

M&S BANK

M&S CURRENT ACCOUNT

Update to overdrafts

Important changes to our overdraft service from 1 July 2017

Our overdraft service is a short-term way to borrow money on your current account and can help in months where there are extra expenses and unplanned events; for example, if you receive a higher than expected bill and need a bit longer to repay it. Our overdrafts are subject to status.

What's changing?

From 1 July 2017 we've changed the way that we calculate overdraft interest. We'll no longer charge overdraft interest on any amount above your arranged overdraft limit or, if you do not have an arranged overdraft, on any debit balance.

If you have an arranged overdraft, overdraft interest will be calculated daily on the cleared debit balance of your account over £100 and up to your arranged overdraft limit. Please note, the interest-free entitlement is not available on Additional Accounts (an Additional Account means an additional M&S current account which you can open when you already have an M&S current account). Overdraft interest is charged at **15.9% EAR variable** on all balances above £100.

Representative example (assumed overdraft £1,200): 0% EAR variable on the first £100 and 15.9% EAR on the rest.

Overdraft interest is charged monthly during your charging cycle and is deducted from your account following the end of your charging cycle. Overdrafts are repayable on demand.

What is a buffer?

Whether you have chosen to have an arranged overdraft or not, your account comes with a £50 buffer. This means that we will pay any items that take you up to any arranged overdraft limit plus your buffer, but not normally beyond it. This is intended to act as a short-term safety net and should you use it we may contact you as the buffer is repayable immediately.

What other charges apply to the overdraft and buffer?

Overdraft interest applies as set out above but there are no fees applicable to our overdraft or buffer.

It's free to set up or increase an existing overdraft limit

If you decide you would like an overdraft, or would like to increase your limit, we would be happy to consider your request – subject to status. Please contact us on 0345 900 0900. Lines are open 24 hours a day, 7 days a week. Calls may be recorded.