

Coronavirus Business Interruption Loan Scheme (CBILS) Overdrafts

Key Facts Document



This document supplements the Santander Business Banking Current Account Key Facts Documents and specifically covers the Coronavirus Business Interruption Loan Scheme (CBIL Scheme) requirements, and forms part of your agreement with Santander in relation to your Overdraft.

Effective from 10 November 2021.

What is the CBIL Scheme?

The Coronavirus Business Interruption Loan Scheme (CBIL Scheme) is to support small and medium sized businesses by providing access to a source of alternative finance if you are impacted by the coronavirus outbreak.

At Santander we understand that it's important to have the flexibility to cope with changes to your day to day cash flows if you're impacted by the coronavirus outbreak. We're committed to helping our customers through uncertain and disruptive times, so we're supporting businesses with simple banking needs by providing overdrafts from £1,000 to £25,000.

Please be aware that this is a UK Government backed guarantee scheme, which may allow you to borrow money in these circumstances. However, your business will always remain responsible for repayments of the whole (i.e. 100%) of the debt.

Is my business eligible?

To be considered eligible your business must:

- be UK based in its business activity, with annual turnover of no more than £45m;
- have a borrowing proposal which, were it not for the current coronavirus pandemic, would be considered viable by Santander, and for which Santander believes the provision of finance should enable the business to trade out of any short-to-medium term difficulty.

Please visit santander.co.uk/business for full details.

Please note:

The following trades and organisations are not eligible to apply:

- banks, building societies, insurers and reinsurers (but not insurance brokers);
- the public sector including (state funded) primary and secondary schools.

By asking us to consider your CBIL Scheme eligibility, you're confirming that your cash flow has been impacted by the coronavirus outbreak and you believe that, if you are approved for the facility you've applied for, it would ensure you should remain in the business for the short to medium term.

Your CBILS Overdraft

Should you be eligible and accepted for a CBIL Scheme product the UK Government will pay on your behalf:

- any arrangement fees on your product with us in the first 12 months;
- any interest for the initial 12 months.

Overdrafts depend on your circumstances and you must repay any overdraft when we ask, in line with our General Terms and Conditions which can be found on our website santander.co.uk/business

Your Overdraft

Santander's ability to provide you with the Overdraft is dependent upon Santander receiving a guarantee from the UK Government under CBIL Scheme. The guarantee provides Santander with a partial guarantee, should you fail to repay the Overdraft following a demand by Santander.

You'll also be offered a Business Interruption Payment by the UK Government to cover payments of interest and other fees associated with the granting and maintenance of this Overdraft for a period of 12 months from the date on which the Overdraft is activated. By accepting these terms, you confirm that you are comfortable offsetting these amounts in order to enable you to benefit from the Business Interruption Payment.

Your Overdraft documentation will state that fees are payable, but in practice the Business Interruption Payment will be made directly by the UK Government to Santander for your benefit, and Santander will send a written statement to you setting out the total amount of the Business Interruption Payment which you have received.

	Overdraft interest rates and fees		
Description	11213 Business Current Account	Business Current Account	Business Everyday Current Account
Arranged Overdraft Annual Fee	1% of agreed overdraft (minimum fee £50)	1% of agreed overdraft (minimum fee £50)	1% of agreed overdraft (minimum fee £50)
Arranged Overdraft interest rate	10.00% EAR (variable)	10.00% EAR (variable)	25.00% EAR (variable)

EAR stands for Effective Annual Rate and represents the yearly cost of an overdraft, which takes account of how often we charge interest to the account and does not include any other fees or charges

The Annual Arranged Overdraft Fee is 1% of the agreed overdraft limit (minimum fee £50). We'll get back in touch nearing the end of the 12 months and inform you of next steps and confirm overdraft pricing thereafter.

All other fees and charges are as per detailed in your product specific Key Facts Document. Please note that your monthly billing period and statement date may change. Where we have indicated that a fee or charge will be pre-notified and deducted on a monthly basis, you'll continue to receive a pre-notification of charges each month.

Additional facts about the CBIL Scheme

- If you are offered a CBIL Scheme Overdraft, you will receive a Business Interruption Payment Letter prior to the activation of the Overdraft. You must sign and return the Business Interruption Payment Letter in order to benefit from the Business Interruption Payment.
- The Business Interruption Payment does not apply to default interest or extraordinary fees, only the standard fees detailed in the tables above.
- Attached to this Key Facts Document is a copy of the Borrower Side Letter from the Secretary of State for Business, Energy and Industrial Strategy providing further information and confirming that no guarantee fee is payable by you to the UK Government in respect of this Loan.
- Overdrafts provided under the CBIL Scheme must be used within six months of the date on which they are activated, otherwise the rules of the CBIL Scheme mean we may have to remove it.
- The provision by the Secretary of State of this support does not imply any endorsement or warranty of Santander from the Secretary of State or the UK Government.

Next steps

For more information visit: santander.co.uk/business

Please note that applications are subject to status and the right to decline any application is reserved.