

## TO ALL BHF FINANCE DEPOSITORS

In line with market conditions we have revised our Deposit Rates of Interest as shown below. You can be reassured that the new rates will be amongst the most competitive available.

<b>EFFECTIVE: 1 NOVEMBER 2008</b>	<b>Gross Rate %</b>		<b>Net Rate %</b>		<b>AER %</b>	
	<b>New</b>	<b>Previous</b>	<b>New</b>	<b>Previous</b>	<b>New</b>	<b>Previous</b>
<b>Under £20,000</b>						
3 months notice	3.95	4.20	3.16	3.36	3.98	4.24
1 months notice	2.95	3.20	2.36	2.56	2.97	3.22
Demand (Prepayments)	2.95	3.20	2.36	2.56	2.97	3.22
<b>£20,000 not exceeding £50,000</b>						
3 months notice	4.05	4.30	3.24	3.44	4.08	4.34
1 months notice	3.05	3.30	2.44	2.64	3.07	3.32
On Demand (Prepayments)	3.05	3.30	2.44	2.64	3.07	3.32
<b>£50,000 not exceeding £100,000</b>						
3 months notice	4.15	4.40	3.32	3.52	4.18	4.44
1 months notice	3.15	3.40	2.52	2.72	3.17	3.42
On Demand (Prepayments)	3.15	3.40	2.52	2.72	3.17	3.42
<b>£100,000 not exceeding £200,000</b>						
3 months notice	4.25	4.50	3.40	3.60	4.30	4.55
1 months notice	3.25	3.50	2.60	2.80	3.28	3.53
On Demand (Prepayments)	3.25	3.50	2.60	2.80	3.28	3.53
<b>£200,000 and above</b>						
3 months notice	4.50	4.75	3.60	3.80	4.55	4.81
1 months notice	3.50	3.75	2.80	3.00	3.53	3.78
On Demand (Prepayments)	3.50	3.75	2.80	3.00	3.53	3.78
<b>ISA Accounts</b>	5.00	5.25	TAX FREE		5.06	5.32

- Interest will normally be Paid/Credited at the Net Rate after deduction of Income Tax except for individual Depositors who have registered that they are entitled to receive Interest Gross. The deduction for Income Tax is at the rate of 20%, which is reflected in the figures above. Limited Companies who have provided a copy of their Certificate of Incorporation may also receive interest gross.
- Annual Equivalent Rate (AER) is applicable when 1/2 yearly Interest remains invested.
- Interest is Paid or Credited at 31 March and 30 September.
- The on demand account is only available in conjunction with BHF Clearing.
- Deposits with the Hardware Federation Finance Co Ltd are covered by the Financial Services Compensation Scheme established under the Financial Services and Markets Act (2000). Payments under the scheme are limited to a maximum payment to any one depositor of £50,000. Further details are available on request.

**J R Collins**  
Director



BHF Finance, 225 Bristol Road, Edgbaston, Birmingham, B5 7UB  
**T: 0121 446 6688** F: 0121 446 5215  
 E: enquiry@bhf-finance.co.uk W: www.bhf-finance.co.uk