

# Commercial Business Loan (CBL)

## Factsheet

### **This could be the right solution for you**

- If you are looking to increase your working capital funding, purchase an asset (e.g. van), expand or diversify your business.
- If you want a facility that provides future certainty on debit interest costs, the total repaid will not be affected by future changes in the Bank of England Base Rate.

### **Key features and benefits**

- Loan amount available between £25,001 and £300,000.
- Repay the loan monthly, over a term between 1 and 10 years.
- Capital Repayment Holidays may be requested for any period of up to 24 months.<sup>1</sup>
- No loan prepayment or early repayment costs should you wish to overpay or repay in full early.
- You can apply for cash back from the Green SME Fund, if you have an eligible loan.<sup>2</sup>

### **Interest Rates and Fees**

- Interest rates and repayments are fixed for the life of the loan.
- An arrangement fee of 1.5% of the required total loan amount will be payable.

1. Taking a Capital Repayment Holiday will increase the total interest charged and the total amount payable over the full term of the loan. Therefore, your monthly repayments will be higher to ensure your loan will be repaid by the end of the agreed term.

## See our other factsheets

- **Small Business Loan** – finance for sums of £25,000 or less.
- **Flexible Business Loan** – individually tailored loan designed to your specific needs.
- **Commercial Mortgage** – finance the purchase of a commercial property for occupation by your own business.
- **Equipment Finance** – funding new assets for your business.

## Important notes

- All loans are subject to status.
- Terms and conditions apply.
- This loan is not available to support the purchase of land or property. Please speak to your Relationship Manager if you would like to discuss funding options for property purchases.
- It is not necessary for you to open or maintain an HSBC Business Current Account with us in order to obtain or manage this loan, unless we are seeking a debenture or fixed charge over book and other debts as security for the loan.
- Security may be required – each case is considered on its individual merits. If security is required, an administration fee will be payable and we will give you an estimate of this cost at the outset. We will consider any request to release any security subject to us being satisfied that all borrowing has been repaid in full and we are under no further obligation to provide lending to you. If the security arrangements include a property which is currently, or is intended to be used as a domestic dwelling, either wholly or in part, please remember that:

**Your home may be repossessed if you do not keep up repayments on a mortgage or any other debt secured on it.**

- Missing payments could have severe consequences such as making obtaining credit more difficult and could result in legal action to recover any debt.

certain periods). To help us continually improve our service, and in the interests of security, we may monitor and/or record your calls with us.

## **Standards of Lending Practice for Business Customers (the “Standards”)**

We are committed to the Standards of Lending Practice for Business customers (the “Standards”).

The Standards are a set of principles of good practice in relation to lending to business customers with a consolidated annual turnover of up to £25m (exclusive of VAT and other turnover related taxes). The Standards apply to products offered for business lending purposes: overdraft, loan, credit card, commercial mortgage and chargecard products across the customer/product lifecycle.

A copy of the Standards of Lending Practice can be obtained at [lendingstandardsboard.org.uk/the-standards-for-business-customers/](https://lendingstandardsboard.org.uk/the-standards-for-business-customers/) and a copy of the Statement of Lenders and Borrowers responsibilities from our website [business.hsbc.uk/en-gb/campaigns/guide-to-business-borrowing/lending-principles](https://business.hsbc.uk/en-gb/campaigns/guide-to-business-borrowing/lending-principles).

## Accessibility

If you need any of this information in a different format, please let us know. **This includes large print, braille, or audio.** You can speak with us using the live chat service on our website, by visiting one of our branches or by giving us a call.

There are also lots of other options available to help you communicate with us. Some of these are provided by third parties who are responsible for the service. These include a Text Relay Service and a British Sign Language (BSL) Video Relay Service. To find out more, please get in touch.

**HSBC UK Bank plc.** Registered in England and Wales (company number: 9928412).

Registered Office: 1 Centenary Square, Birmingham, B1 1HQ. Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority (Financial Services Register number: 765112).

**Customer Information:** Customer Service Centre, BX8 2HB.

RFB2530 MCP57427 AC59902 ©HSBC Group 2022. All Rights Reserved.