the New South Wales Law Society, after the close of business at the end of the month.</li> <li>There are no interest earning requirements.</li> </ul>
Term Deposit	Annual rate divided by 365 on the daily closing balance	<b>Maturity</b> , at the end of the term. <b>Monthly</b> , each month. <b>Quarterly</b> , every 3 months. <b>Half yearly</b> , every 6 months <b>Annually</b> , every 12 months.	<ul style="list-style-type: none"> <li>Interest can be credited to the Term Deposit or into another eligible account depending on the interest frequency selection.</li> <li>Interest is fixed for the term that is selected at the time of account opening (for a new account) or as at the date of maturity (for a reinvestment).</li> <li>If funds are withdrawn from the Term Deposit before the maturity date or outside the withdrawal period, the account will receive the early withdrawal rate and the account will be closed. *</li> <li>The early withdrawal rate can be found on our Interest Rate page <a href="http://newcastlepermanent.com.au/rates">newcastlepermanent.com.au/rates</a></li> </ul>

 **\*WARNING:** If you break a Term Deposit prior to the maturity date, the early withdrawal rate that applies could mean a significant reduction in interest or require a repayment of interest back.

## Examples of how we pay interest:

Real Estate and Solicitor's Trust	Business Cheque and Club	Business Cash Management	Term Deposit																																															
<p>For a Real Estate and Solicitor's Trust account you will receive Standard (base) interest on your account if you have a positive balance.</p> <p>Interest earned on the Real Estate Trust account will be paid to the Office of Fair Trading and interest earned on the Solicitor's Trust account will be paid to the New South Wales Law Society.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="background-color: #008080; color: white;">Annual Standard Interest Rate</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">÷</td> </tr> <tr> <td style="text-align: center;">365</td> </tr> <tr> <td style="text-align: center;">X</td> </tr> <tr> <td style="text-align: center;">Daily closing balance</td> </tr> </tbody> </table>	Annual Standard Interest Rate	÷	365	X	Daily closing balance	<p>Business Cheque and Club accounts apply a tiered interest structure. If you have \$5,000 in your account, the following will apply:</p> <p><b>U% p.a.</b> would apply to the first \$1,999.99;</p> <p>and</p> <p><b>V% p.a.</b> would apply to the additional \$3000.01. Paid Quarterly.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="background-color: #008080; color: white;">Balance</th> <th style="background-color: #008080; color: white;">Interest Rate</th> </tr> </thead> <tbody> <tr> <td>Up to \$1,999.99</td> <td>U% p.a.</td> </tr> <tr> <td>\$2,000 – \$9,999.99</td> <td>V% p.a.</td> </tr> <tr> <td>\$10,000 – \$19,999.99</td> <td>W% p.a.</td> </tr> <tr> <td>\$20,000 – \$49,999.99</td> <td>X% p.a.</td> </tr> <tr> <td>\$50,000 – \$99,999.99</td> <td>Y% p.a.</td> </tr> <tr> <td>\$100,000 plus</td> <td>Z% p.a.</td> </tr> </tbody> </table>	Balance	Interest Rate	Up to \$1,999.99	U% p.a.	\$2,000 – \$9,999.99	V% p.a.	\$10,000 – \$19,999.99	W% p.a.	\$20,000 – \$49,999.99	X% p.a.	\$50,000 – \$99,999.99	Y% p.a.	\$100,000 plus	Z% p.a.	<p>The Business Cash Management account applies a tiered interest structure. If you have \$15,000 in your account, the following will apply:</p> <p><b>S% p.a.</b> would apply to the first \$9,999.99;</p> <p>and</p> <p><b>T% p.a.</b> would apply to the additional \$5000.01. Paid Monthly.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="background-color: #008080; color: white;">Balance</th> <th style="background-color: #008080; color: white;">Interest Rate</th> </tr> </thead> <tbody> <tr> <td>Up to \$9,999.99</td> <td>S% p.a.</td> </tr> <tr> <td>\$10,000 – \$19,999.99</td> <td>T% p.a.</td> </tr> <tr> <td>\$20,000 – \$49,999.99</td> <td>U% p.a.</td> </tr> <tr> <td>\$50,000 – \$99,999.99</td> <td>V% p.a.</td> </tr> <tr> <td>\$100,000 – \$249,999.99</td> <td>W% p.a.</td> </tr> <tr> <td>\$250,000 – \$499,999.99</td> <td>X% p.a.</td> </tr> <tr> <td>\$500,000 – \$999,999.99</td> <td>Y% p.a.</td> </tr> <tr> <td>\$1,000,000 plus</td> <td>Z% p.a.</td> </tr> </tbody> </table>	Balance	Interest Rate	Up to \$9,999.99	S% p.a.	\$10,000 – \$19,999.99	T% p.a.	\$20,000 – \$49,999.99	U% p.a.	\$50,000 – \$99,999.99	V% p.a.	\$100,000 – \$249,999.99	W% p.a.	\$250,000 – \$499,999.99	X% p.a.	\$500,000 – \$999,999.99	Y% p.a.	\$1,000,000 plus	Z% p.a.	<p>If you have a minimum of \$1,000, you can open a term deposit with a fixed rate, determined by the length of time secured.</p> <p>If you make an additional deposit during the renewal period, interest will be calculated on the new balance, payable on the next maturity date.</p> <p>If the payment date falls on a day where there is no such date in the current month (for example 29th, 30th, or 31st) the payment will be made on the next business day.</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="background-color: #008080; color: white;">Terms</th> <th style="background-color: #008080; color: white;">Interest Payment Options</th> </tr> </thead> <tbody> <tr> <td>21 – 75 days</td> <td>At maturity only</td> </tr> <tr> <td>76 – 345 days</td> <td>Monthly or at maturity</td> </tr> <tr> <td>346 – 385 days</td> <td>Monthly, quarterly, half yearly or at maturity</td> </tr> <tr> <td>1 – 5 years</td> <td>Monthly, quarterly, half yearly or annually</td> </tr> </tbody> </table>	Terms	Interest Payment Options	21 – 75 days	At maturity only	76 – 345 days	Monthly or at maturity	346 – 385 days	Monthly, quarterly, half yearly or at maturity	1 – 5 years	Monthly, quarterly, half yearly or annually
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- i** – If an account is closed mid-month, interest earning requirements will be checked and interest will be paid if eligibility criteria was met.
- We may change any interest rates, and any other feature of how we calculate and pay interest from time to time. If we do so, we will notify you in writing or by newspaper advertisement on or before the date of a change.
  - We will pay interest from your Business Cash Management Account, Business Cheque Account or Club Account to any other at-call deposit account held with us and nominated by you if requested.
  - The interest rate for the Solicitor's Trust account is negotiated between Newcastle Permanent and the New South Wales Law Society.
  - Unless you have an overdraft facility, you must not allow your account to become overdrawn. If your account becomes overdrawn: (a) we may debit the overdrawn amount to your account; (b) we will charge you an overdraw fee; (c) we will charge you interest on the overdrawn amount at the rate specified in the Business Accounts Interest Rates Schedule on a daily basis and debit it to your account on a monthly basis until the overdrawn amount is repaid.

Account terms, conditions, fees and charges apply. This information has been prepared without taking into account your objectives, financial situation or needs. Therefore, before acting on this information, you should consider its appropriateness having regard to these matters and the product Terms and Conditions, available on request from any branch, [newcastlepermanent.com.au](http://newcastlepermanent.com.au), or by calling 13 19 87. Newcastle Permanent, part of Newcastle Greater Mutual Group Ltd ACN 087 651 992, Australian Financial Services Licence/Australian credit licence 238273.