

Announcement from the Financial Services Authority

Urgent and Important

Dated : 'Month 40'

Subject - New law about Fee Pricing Strategy.

It has come to our attention that some banks are charging customers excessive levels of fees. Following a number of press articles about general public concerns, the Financial Services Authority is keen to ensure the lending sector's reputation, and has therefore issued a new ruling about Fee Pricing strategies.

Going forward, any bank that sets Fees higher than the Maximums detailed below will result in the Credit Risk team being dismissed.

Thank you.

<u>Portfolio</u>	<u>Fee</u>	<u>Maximum Value</u>
Credit Cards	Purchasing to take Balance over Credit Limit	£20
	Going into Arrears	£20
Personal Loans	Going into Arrears	£15
Current Accounts	Purchasing to take Balance above Credit Limit	£15
	Monthly Interest Rate on Overdrawn Balances	1%
	Monthly Interest Rate on Balances above Overdraft Limit	2%