

Savings & Current Account

Terms & Conditions

These Conditions apply from 30 June 2020

These Conditions apply to all Cumberland savings and current accounts and explain the way in which your account works. They should be read in conjunction with the conditions which relate to each specific product, which are contained in the appropriate account leaflet, copies of which are available at any of the Society's branches or online by going to our website www.cumberland.co.uk. If a specific condition in the appropriate account leaflet differs from these Conditions, that specific condition will apply.

New investing members from November 1998 are required to sign an agreement to assign the right to any potential windfall benefits from conversion to the Society's Charitable Foundation, full details of which are set out in the relevant application form.

Details of current interest rates and charges for account services and our Cumberland Card Terms and Conditions can be obtained from our website www.cumberland.co.uk or by telephoning our Customer Service Department on (01228) 403141 between 8.00 am and 8.00 pm Monday to Friday, between 8.30 am and 4.00 pm Saturdays and between 10.00 am and 4.00 pm Sundays, or by calling personally or telephoning any Cumberland branch.

1. Meaning of words and expressions used in these terms and conditions.

In these Conditions the words in bold below have the following meanings:

account	your Cumberland savings or current account. We may at any time change the name of the account or the range or name of the services we offer or you have access to in accordance with these Conditions and any other terms and conditions agreed relating to your account or services on it and these Conditions will continue to apply
account leaflet	a leaflet providing a summary of the main features and conditions for the account you have opened or wish to open. The features and conditions set out in the account leaflet may vary these Conditions
Allowing a payment despite lack of funds	We allow a payment to be made from your account although there is not enough money in it (or it would take you past your arranged overdraft limit)
App	our Cumberland Mobile Banking App for mobile devices which use the Android or iOS (used by Apple devices) operating systems and which are capable of running Android 5.0 and above and iOS 10 and above
Arranged overdraft	We provide and you agree in advance that you may borrow money when there is no money left in your account. The agreement determines a maximum amount that can be borrowed, and whether fees and interest will be charged to you.
available balance	the balance on your account (excluding any arranged overdraft) which is available for withdrawal, taking into account any debit card payments that have been authorised on your account and allowing for the time it takes for any cheque paid into your account to reach the stage that it is available for withdrawal
Bacs	(Banks automated clearing system) a system for sending money electronically between banks
bank working day	any day which is not an English bank holiday or a Saturday or Sunday
Cancelling a cheque card	You ask us to cancel a cheque that you have written any debit card issued by us which allows you to withdraw or deposit money, or obtain account information through a cash machine, or pay for goods and services. Cards are governed by our separate Cumberland Card Terms & Conditions (see above for how to obtain a copy)
Cash withdrawal in pounds in the UK	You take cash out of your account in pounds at a cash machine, bank or Post Office in the UK
Cash withdrawal in foreign currency outside the UK	You take cash out of your account in foreign currency at a cash machine or, where available, at a bank outside the UK
CHAPS	(Clearing House Automated Payments System) a computer system which allows payments to be made electronically, going from the paying bank to the receiving bank on the same day
Cumberland Internet Banking service	our online banking service enabling you to view and/or make transactions on your account(s) via the internet using a PC or mobile device

Debit card payment in pounds	you use your debit card to make a payment in pounds. This can be in a shop, online or over the phone
Debit card payment in a foreign currency	you use your debit card to make a payment in foreign currency. This can be in a shop, online or over the phone
deposit account	an account where the holders do not have membership and voting rights
direct debit	you permit someone else (recipient) to instruct us to transfer money from your account to that recipient. We then transfer money to the recipient on a date or dates agreed by you and the recipient. The amount may vary.
electronic payments	payments by standing order, Bacs, CHAPS, Faster Payments, direct debits, internal transfers, overseas payments, bank transfers from overseas and mobile payments (not all outgoing electronic payments are available on all accounts)
Faster Payments	payments made electronically between financial institutions using the Faster Payments Service, which has a monetary limit per transaction and per day
Faster Payment Service	the service presently operated by Faster Payments Scheme Limited that processes mobile, internet, telephone and standing order payments
internal transfer	an instruction from you to us to pay an amount of money, either regularly, or as a one-off payment, to another account held with us. Savings accounts which are not payment accounts permit transfers to accounts in your own name only.
Maintaining the account	we operate the account for use by you
overseas payment	an instruction from you to us to send funds overseas electronically including Sending money outside the UK
passbook	a book or card that may be issued by us to you to provide you with a record of transactions made on the account
Pay2Mobile™	our service, which is part of Paym, enabling you to make payments using your mobile device or receive payments using the Cumberland Internet Banking service. Business customers are only able to use Pay2Mobile™ and Paym to receive payments
Paym	the mobile payments network operated by the Mobile Payments Service Company Limited
payment account	an account that we deem is used for day to day access and allows electronic payments
payment services	services we provide to enable you to deposit, transfer or withdraw funds, such as cash, electronic payments, cards and internet banking access
Receiving money from outside the UK	when money is sent to your account from an account outside the UK
Refusing a payment due to lack of funds	we refuse a payment from your account because there is not enough money in it (or it would take you past your arranged overdraft limit)
the rules	our Rules as varied from time to time
third party provider	someone other than yourself who can access your account
Sending money outside the UK	we transfer money, on your instructions, from your account to another account outside the UK
Sending money within the UK	we transfer money, on your instructions, from your account to another account in the UK
share account	an account where the holders are individuals (or corporate bodies if opened before 1 October 1998) who are members of the Society any day which is not an English bank holiday or a Sunday
Society working day	
standing order	we make regular transfers, on your instructions, of a fixed amount of money from your account to another account.
transaction	a transaction is made when we carry out your instructions to pay money out of or into the account. A transaction is completed once we have carried out your instructions. Examples of the most common transactions are cash and cheque withdrawals, cash and cheque deposits, standing orders, direct debits, Faster Payments, transfers to and from other accounts with us, mobile payments and transactions made with cards

Unarranged overdraft you borrow money when there is no money left in your account (or when you have gone past your arranged overdraft limit) and this has not been agreed with us in advance.

we, us, the Society and our you Cumberland Building Society and any successors and assigns you, or in the case of a joint account, any of you named on the account

2. Membership

2.1 We offer share and deposit accounts. Holders of share accounts will become members of the Society (if they are not already members) and will be entitled to attend and vote at its general meetings if they are the sole or the first-named account holder. They are also bound by our rules. Holders of deposit accounts do not become members of the Society or have voting rights, but will be bound by the rules insofar as they apply to depositors. However, these Conditions and any specific conditions which apply to your account will apply where they are inconsistent with the rules.

2.2 A club, association, partnership or similar unincorporated body cannot be a member of the Society. Only persons nominated to operate a share account on behalf of the club, association, partnership or similar unincorporated body can be members of the Society. If you operate a share account for a club, association, partnership or similar unincorporated body, only the first-named person (representative joint shareholder) will be entitled to receive notices and communications from the Society and exercise membership and voting rights.

2.3 Persons nominated to operate a deposit account on behalf of a club, association, partnership or similar unincorporated body, or a corporate body, do not have membership rights in connection with that account.

3. Opening an account

3.1 Subject to Condition 3.4, a share account can be opened by individuals on their own or jointly with another person or persons, and on their own behalf or on trust for other individuals. A deposit account may be opened by a corporate body such as a limited company, by solicitors investing in their own name on behalf of clients, or by individuals investing as trustees for other groups of people, such as clubs or similar organisations. Some accounts are restricted to individuals. For further details see the account leaflet.

3.2 We are required by law to ask you to provide some suitable means of identification, such as a passport or full UK driving licence and separate proof of where you live, such as a recent paid gas, electricity or similar bill. We may also ask for other identification to be produced. We may waive this requirement if you already have an account with us.

3.3 If we receive money without satisfactory evidence of identity, the money will be returned.

3.4 If you are opening an account for a charity, club, association or corporate body, you will be required to produce a copy of the resolution authorising the opening of the account and the authority to operate it. You will also have to provide us where appropriate with a copy of the constitution, rules, certificate of incorporation or similar document. The people authorised to operate the account may also have to produce suitable means of identification as provided for in Condition 3.2.

3.5 The maximum balance in any one account is £500,000 (£1,000,000 for joint accounts), but may be amended by us at any time. Some types of account may have a lower limit, which is shown in the relevant account leaflet.

3.6 We may refuse to open an account without giving any reason.

3.7 You should not use rooted or jailbroken devices (i.e. a handset or other unit which has had its default operating system restrictions removed) to open or operate an account with us and we shall have no liability to you for losses arising as a result of your doing so.

4. Your right to cancel

4.1 If after opening an account you find that you are not happy about your choice of current or savings account (except for a non-ISA fixed rate account) you may cancel it by notifying us in writing at Cumberland House, Cooper Way, Parkhouse, Carlisle, Cumbria CA3 0JF or by another durable medium (including by fax: 01228 403144) within 14 days of the later of:

- the day the account is opened or your first deposit made; or
- the day you receive your Cumberland Savings and Current Account Terms and Conditions leaflet.

We will then help you switch to another of our accounts or we will give you all your money back with any interest you have earned. The interest we pay to you in these circumstances may be calculated at the rate advertised at that time for our Instant Savings account. If your account has been overdrawn you will be required to repay any debit interest owed before the account can be closed. We will however ignore any notice period and any extra charges. If you do not exercise your right to cancel during this period, you will be bound by these Terms and Conditions, the specific conditions applicable to the account and any applicable notice period or penalty to be applied on closure.

5. Joint accounts

If more than one of you have opened an account, the following conditions apply:

- 5.1 Only the account holder whose name appears first in our records will be entitled to receive all letters, notices and statements relating to the account and, for account holders aged 18 or over in the case of share accounts, to membership rights (such as attending and voting at meetings of the Society). This is subject to any rights given to other joint account holders under any Act of Parliament. (If requested, we will send statements to each party to a joint account at different addresses without additional charge).
- 5.2 You may choose whose name appears first on the account by telling us in writing when you open the account. Any request to change whose name appears first on the account must be signed by all of you and will be effective when our records are actually changed.
- 5.3 Each one of you is responsible for complying with these Conditions and all the obligations of account holders. If one of you fails to do so, we can take action against either or all of you to enforce any obligations you owe us in relation to your account.
- 5.4 Subject to Condition 5.5, we will accept the instructions of any one of you (or, if there are more than two account holders, any combination of you) for all withdrawals and for any other purpose in connection with your account including closure unless you tell us differently on your application form when you open your account.
- 5.5 Any one of you may at any time instruct us in writing that we should, from then on, accept instructions from all of you and not just one of you. If we reasonably consider it necessary, we may also ask you or all of you to attend a branch before we will act on this instruction. Until any cards are returned to us, debit card transactions, including those carried out via cash machines, will continue to be deducted from the joint account.
- 5.6 Where you advise us that there has been a breakdown in the relationship between joint account holders (or we become aware of this), we may (but will not be obliged to) require all future instructions to be confirmed by all of you and in the event of this resulting in a dispute about who owns the money in the account, we may stop all transactions on the account although we will not be obliged to do so unless we are ordered to do so by the court.
- 5.7 We will treat all joint account holders as being entitled to all money in the account. We will not recognise or be concerned as to the interests or claims of any person except the account holders in the monies in your account or as to any division of ownership of the money between the account holders and/or other persons (unless we are required to do so by law).
- 5.8 Where one joint account holder dies, we will transfer the account into the name of the survivor(s) after satisfactory evidence of death, such as a death certificate, has been produced to us.
- 5.9 If we are notified that one of you has become bankrupt, we will put a hold on your account, refuse to pay out any amount from it and return cheques drawn on the account, even if the account is in credit, until we receive joint instructions from the remaining account holder(s) and the person appointed to handle the bankrupt account holder's assets. This is because the money in the account will have come under the control of the person who administers the bankrupt account holder's assets.
- 5.10 We may give information about your joint account to any of you.

6. Using the account

- 6.1 The relevant account leaflet will tell you how much money you need to put into the account before you start using it and any other conditions which affect the operation of your account.
- 6.2 Transactions on the account will be conducted only in sterling.
- 6.3 We may from time to time ask you for a specimen of your signature. You agree to provide us with specimen signatures if we ask for them.
- 6.4 If you have a payment account which you access online, you may allow authorised third party providers to have access to your account information or to make payments from your account. However, you must only do so where the third party has the appropriate authority under Financial Conduct Authority regulations and you should take all reasonable steps to check that the third party is legitimate before providing access to your account information or allowing a third party to authorise payments on your behalf. We may deny access to any third party provider (and advise you of this) if we suspect that the request has not been authorised by you or if the attempted access looks to be fraudulent.

7. Payments into the account and how long they take to clear

- 7.1 Unless the conditions for your account specify otherwise, we will accept deposits into your account at any of our branches by cash in sterling, cheques in sterling made payable to you, or by transfer from another bank or by post.

- 7.2 If money is paid into your account by Faster Payments, Bacs or CHAPS, it is your responsibility to provide the payer with the correct sort code and account number. When you are receiving money from outside the UK, it is your responsibility to provide the payer with the correct SWIFT BIC (Bank Identifier Code) and IBAN (International Banking Account Number). Details of all of these, and of charges for when you are receiving money from outside the UK, may be obtained from our website, from our Customer Service Department, or from any of our branches. They are also available on current account statements.
- 7.3 You should not send cash in the post to us for security reasons. If you do, we cannot accept any liability if it is lost.
- 7.4 If you are paying into a current account used for business purposes at one of our branches the payment must be accompanied by a completed paying-in slip. Paying-in books are available from any of our branches or by ordering from our Customer Service Department or our website.
- 7.5 If your account is a current account, cash and cheques and other items drawn on branches of banks in the UK may be paid into your account through any bank with a branch in the UK high street (at their discretion), by using a pre-printed paying-in slip. You may be charged for this service by the bank you use.
- 7.6 Special arrangements apply to cheques or cash in foreign currency. Details, including any charges that may be incurred, may be obtained from our website, or from any of our branches or our Customer Service Department.
- 7.7 Cash paid into your account at any of our branches will be included as part of your available balance immediately.
- 7.8 The chart below shows when a cheque paid into your account at any of our branches will be part of your available balance and available for withdrawal. Cheques sent to us by post will start their clearance period on the Society working day we receive them.

Your Account Type	Paid In	Available for Withdrawal	Cleared with certainty
Current Account Plus & Current Offset (cheques under £5,000)	Monday	Wednesday	Tuesday week
	Tuesday	Thursday	Wednesday week
	Wednesday	Friday	Thursday week
	Thursday	Saturday	Friday week
	Friday	Monday	Monday week
	Saturday	Tuesday	Tuesday week
All other current accounts and Money Management Accounts (cheques of any value)	Monday	Friday	Tuesday week
	Tuesday	Monday	Wednesday week
	Wednesday	Tuesday	Thursday week
	Thursday	Wednesday	Friday week
	Friday	Thursday	Monday week
	Saturday	Friday	Tuesday week
Current Account Plus & Current Offset (cheques £5,000 and over)	Monday	Monday week	Tuesday week
	Tuesday	Tuesday week	Wednesday week
	Wednesday	Wednesday week	Thursday week
	Thursday	Thursday week	Friday week
	Friday	Friday week	Monday week
	Saturday	Saturday week	Tuesday week
All other Savings, ISA, Money Transmission and debit card-based accounts	Monday	Monday week	Tuesday week
	Tuesday	Tuesday week	Wednesday week
	Wednesday	Wednesday week	Thursday week
	Thursday	Thursday week	Friday week
	Friday	Friday week	Monday week
	Saturday	Saturday week	Tuesday week

- 7.9 If we allow you to make a withdrawal against a cheque after it was paid into your account, but before it has been cleared with certainty, this is no guarantee that the funds have been cleared as the bank on which the cheque is drawn may still return it unpaid. If the cheque is returned unpaid, the amount of the cheque will be deducted from your account together with any interest we have paid or which has been earned on that sum. We will tell you if this has been done.
- 7.10 If you are paying a cheque made payable only to Cumberland Building Society (or an acceptable equivalent abbreviation of this) into your account, either at a branch or by post, it is possible that the cheque will not be accepted. We will only accept such cheques if the cheque is drawn on an account in the same name(s) as the Cumberland account it is being paid into. The cheque must also state in the payee line the customer to whose account it is to be paid.
- 7.11 Cheques not made payable to you may, at our discretion, be credited to your account provided that they have been signed on the reverse by the person to whom the cheque has been made payable and there is nothing written or printed on the cheque to stop us from paying it into the account. For example, cheques which have been crossed by the addition of two parallel lines and the words 'Account Payee,' 'Not Transferable' or 'Not Negotiable,' may normally only be paid into the account of the person to whom the cheque has been made payable. We may also ask you to prove that you are entitled to receive the proceeds of the cheque.
- 7.12 Payments received by us through Faster Payments will normally be credited to your account within two hours of the payment being credited to the Society's own account – this includes Sundays and Bank Holidays.
- 7.13 Electronic payments made to your account will be included as part of your available balance on the day the money reaches your account.
- 7.14 Payments made to your account using the Bank Giro Credit system count as part of your available balance on the 4th Society working day after we receive the Bank Giro Credit.

- 7.15 We may limit the amount of coins and/or notes paid into the account, either in a single transaction or within an agreed period of time. Limits for each branch are at our discretion.
- 7.16 If you want to pay a cheque into the account more than six months after the date on the cheque, or after the expiry date (where shown) you will have to ask the person who gave you the cheque to re-date the cheque and put their signature beside this. Alternatively, you will have to ask for a new cheque.
- 7.17 If you pay a cheque that is out of date into the account we may return it to you. We may also refuse to accept or return any cheque, which is dated later than the day you want to pay this into the account.

8. Interest Payable and Chargeable

- 8.1 We will pay interest on money in your account at a rate set by us. The account leaflet will say what the interest rate is and if the interest rate is fixed or can change. Interest is calculated each day and will be paid on the date or dates shown in the account leaflet.
We will tell you the interest rate that applies to your account (and when it is paid or credited) when you open it. This information is also available from our website, from our Customer Service Department or from any of our branches.
- 8.2 Where required by law, interest will be paid or credited after deduction of income tax at the appropriate rate. For additional information concerning income tax on interest, please see our separate interest rates leaflet available on our website, from our Customer Service Department or from any of our branches. There may be other taxes or costs that are not paid through us or charged by us which you will be liable to pay.
- 8.3 Cash paid into your account through any of our branches will earn interest from the day of deposit, and money sent to us by electronic payments will earn interest from the day that the money is received by us, in each case up to and including the day prior to the day of withdrawal.
- 8.4 Cheques paid into the account will earn interest from the second Society working day following the day of deposit up to and including the day prior to the day of withdrawal as shown in the table below. For example a cheque paid in on Monday will earn interest from Wednesday, as long as none of these days or the days in between are an English bank holiday. Cheques paid into an account which are later returned unpaid will be deducted from your account together with any interest we have paid or which has been earned on the sum deducted.

Paid In	Interest earned from
Monday	Wednesday
Tuesday	Thursday
Wednesday	Friday
Thursday	Saturday
Friday	Monday
Saturday	Tuesday

- 8.5 Money sent to us by Bank Giro Credit will earn interest from the day following the day of receipt of the credit slip through the banking system up to and including the day prior to the day of withdrawal. If a Bank Giro Credit paid into an account includes a cheque which is later returned unpaid, the amount of the cheque will be deducted from your account together with any interest paid or which has been earned on the sum deducted.
- 8.6 On accounts where interest is paid monthly, you can ask us to transfer interest to another Cumberland account or an account elsewhere. Monthly interest will normally be paid into the account you have chosen on the last day of the month. Monthly interest is calculated on a daily basis for each part month of investment and as one twelfth of one year for each complete month of investment.
- 8.7 Unless we have agreed to pay you a fixed rate of interest, the rate of interest paid on money in your account and charged on any overdraft may be changed by us for the following reasons, which may relate to circumstances existing at the time or that we reasonably anticipate will exist:
- to respond to changes in the Bank of England base rate or any rate that replaces it;
 - to reflect market conditions including rates of interest paid or charged by financial institutions in the retail banking market;
 - to enable us to maintain, reduce, or increase the differences between interest rates paid to savers and current account holders and interest rates charged to borrowers, where we reasonably judge this necessary to maintain competitiveness or to retain existing, or attract new, savings, current account or mortgage business in the interests of our business as a whole and all our members;
 - to respond to any increases or reductions in the costs we reasonably incur in operating our savings and current accounts;
 - to reflect changes to, or changes in the interpretation of, law, regulations or codes of practice;

- (f) to reflect a decision, recommendation or guidance of an ombudsman or of any regulatory body;
- (g) to enable us to harmonise in a reasonable manner the interest rates being paid to our savers or being charged to our current account customers following any changes in ownership or reorganisation due to a merger or acquisition;
- (h) to ensure that our business is run in a prudent way to maintain our financial strength in the interests of all our members.

Changes may include the introduction of or alteration of 'bands' by which interest is not paid where the balance in the account is below a certain level and/or where different rates apply depending on the balance in the account.

8.8 *If you have a current account, the following condition applies concerning changes to the interest rate on your account:*

Where changes to interest rates are favourable to you (that is, if the interest rate paid on your account rises, or the interest rate charged on any unarranged overdraft falls) we may apply them immediately and without notice to you although we will inform you of the change either by giving you personal notice, or by a combination of notices placed in branches, on our website or via public news media. We will provide notice of other changes to interest rates to you no later than two months before the date on which they will take effect.

For arranged overdrafts on current accounts, unless we have agreed to charge you an interest rate linked to a publicly available rate such as the Bank of England base rate, we will inform you in writing no later than two months before making an increase in the overdraft rate.

If you have a term, regular savings, notice account, instant access, affinity account or ISA, the following condition applies concerning changes to the interest rate payable on your account:

If you have a variable rate savings account and a change to interest rates is favourable to you, the interest rates can be changed immediately and you will be advised of the change either by giving you personal notice, or by a combination of notices placed in branches, on our website or via public news media.

If you have a variable rate savings account and a change to interest rates is not favourable to you, we will contact you at least 14 days before the change to:

- tell you that this is happening
- tell you about our other savings accounts and offer to help you to switch to one of these accounts if you want to
- tell you that you can withdraw all the money in your account, and
- give you a reasonable period of time to switch to another account or withdraw the money without any notice period or charges.

8.9 Except in relation to fixed term investments, we may also change the interest rates for any other valid reason which reasonably justifies a change. Where we do so, we will give you reasonable written notice in advance of the change so that you can, within a reasonable period of time of our notifying you of the change, switch your account or close it without having to give us any notice or pay any extra charges or lose interest. We will tell you this when we give you the notice.

9. **Money we can take from the account**

9.1 We may take from the account the amount required to cover any transaction and any of the following:

- any cheque or other item paid into the account which is later returned to us unpaid. This may apply even after we have already allowed you to withdraw the value of the cheque or other item (subject to clause 7.8 above)
- interest owed to us by you on an overdraft
- any charge or fee which is applied to the account
- any amount paid to the account in error within the previous 2 months (including any misdirected payments where funds are under investigation)
- any amount owing to us by you for example, any debt you may have on any savings or current account, or by way of mortgage arrears, guarantee or otherwise which is due for payment and has not been paid
- any loss or expense which we reasonably incur in connection with the account as a result of your breach of your obligations or as otherwise provided under the terms and conditions you have agreed with us.

We may do this if the account is in credit or overdrawn, or if it goes overdrawn because we have taken money from the account.

We will give you notice in writing when we have done any of the above.

We will not pay interest or bonuses on any money which we have taken from the account in these circumstances.

Where funds have been paid to your account in error more than 2 months previous, we will contact you to obtain authority to redebit the funds.

9.2 We may make a capital adjustment to offset any payment of interest where any credit interest due for payment is insufficient to cover loss of interest resulting from:

- withdrawals from a term account prior to the end of the fixed term; or
- withdrawals from an account subject to notice where notice has not been given and interest is due instead of notice.

10. Withdrawals from the account

10.1 Subject to any restrictions set out in the account leaflet, any payment limits you may have set within the Cumberland Internet Banking service and the amount of the available balance in your account, the following conditions apply to withdrawals made through our branches:

- a maximum of £500 may be withdrawn in cash each day;
- a maximum of £99,999.99 may be withdrawn by crossed cheque each day;
- for personal customers, a maximum of £10,000 may be withdrawn via Faster Payments per account each day.

Cheques for more than £99,999.99 require a minimum of two bank working days' notice. For example, where notice is given on a Friday, the cheque will normally be available for collection on the following Tuesday.

The limits in this Condition may change.

10.2 We can restrict at any time the amount which can be withdrawn from any account. We will only do this if:

- (a) we reasonably believe that there may be fraudulent activity or other financial crime affecting the account;
 - (b) we are required to do so by law, regulation or court order
 - (c) there is a dispute (which we reasonably believe may be genuine) about the ownership of, or entitlement to, the money in the account
 - (d) circumstances beyond our reasonable control prevent us from offering a normal service (such as in the event of terrorist threat, computer systems failure or strikes); or
 - (e) circumstances exist which lead us reasonably to believe our financial stability is under threat (such as where rumours cause actual or potential abnormal levels of cash withdrawals).
- (f) we are investigating funds paid into the account in error (e.g. where we are advised by another financial institution of a misdirected payment)

In the case of (d) and (e) above:

- i. we will act proportionately to the circumstances in question;
- ii. we will take all reasonable steps to ensure that the restrictions are lifted as soon as practical and to minimise the inconvenience to you;
- iii. we will take into account the interests of the Society's membership as a whole;
- iv. we will, if practical, give advance notice; and
- v. we may consider exceptions to the restrictions if we are reasonably satisfied that substantial hardship would otherwise be caused.

10.3 If you are operating the account as a trustee, executor, administrator, or as a person authorised to operate an account held by a club, charity, company or other organisation, withdrawals will normally be paid on the signatures of two or more trustees, executors, administrators, or authorised signatories. You can give alternative instructions for the payment of withdrawals when you open the account.

10.4 We may ask you to produce proof of identity before permitting a withdrawal.

10.5 If you have opened an account where it is a condition of the investment that notice is required for withdrawals, then the following additional points will apply:

- amounts can be withdrawn or transferred by giving us written notice. If you do not claim the withdrawal within 14 days of the date when the money is first available to be withdrawn, your notice will lapse and a further period of notice will be required
- at the time when you give notice of withdrawal, the total of all earlier amounts under notice on the account must not exceed the balance of the account. Where notice is received which exceeds this limit, the earliest notice(s) will be cancelled and only the latest notice(s) will apply
- you may cancel the amount under notice at any time and replace this with a lower amount. You may request us in writing to increase the amount under notice. In this event a separate period of notice will be required for the additional amount, which will commence from the time we receive your written instruction.

11. Cheque withdrawals

11.1 Cheque withdrawals will normally be paid to you by crossed cheque, either payable to you or, if you so instruct us, to someone else.

11.2 We may limit the number of cheques withdrawn from the account in any one day.

11.3 Cheques are normally only valid for six months from the date shown on the cheque. If you request a cheque to withdraw money from the account and it is not paid into the bank account of the person to whom the cheque was made payable within six months, you will need to return the cheque to one of our branches for re-dating or re-issue.

11.4 If you request a cheque to withdraw money from the account and find you need to change any of the details on it, such as the date, the amount, or the name of the person or organisation the cheque is made payable to, you must return the cheque to any of our branches for alteration or re-issue before it can be accepted or paid.

11.5 If you request a cheque to withdraw money from the account and find you no longer require it, you should return the cheque to any of our branches. We will pay the cheque back into the account where it will earn interest from the following day.

- 11.6 If a withdrawal is made by cheque issued by us in favour of someone other than you, we cannot cancel the cheque unless we have clear evidence of fraud, or that the cheque has been lost, stolen or destroyed. If you believe that a cheque which you have withdrawn from your account has been lost, stolen or may be used by someone else without your authority, you must tell us as soon as possible by contacting any of our branches or Customer Service Department on (01228) 403141. We will then do what we reasonably can to cancel the cheque. Condition 13 tells you how to cancel a cheque withdrawn from the account.
- 11.7 Where you have made a withdrawal by cheque and require a copy of the cheque or details of the payee, we may make a charge for providing this. Details of any charge payable can be obtained from our website, our Customer Service Department or any of our branches.
- Cheque books** If we have issued you with a cheque book for your account, the following additional conditions apply:
- 11.8 Your cheque book remains our property at all times and must be returned to us or you must stop using your cheque book on closure of your account or if we ask for its return.
- 11.9 You must take all reasonable care to ensure that your cheque book is not mislaid, lost, stolen or misused, keeping it in a secure place to help prevent fraud.
- 11.10 Your cheque book must only be used to make payments from the account on which it was issued.
- 11.11 We can refuse a payment due to lack of funds made by a cheque which you have issued if you do not have enough money in your account or an arranged overdraft to cover it at the time we receive the cheque for payment (usually first thing in the morning). This may happen even if, later in the day we receive the cheque for payment, you pay money into the account. If we refuse to pay such a cheque, we make a charge.
- 11.12 We reserve the right not to pay any cheque issued on your account where we reasonably believe this may not have been issued by you.
- 11.13 You must only write cheques in sterling.
- 11.14 You must not write a cheque and put a future date on it as this will not prevent the payee from paying it into their bank before this date. If you put a future date on a cheque we may still pay it and will not pay you for any loss or charge that you may have to pay as a result.
- 11.15 If we receive a cheque you have issued which is more than six months old, we do not have to, but may decide to pay it.
- 11.16 We may pay a cheque even if the words and figures disagree. If there is a discrepancy, we will pay the amount shown in figures on the cheque.
- 11.17 When you write a cheque you must take all reasonable precautions to prevent anyone else altering it or making a forgery.
- 11.18 If you lose your cheque book or a cheque, or if it is stolen or you think someone else may have used it or may use it, you must contact us as soon as is reasonably possible by contacting any of our branches or telephoning our Customer Service Department on (01228) 403141. We may ask you to confirm the loss in writing. If necessary we may ask you to report the loss to the police and provide any assistance required to help avoid any subsequent loss or get back any missing money.
- 11.19 If you have been issued with a cheque guarantee card, you may no longer use this to guarantee payment of cheques issued by you.

12. Outgoing electronic payments

- 12.1 We may agree to let you arrange electronic payments to allow payments to be made from the account. Electronic payments are not permitted on some types of account and the relevant account leaflet will say whether they are permitted.
- 12.2 Instructions for the payment of electronic payments must be made by you either in writing, by telephone, via the Cumberland Internet Banking service or our App. Written instructions will be processed no later than the next bank working day after we receive them. Provided that you have given us the correct information shown in the table below, we will process your instructions.

Type of Withdrawal	Information we require in order to act on your instructions
CHAPS or standing order	the payee's name, sort code, account number and a reference which identifies the payment to the payee, such as your name or a reference number
Faster Payments	the payee's name, sort code, account number and a reference which identifies the payment to the payee, such as your name or a reference number
direct debit	a direct debit instruction from the organisation to whom you wish to make the payment together with your sort code and the account number for the account from which you wish to authorise us to allow the payee to collect the money
internal transfer between Cumberland accounts	the Cumberland account number to which you wish to make the transfer

mobile payments using Pay2Mobile	the mobile telephone number of the person to whom the payment is being made. See Cumberland Internet Banking Terms and Conditions for full details of this service
overseas payments	the name and address of the person to whom the payment is being sent, their IBAN (International Banking Account Number), the bank's full name and address and Bank SWIFT BIC (Bank Identifier Code), the details to be advised to the person to whom the payment is being sent and the currency in which the payment is to be sent. In addition, for non-European payments, please quote the account number including the bank code and (for USA) routing number.

- 12.3 Sending money within the UK by CHAPS is available subject to the payment of a charge and the request for withdrawal being made to us in writing and received by us by no later than 1.30 pm on a bank working day for it to be sent on the same day. If instructions are received after that time, the payment will be sent on the next bank working day.
- 12.4 If you ask us to set up a standing order payment to another account held with us, we may set this up as an internal transfer.
- 12.5 With the exception of CHAPS, electronic payments to third parties are not permitted from savings accounts that are not payment accounts.
- 12.6 Sending money outside the UK is available subject to the payment of a reasonable charge as specified in our Fee Information Document and Additional Charges for Account Services leaflets and the request for withdrawal being made to us in writing and received by us by no later than 1.00 pm on the day you wish us to send the payment. If instructions are received after that time, the payment will be sent on the next bank working day.
- 12.7 For either regular (standing orders, direct debits and internal transfers) or one-off electronic payments, telephone instructions to our Customer Service Department on (01228) 403141 (other than in relation to requests to send money outside the UK for which telephone instructions cannot be accepted); instructions via the Cumberland Internet Banking service; and written instructions for one-off electronic payments, must be received by no later than 5.00 pm on the bank working day before the date a payment is due to be made, to allow time for us to act on your instructions. We reserve the right to limit the value and frequency of payment requests made by telephone.
- 12.8 For regular electronic payments, new written instructions or amendments must be received by us at least 3 bank working days before the date a payment is due to be made. We reserve the right to ask you to confirm any telephone instruction in writing before we will act on it.
- 12.9 Any instructions received after these times will be treated as if received on the next bank working day.
- 12.10 Please see Condition 13 concerning instructions to cancel such payments.
- 12.11 Electronic payments other than CHAPS, direct debits, internal transfers, requests to send money outside the UK and some mobile payments will be made as Faster Payments provided that the payee's bank has access to the Faster Payments Service and the payment is less than the Faster Payments Service maximum monetary limit. In other cases you will need to contact us to discuss an alternative payment method.
- 12.12 Electronic payments will be made by us on the dates you have asked us to make the payments or, if the dates are not bank working days, on the next bank working day, except for Faster Payments, which will also be made on Saturdays up to 4.00 pm. The money will be available to the payee as follows:
For payments within the United Kingdom and within the European Economic Area (EEA) in sterling or euro (except CHAPS transactions which are available on the same day):
- by the end of the next bank working day after we receive your instruction (unless your instruction is received on paper)
 - for instructions received on paper, by the end of the second bank working day after we receive your instruction
- For payments outside the United Kingdom but within the European Economic Area (EEA) in currencies other than sterling or euro, by the end of the fourth bank working day after we receive your instruction
- For payments outside the EEA, please ask us for details of timescales.
- 12.13 You must ensure that you have sufficient available funds in your account by 3.30 pm on the day a direct debit, standing order, internal transfer or one-off Faster Payment is due for payment to allow the payment to be made, although if cleared funds arrive after 3.30 pm, you will be able to request that we make a one-off Faster Payment via the Cumberland Internet Banking Service up until 5.00 pm that day. If the available balance and any arranged overdraft in your account is insufficient to allow payment of an electronic payment, you will need to make separate arrangements to pay the missed payment, although if funds are received after 3.30pm that are immediately available to you, you will be able to request that we make a one-off Faster Payment.

- 12.14 We will make a payment by direct debit on the day when an organisation or person you have authorised to receive payment requests the money provided that the available balance in your account at 3.30 pm on that day is sufficient to allow the payment to be made. Direct debit payments are not sent from us, but are requested by the organisation requiring payment. We cannot be held responsible if an organisation does not ask for a direct debit or changes the day on which payments are requested, or if the amount of the payment requested has changed and the organisation has not previously advised you of the change.
- 12.15 If you have requested us to make a regular transfer to another account with us, you must ensure that there are sufficient available funds in the account from which the transfer is to be made by 3.30 pm on the day you have asked us to make it. When an arranged regular internal transfer is due for payment, and the transfer date falls on a Sunday or English Bank Holiday, the transfer will be made on the next Society working day. In cases where a Sunday or English Bank Holiday falls on the last day of the month, transfers due on this date will be made on the Society working day prior to the last day of the month.
- 12.16 Where you have requested us to make payments by standing order, direct debit or regular internal transfer and your available balance and any arranged overdraft has been insufficient to allow us to make payments on two or more occasions and you have not taken action to pay money into the account to allow us to make payments on the due dates, we may cancel your instructions without notifying you in advance, although we will confirm to you in writing when we have done this.
- 12.17 We make a charge for refusing a payment due to lack of funds for any direct debits and standing orders that we are unable to pay from your account because the available balance and any arranged overdraft at the time the payment is due to be paid is insufficient to allow payment. We may also charge for other services relating to the payment of direct debits, standing orders, or regular internal transfers. You should check whether any charge will be payable before arranging the payment of direct debits, standing orders, or regular internal transfers. See the first page for how to obtain a full list of charges.
- 12.18 If you believe that the electronic payment has not been sent or has been sent wrongly then, if you request us to do so, we will make immediate efforts to trace the electronic payment and notify you of the outcome. Please note that we may share all relevant information with the sending bank so that the payer can trace the funds. If we cannot prove to you that the electronic payment has been received by the payee's bank or building society, we will immediately refund the amount of the electronic payment to you and, if applicable, restore your account to the state it would have been in had the defective electronic payment not taken place, except where the payment was sent to the wrong account because of an error made by you (including, but not limited to, providing us with an incorrect reference which is intended to identify the payment to the payee, such as your name or a reference number) and in which case there is potential for the electronic payment to be delayed or our being unable to retrieve it for you.
- 12.19 Where a payment has been redirected using the Current Account Switching Service (the service which allows you to switch your current account from one bank or building society to another), the payment instruction will be automatically updated with the new account number and sort code for any future payments. We will notify you of the change to the payee details.

13. Stopping transactions on the account

- 13.1 You may instruct us to stop the payment of a cheque, standing order, direct debit, regular internal transfer between Cumberland accounts or a Faster Payment transaction but not a cash or debit card transaction, as long as:
- we have not yet deducted the payment from your account, and/or
 - we have not told the person or organisation to whom it is payable or their bank that we will pay the item.
- 13.2 Instructions to request us to cancel payment of a cheque, or amend or cancel an electronic payment must be received by our Customer Service Department on (01228) 403141 by telephone by no later than 5.00 pm on the bank working day before the date on which a payment is due to be made, to allow time for us to act on your instructions.
- 13.3 If you telephone us to request us to cancel a cheque or an electronic payment, we may require you to confirm this in writing within three bank working days of the request.
- 13.4 If you set up a direct debit with a third party, the sums authorised may be debited to your account at the agreed times until the third party is notified that the direct debit authority is cancelled. Please tell us at the same time. When you cancel a direct debit instruction with the Society, you should also cancel the instruction with the organisation requiring the payment. Further information about direct debits can be obtained from www.directdebit.co.uk.
- 13.5 A cheque issued by us can be cancelled if you tell us before our bankers are asked to pay it. The cancellation request will become effective only when received by our bankers and they have confirmed to us that the cheque has not already been paid.
- 13.6 Where we cancel payment of a cheque issued by us, we will issue a replacement

made payable to the person or organisation to whom the cancelled cheque was made payable. If you want the money to be replaced in your account, we will only do this after the person or organisation to whom the cheque was made payable agrees to this in writing, or the original cheque is returned to us for cancellation.

- 13.7 We will make a charge which will be deducted from your account for cancelling a cheque, except where it has been lost or stolen.
- 13.8 We may refuse to pay a cheque or make an electronic payment if:
- there are insufficient funds in your account at the time due or payment;
 - there is a payment limit set within the Cumberland Internet Banking service and your electronic payment exceeds that limit;
 - acting reasonably, we suspect fraud or other unlawful activity;
 - we are not satisfied (acting reasonably) that it is properly authorised by you;
 - you have used threatening or abusive behaviour towards our staff or customers;
 - you have not kept to the conditions applicable to your account;
 - there is a dispute as to who is entitled to the funds in your account;
 - you are the subject of actual or pending insolvency procedures, such as an interim order, an individual voluntary arrangement, an administration or debt relief order, or a bankruptcy order.
- 13.9 We may stop all transactions (deposits and withdrawals) on your account if we are not reasonably satisfied of the identity or authority of any person requesting the transaction, if we suspect fraud or otherwise are not reasonably satisfied of the lawfulness of the transaction, or if there is a dispute about who owns the money in the account (including a dispute between account holders on a joint account).

14. Information relating to transactions on your account

- 14.1 For internet enabled accounts, you can view your transactions through the Cumberland Internet Banking service or our App. For all accounts, information relating to transactions on your account may be requested from us at any time.
- 14.2 A passbook may have been issued for the account, which is your record of transactions both in and out of the account.
- 14.3 The passbook remains our property at all times and must be produced to us on request for updating, for examination by us or our auditors, or for such other purpose we reasonably require.
- 14.4 The passbook must be produced for every withdrawal you wish to make in any of our branches or by post. Entries may only be made by the Society.
- 14.5 You should check your passbook regularly to ensure that the transactions are stated correctly. If you wish to query any transaction, or if you think an error has been made, please contact any of our branches or our Customer Service Department straightaway.
- 14.6 You must take all reasonable care to ensure that the passbook is not mislaid, lost, stolen or misused, keeping it in a secure place to help prevent fraud. For example, you must never leave the passbook in an unattended vehicle or handbag, or other place where it could easily be stolen.
- 14.7 If you lose the passbook, if it is stolen or you think that someone else (other than a joint account holder) may use it, you must contact us immediately on (01228) 403141. We will take immediate steps to prevent its further use to access your account. We will accept notification from someone acting for you, for example a member of your family or a card notification organisation. When the account is in joint names the loss must be confirmed in writing by all of the joint account holders. You must inform the police of the theft or misuse as soon as you possibly can and give us and the police any assistance that we may think necessary to try and recover your passbook or find out who may have it or may have used it.
- 14.8 We may issue a replacement for lost or stolen passbooks but this may be on condition that you agree to reimburse us against any future losses or claims we may suffer as a result of the loss or theft, and we make a reasonable charge for issuing a new passbook where the original has been lost. Details of charges are available from our website, from our Customer Service Department or from any of our branches.
- 14.9 If someone other than you produces your passbook to us, pretends to be you or to be authorised by you, and is therefore able to withdraw money from your account, you will be liable for the amount of any withdrawals if you have acted fraudulently or without reasonable care.
- 14.10 You may be asked to collect your passbook from one of our branches.
- 14.11 If you have a current account, a statement of transactions will be provided on a monthly basis free of charge.
- 14.12 You should check your statements and if you think an error has been made on your account, please contact any of our branches or our Customer Service Department straightaway.
- 14.13 If you become aware of any unauthorised or incorrect transaction on your account, you must notify us without undue delay and, unless the transaction is a direct debit, in any event no later than 13 months after the date of the debit. If you have given us notice and the transaction was not authorised by you, we will immediately refund the amount to you (unless further investigation is required) and, if applicable, restore your account to the state it would have been in had the unauthorised transaction not taken place.

- 14.14 You will not be liable for any transaction on your account(s) resulting from instructions not carried out by you unless you:
- authorised the transaction;
 - acted fraudulently; or failed to use reasonable care to keep the security features of your account safe or you acted intentionally or with gross negligence in failing to keep the security features of your account safe (for example, where you do not keep your chequebook or passbook secure or where you respond to phishing emails or cold calls by giving your debit card and/or account details to fraudulent parties).
- 14.15 You will not be liable for any transaction on your account(s) after you have notified us in accordance with conditions 11.18 or 14.8 of the loss of your passbook or cheque book, or that you believe that your access code and/or customer number or log-on name for internet banking are known to someone else. You will also not be liable for any unauthorised transactions that result in the use of an arranged overdraft facility that may be available on your account.
- 14.16 We may choose not to send you a statement if you have moved and not advised us of your new address or have instructed us not to issue any correspondence in connection with your account.
- 15. Overdrafts and overdraft interest**
- 15.1 You must stay within any arranged overdraft limit on your current account. If we have not agreed an arranged overdraft limit on your current account with you, and for all other accounts with us, you must keep your account in credit.
- 15.2 If you have a current account and are aged 18 years or over, you may ask us to agree to let you have an overdraft. Before doing so we will make an assessment of your ability to repay the overdraft which will include consideration of information from credit reference agencies plus at least one of the following:
- Your income and financial commitments
 - How you have handled your finances in the past
 - Our internal credit scoring systems.
- 15.3 We will agree with you in writing your overdraft limit and the date by which you must repay any money owed to us, any overdraft arrangement fee which we may charge and any charge we may make for renewing your overdraft and the overdraft interest rate. You have the right to repay an overdraft at any time. Your overdraft limit and date when the overdraft is to be repaid may be altered at any time by agreement with us. You will be notified in writing of any changes made.
- 15.4 We may refuse to lend money on overdraft and do not have to provide a reason.
- 15.5 If we have not agreed an arranged overdraft limit with you, you may request an overdraft by attempting to make a payment from your account when there are insufficient funds to enable the payment to be made. In those circumstances, or if making the payment would take your account in excess of an arranged overdraft limit, we may at our sole discretion decide whether or not to agree to process the payment transaction. We may make a charge for considering whether or not to process the payment and for processing or returning the payment.
- 15.6 We may not pay a cheque or other debit transaction if it would result in your account going overdrawn or exceeding an arranged overdraft limit.
- 15.7 If your current account goes overdrawn or the balance exceeds the arranged overdraft limit, we will charge you interest on the amount of your overdraft or the amount by which the overdraft exceeds any arranged overdraft limit at our current account unarranged overdraft rate until there is either:
- an available balance on your account; or
 - we have agreed an arranged overdraft limit with you; or
 - the account balance is brought within the arranged overdraft limit.
- 15.8 Where an arranged overdraft is in place, we will calculate interest daily on the available debit balance on your account until the debit balance is repaid in full and deduct it from your account quarterly around the 25th day of the month following the quarters ending 30 June, 30 September, 31 December and 31 March or when the account is closed.
- 15.9 We will give you at least 14 days' notice in writing before we deduct overdraft interest from your account. This notification will normally be by way of your statement or by personal notice.
- 15.10 We may reduce or withdraw your arranged overdraft limit at any time and require you by written notice to repay any money owing to us immediately.
- 15.11 If we ask you to repay the money you owe and this is not received, we will continue to charge interest on the amount you owe and/or continue to apply related charges, whichever apply. If further action is necessary to recover the amount you owe us, you may also have to pay any costs involved.
- 15.12 If you have another account with us which has a credit balance, either in your sole name, in your joint names or in the sole name of any joint account holders, we can set that balance off against any money owing to us on an overdrawn account.

16. Charges

- 16.1 Certain services may attract a charge and in addition, we may make charges for looking after the account when it is in credit or overdrawn, which we will deduct from the amount in your account. The charges will be set at a level which we reasonably estimate will reflect the expenses we incur in carrying out the work for which the charge is made, the cost of staff time and the use of our office and computer systems.
- 16.2 Our Fee Information Document and Additional Charges for Account Services leaflets contains the charges for our most frequently used services. These are available from our website, our Customer Service Department on (01228) 403141 or from any of our branches.
- 16.3 Where the charge does not relate to the day-to-day running of your account, we will tell you about any extra charges which would be incurred before we provide the extra service to which it relates, or at any other time you ask.
- 16.4 It is possible that other taxes or costs may apply to your account that are not paid through us or imposed by us, which you will be liable to pay.
- 16.5 You will be responsible for any costs we reasonably incur as a result of your failure to comply with these Conditions or any specific conditions which apply to your account.
- 16.6 We may abolish or reduce any of our existing charges at any time and without notice unless we are required by law to give a longer period of notification.
- 16.7 We may introduce a new charge or increase an existing charge if any of the following reasons applies or if we reasonably expect any of them to apply in the near future:
- (a) to take account of an increase in the cost to us of carrying out the work for which the charge is made;
 - (b) to take account of changes we reasonably make in the way we administer accounts or the services we provide or to provide new services;
 - (c) to reflect the costs which we reasonably incur in carrying out the work or providing the service for which the charge is made;
 - (d) to take account of a fall in the value of money;
 - (e) to reflect market conditions including the charges for similar activities made by other financial institutions providing savings and current account products;
 - (f) to ensure that our business is run in a prudent way to maintain our financial strength for the benefit of all our members;
 - (g) to enable us to harmonise in a reasonable manner the charges being paid by our savers or current account customers following any changes in ownership or reorganisation due to a merger or acquisition;
 - (h) to reflect changes to, or changes in the interpretation of, relevant law, regulations or codes of practice;
 - (i) to reflect a decision, recommendation or guidance of an ombudsman or of any regulatory body.
- 16.8 We may also introduce a new charge or increase an existing charge for any other valid reason which reasonably justifies a change.

17. Changes to these Conditions (other than relating to changes in interest rates)

If you have a current account, the following condition applies concerning changes to the conditions (including charges) applying to your account (except where the changes do not apply to payment services in which case conditions 17.2-17.4 inclusive will apply to the changes, or if we make a change under condition 16.8 to any account):

- 17.1 We will provide any changes to these Conditions to you no later than two months before the date they take effect. At any time up to the proposed date of the change in the Conditions you may close your account immediately without having to pay any extra charges or lose interest. If you do not notify us to the contrary, you will be deemed to have accepted the changes. If you notify us that you do not accept the changes, we will treat this as notice that you wish to close your account immediately.

If you have a term, regular savings, notice account, instant access, affinity account or ISA, the following condition applies concerning changes to the conditions applying to your account (this condition also applies to current accounts when condition 17.1 does not apply, but not to changes under condition 16.8):

- 17.2 If the change is not to your disadvantage, we can make it immediately without prior notice and tell you about it within 30 days. You will be notified by a combination of notices placed in branches, public news media or by personal notice to you.
- 17.3 In all other circumstances, we will give you at least 30 days' notice in writing (by e-mail or post). At any time up to 60 days from the date of the notice you may switch your account or close it without having to give us any notice or pay any extra charges or lose interest. We will tell you this when we give you the notice.
- 17.4 If we have made a number of changes at one time, or make several changes in one year, we will provide you with a summary of the changes and tell you where you can find a copy of the full terms and conditions.

The following conditions apply to all account types:

- 17.5 We can change these Conditions and/or the terms on which your account is held if we reasonably believe that the change is needed for any of the following reasons

(which may relate to circumstances existing at the time or that we reasonably anticipate):

- (a) to reflect changes to, or changes in the interpretation of, law, regulations or codes of practice;
 - (b) to reflect changes which we reasonably make to our products or services or the way we provide them;
 - (c) to reflect a decision, recommendation or guidance of an ombudsman or of any regulatory body;
 - (d) to correct any errors, or to make the Conditions and/or terms fairer or easier to understand;
 - (e) to reflect changes in technology or general practice in the retail banking industry;
 - (f) to enable us to maintain our competitiveness, while having regard to the interests of our members and of our business as a whole
 - (g) to ensure that our business is run in a prudent way to maintain our financial strength in the interests of all our members.
- 17.6 We may also change these Conditions for any other valid reason where we reasonably believe the change is appropriate.

18. Closing the account

18.1 We may decide to close some accounts to new investors. If we do so, we may also decide to close all accounts of that type. If our decision affects your account we will give you notice in accordance with conditions 17.1-17.3 inclusive before it takes effect to advise you:

- that the account is no longer available
- about the other accounts which we offer
- that we will help you to transfer to one of our other accounts without any notice period and without any extra charges
- that you may close the account without any notice period or extra charges.

Whenever we transfer an account which is no longer available to another account from our current range we will send you the terms and conditions which apply to the new account. You agree that you will observe and perform these terms and conditions. We cannot use this right to repay a fixed term savings account before the end of the fixed term.

18.2 You may close your account at any time by giving us written notice of the appropriate period (if any) which applies to your account, details of which are included in the account leaflet, except where the account has been opened for a fixed term which has not expired.

18.3 You may only close the account when there is sufficient money in it to cover any overdrawn balance, charges or interest you owe us.

18.4 If you have a current or debit card-based account your account may not be closed until you return to us any unused cheques and all cards issued in connection with the account, or confirm to us in writing that you have destroyed them.

18.5 If you make a debit card payment before closing your account and the money has not been taken from your account prior to closure, we will re-open your account and you will have to repay the money owing to us together with any charges and interest incurred.

18.6 We will close your account if you notify us after receiving notice of a proposed change to these Conditions that you wish to close your account or that you do not accept the proposed changes.

18.7 We may close your account at any time without giving any reason by:

- *If you have a current account, giving you at least two months' notice;*
- *If you have a term, regular savings, notice account, instant access, affinity account or ISA, giving you at least 30 days' notice in writing.*

We cannot use this right to repay a fixed term savings account before the end of the fixed term.

18.8 If there are exceptional circumstances, such as suspected fraud or other illegal activity, threatening or abusive behaviour towards staff or other customers, or breach of the terms and conditions of the account, which justify us in closing the account earlier, we may close your account without notice.

18.9 We will close your account subject to two months notice if you are no longer a UK resident or you change your correspondence address to be outside the UK. This clause does not apply to a temporary change of address for British Forces posted overseas.

18.10 If we close your account, we will repay the money in your account, together with interest at the agreed rate, less any overdraft interest or charges you owe us. Once we have repaid the full amount due to you, in cash or by cheque sent to the registered address on your account, your membership of the Society in respect of the account will cease and you will have no further right or interest in the account.

19. Changing your name or address

- 19.1 It is important that the contact details we hold for you, including your address and mobile telephone number, are up-to-date at all times in order that we may contact you promptly.
- 19.2 You must advise us as soon as reasonably possible of any change in your name, address, telephone numbers (including mobile telephone numbers) or e-mail address (if this is how we communicate with you). You can advise us of a change to your address and contact details using the Cumberland Internet Banking service, by downloading the related form from our website and sending it to us, by telephoning our Customer Service Team or by visiting your local branch. For security reasons, your mobile telephone number can only be changed in branch. We may require you to produce evidence of any new name or address and we will also require specimen signatures on any change of name. You should also produce to us any passbook, cheque book or debit card issued in connection with the account for amendment.
- 19.3 If we do not hold correct information we may make your account dormant to protect us both. If you ask us, we will tell you how to reactivate your account.
- 19.4 If you do not tell us your new address and the account is overdrawn, you will have to pay us for any costs we may incur in finding you or your new address.

20. Lost savings, dormant accounts and unclaimed balances

- 20.1 If the balance in your account is less than £10 and you have made no recent payment to or withdrawal from your account, we may decide to close the account and the money will be retained by us. Before closing the account we will tell you first.
- 20.2 If you cannot be traced after reasonable enquiry and:
(a) for a period of 3 years you have made no payment to or withdrawal from your account and the amount in that account is less than £100, or
(b) for a period of 5 years you have made no payment to or withdrawal from your account,
we may decide to close the account and the money will be retained by us.
- 20.3 If we close your account in the circumstances outlined in 20.1 and 20.2, the funds will always be your property (or, if you die, will become part of your estate) and if you contact us at a later date, we will either open a new account, or repay the money to you with interest at a rate which we reasonably consider to be appropriate.
- 20.4 To help prevent the fraudulent use of dormant accounts, we will require evidence of your identity before re-activating a dormant account.
- 20.5 We will give you on request, details of the Building Societies Association's Lost Accounts Scheme. Details can also be obtained from the Building Societies Association by either writing to BSA Lost Account Scheme, 6th Floor, York House, 23 Kingsway, London WC2B 6UJ, telephoning 020 7520 5900 or downloading a copy from www.bsa.org.uk. Alternatively, you can make searches for dormant accounts and lost savings online at www.mylostaccount.org.uk.
- 20.6 We may close your account and transfer the money to a reclaim fund for distribution to charity under the Dormant Bank and Building Society Accounts Act 2008 if:
• we have not been able to find you after making reasonable attempts to do so; and
• if you have not initiated activity on your account for the past 15 years.
If you think you have money in accounts with us which you have forgotten about, you can contact us and we will do our best to try to find it for you. More information can be obtained from our website, our Customer Service Department on (01228) 403141 or from any of our branches.
- 20.7 If we close your account under condition 20.6 we will reopen it if:
• you ask us to do so; or
• we consider it reasonable to do so.
If we re-open your account, we will pay back any money which was in the account when we closed it, plus any interest which is applicable. We will reclaim this money back on your behalf from the reclaim fund under the Dormant Bank and Building Society Accounts Act 2008.

21. Notices

- 21.1 The most recent address that you or in the case of joint accounts, any of you give us is the one to which we will send statements, letters and other communications concerning your account.
- 21.2 You will be deemed to have received any letter, e-mail, secure message or communication from us three days after we have sent it to you.
- 21.3 Secure messages within Internet Banking are often used to communicate important information to you so we would therefore recommend that you read all messages we send to you.
- 21.4 An error in any notice which is corrected shortly afterwards will not make the original notice invalid.

22. Circumstances beyond our control

If anything outside our control, such as technical failures, failures in any data processing or money transmission systems, power cuts, delays in the postal system or industrial action, prevent us or any of our agents from carrying out transactions on or providing you with services generally in relation to your account, we will not be liable to you for any loss you may suffer.

23. General

Except as stated in these Conditions, no person other than you and us has any rights under these Conditions. If you die or become unable to manage your account, all payments made from your account will be valid and binding on you and your estate if they were made before we received written notice of your death or incapacity.

Language

These Conditions are in English, which is the language we will use in all communications with you.

Governing law and jurisdiction

These Conditions are governed by the laws of England and Wales as are our dealings with you. You and we submit to the non-exclusive jurisdiction of the courts of England & Wales.

Severance

If any provision of these Conditions is found by any court, Ombudsman or other body or authority of competent jurisdiction to be invalid or unenforceable, that provision shall be severed from the remainder of these Conditions which shall remain in full force and effect to the extent permitted by law.

If any provision of these Conditions is so found to be invalid or unenforceable but would be valid or enforceable if some part of the provision were deleted, the provision in question shall apply with such modifications as may be necessary to make it valid.

Waiver

Occasionally we may choose not to enforce any of these Conditions, or to allow you extra time to comply with your obligations. If we do so, this will not affect our right to enforce these Conditions strictly in the future.

INFORMATION SECTION

Cheques

To help guard against fraud and loss, you must keep your cheque book in a safe place separate from any debit card issued on your account and take care when writing out cheques. For example, if you are paying a cheque to a large organisation such as HM Revenue & Customs (HMRC), write on the cheque the name of the account you want the cheque paid into and the reference number if you have one (e.g. HMRC account - J Jones, reference xxyyzz); or if you are paying a cheque into a bank or building society account, always write on the cheque the name of the account holder and/or the account number as well as the bank (XYZ Bank, account B Brown/account number 12345678). Any cheques which you request us to issue will be drawn in this manner. Always ensure that you draw a line through any unused spaces on the cheque so that extra figures or names cannot be added.

Direct debits

The Direct Debit Guarantee Scheme carries a guarantee for your protection, so that if an error has been made you are entitled to an immediate refund. We will monitor the efficiency and security of the Scheme on your behalf. Direct Debits usually have variable payment dates and amounts. If the amount to be paid by a direct debit or the payment date changes, the organisation requiring the payment will notify you normally ten working days in advance of your account being debited, unless otherwise agreed. When you cancel a direct debit instruction with the Society, you should also cancel the instruction with the organisation requiring the payment. Further information about direct debits can be obtained from www.directdebit.co.uk.

Personal Data

We will process your personal data in accordance with our Privacy Notice available at cumberland.co.uk/privacy.

If you are no longer able to look after your financial affairs

We may allow someone else to operate the account if you are unable or unwilling to look after your own financial affairs. We will require a power of attorney or court order to be obtained before we will allow someone else to operate the account. Please contact any of our branches or our Customer Service Department for further information.

If we allow someone other than yourself to operate the account, you will still be legally responsible for their actions in relation to the operation of the account.

You should keep your statements in a safe place in case you need to look at them again in the future.

Financial difficulties

If you find yourself in financial difficulties, please let us know as soon as possible, so that we can do all that we can to help you overcome your difficulties. This will include telling you where you can obtain free money advice and, where you give us your written authority to do so, work with debt counselling organisations acting on your behalf.

If you are experiencing financial difficulties and have debts with a number of other creditors, a debt counselling organisation may complete on your behalf a Common Financial Statement (or equivalent acceptable to us), which we will accept as the basis for negotiations with you in drawing up a debt management and repayment plan.

These Conditions

You are entitled at any time while you have an account with us to request us to provide you with a copy of these Conditions and general information in relation to your account with us. You may also ask us to provide you with paper copies of any information concerning your account and these Conditions.

Complaint procedures

If we do not deliver the standard of service you expect, please let us know. We will investigate the circumstances as soon as possible and, if something has gone wrong, we will try to put it right. Most complaints can be resolved satisfactorily by speaking to one of our branch managers or managers in our Customer Service Department. Please contact your local branch or our Customer Service Department on (01228) 403141. If you are not satisfied with our response, please ask for a copy of our leaflet "Our Complaints Procedure and the Financial Ombudsman Service", which is available from our website, www.cumberland.co.uk, from our Customer Service Department or from any of our branches.

Online Dispute Resolution

The European Union has an Online Dispute Resolution (ODR) platform which may assist consumers in resolving disputes about online services. The ODR platform can be accessed at <http://ec.europa.eu/consumers/odr/>

Cumberland Building Society, Cumberland House,
Cooper Way, Parkhouse, Carlisle CA3 0JF

Telephone (01228) 403141

To help us monitor and improve customer service,
telephone calls may be recorded.

www.cumberland.co.uk

A member of the Building Societies Association

Authorised by the Prudential Regulation Authority
and regulated by the Financial Conduct Authority
and Prudential Regulation Authority
- registration number 106074