

# COSTS AND CHARGES

## Lloyds Bank Direct Investments

Every time you buy or sell shares, funds or other types of investments, you'll pay a dealing commission. There are also administration charges for our accounts and other services, like reinvesting dividends or providing a replacement tax certificate.

This guide lists all our costs and charges and gives examples of how they work.

### Dealing Costs

These are charges you'll pay if you trade – if you don't trade, you won't pay any of these charges.

We'll take the dealing charges from available money in your Share Dealing Account or ISA.

#### How much does it cost?

Charge	Amount
UK Shares online trades (first 7 deals per quarter)	£11.00 per deal (£10.00 per deal for Premier/Private Banking customers)
Frequent trader online trades (8+ deals per quarter)	£8.00
Online fund trades	£1.50 per deal
Telephone trades	£35.00 per deal (£25.00 per deal for Premier/Private Banking customers)
Telephone fund trades (sales only)	£35.00 per deal (£25.00 per deal for Premier/Private Banking customers)
Regular investments	Free
Dividend reinvestment	2% of dividend (max £10.00)
Share certificate sales	£75.00
Foreign currency charges (international trades only)	1% of exchange rate
Stamp Duty (UK stock purchases only)	0.5% of value (1% for Irish stocks)
Spanish Financial Transaction Tax	0.2% on purchases of certain Spanish shares
Panel of Takeovers and Mergers (trades of over £10,000 only)	£1.50

### Transfers

We'll not charge you to transfer in or out of our Share Dealing Account, ISA or SIPP.

Some providers won't accept stock transfers, so you'll have to sell your holdings first.

You can sell your holdings online at a commission rate of £11 per trade, or we can do this for you at a higher commission rate of £35 per trade.

### Fund Charges

If you invest in a fund, you'll also pay annual 'ongoing charges' and transaction costs to the fund manager, based on the value of your fund.

This is for managing the fund, including buying and selling the assets that the fund invests in.

Fund managers take the charge from the value of the fund. The exact amount varies.

Charge	Amount
Typical ongoing charge	0.25% to 1.5% of your investment (exact charges are in the fund's information documents)
Typical transaction cost	0.5% of your investment

### ISA and Share Dealing Account Admin Charges

These are charges you'll pay for the account management and other services.

We'll take the account admin charge from available money in your Share Dealing Account. If we can't take the whole charge, we'll collect it from your nominated bank account. If you don't have a valid payment method, we'll collect it from money in your ISA.

We'll also collect charges for other services from your Share Dealing Account or ISA. If there's no money available, we'll collect it from your nominated bank account.

#### How much does it cost?

Charge	Amount
Share Dealing account charge (waived if you also have an ISA)	£20.00 six monthly (Free for Premier/Private Banking customers/Invest Wise Accounts/Invest Wise ISAs)
Share Dealing ISA charge	£20.00 six monthly (Free for Premier/Private Banking customers/Invest Wise Accounts/Invest Wise ISAs)
Other admin charges (cash withdrawal by cheque, ad hoc statement/valuation, voiding of ISA, repair of ISA).	£12.50 for each service
CHAPS/Same day payment	£20.00



# LLOYDS BANK

Charge	Amount
Withdrawal of stock in certificate form (CREST stocks only)	£25.00 per stock
Sell out dealing commission (if we need to sell some of your holdings to cover outstanding charges)	£11.00
Interest paid on Share Dealing/ISA cash balances	0%

## SIPP Charges

These are charges you pay for the management of a SIPP.

### How much does it cost?

Charge	Amount
Set-Up	Nil
Annual SIPP administration charge	0.25% of the value of your SIPP investments, capped at £16.50 a month (£198 per year)
Holding cash	Nil
Transfer in of another pension scheme	Nil
Transfer out to another registered pension scheme/Transfer out to a Qualifying Recognised Overseas Pension Scheme (QROPS)	Nil
Ad hoc statement or valuation on request	£12.50
Interest paid on SIPP cash balances over £1	The current rate is on our website
Sell out dealing commission (if we need to sell some of your holdings to cover outstanding charges)	£11

## SIPP Income Drawdown Charges

We don't make any extra charges when you start to take income from your SIPP.

### How much does it cost?

Charge	Amount
Flexi-access drawdown	Nil
Capped drawdown before age 75	Nil
Capped drawdown from age 75	Nil
Annuity purchase	Nil
Designate additional funds to drawdown/review income levels	Nil
Convert from capped drawdown to flexi-access drawdown	Nil
Take a one-off payment (Uncrystallised Funds Pension Lump Sum)	Nil
Closure charge through drawdown or lump sums (for example UFPLS) where the balance is under £1,000	Nil
Payments on death or if your pension is to be split as part of a divorce	Nil
CHAPS/Same day payment	£30.00

## SIPP administration charge

- It's charged monthly and is based on the value of your SIPP investments on the last working day of each month.
- The charge is capped at £16.50 per month.
- We'll collect the charge monthly, usually within five working days of the prior month end.
- We'll take it from the money in your SIPP. So make sure you have enough cash to cover the charges when they're due.
- If you close/transfer your SIPP part way through a month, we won't apply the monthly charge.

# Our Interest Rates

## Cash Balances

Any uninvested cash is held in your Share Dealing Account, ISA or SIPP – This is not a bank account.

We hold this uninvested cash in line with FCA rules, for your protection.

We receive interest payments, which vary, depending on the total balance held and market interest rates.

Any interest we keep is to develop our products and services.

Lloyds Bank offers a range of savings accounts that do pay interest on cash balances.

## Interest rates for our Share Dealing Account and Stocks and Shares ISA

We do not pay you interest on cash balances held within your ISA or Share Dealing Account.

## Interest rates for our Self-Invested Personal Pension (SIPP)

We pay you interest on any cash balance of £1 or more held in the account.

We calculate Interest daily and it's paid gross annually in March. Please visit [lloydsbank.com/investing-charges](https://lloydsbank.com/investing-charges) for the current rate.

## How much cash should I hold?

There's no requirement to hold a minimum balance. You should make sure there is enough cash held to cover charges when they are due.

# Examples of costs and charges

This section shows how much you might pay depending on what account you have, how often you trade and what you do with your account.

## Tom the Trader

Tom has a Share Dealing ISA and a Share Dealing Account and trades regularly, clocking up three share trades a month, apart from at Christmas and when he's on holiday. He benefits from our frequent trader rate on some of his trades. This year, Tom will pay:

Charge	Amount
ISA account charge (2 six monthly charges of £20.00)	£40.00
Online trades (23 trades at £11.00 and 10 trades at £8.00 each)	£333.00
Stamp Duty (0.5% of £74,667 – Tom's investment after commission)	£373.34
<b>TOTAL</b>	<b>£746.34</b>

Tom's investments total £75,000, which means that his charges are 1.0% of this.

## Richard the Regular Investor

Richard has a Share Dealing Account with a regular investment set up to buy shares each month.

He likes filing paperwork, so requested a paper copy of his statement. This year, he will pay:

Charge	Amount
Share Dealing account charge (2 six monthly charges of £20.00)	£40.00
Stamp Duty (0.5% of £600 – Richard's total investment)	£3.00
Copy statement	£12.50
<b>TOTAL</b>	<b>£55.50</b>

If he invests £50 each month, this year his charges are 9.25% of his total investment.

### Irena the International Investor

Irena has an ISA and enjoys investing in a wide range of international shares – she's a big fan of the tech sector. This year she's placed four trades of £5,000 each into overseas stocks and will pay:

Charge	Amount
ISA account charge (2 six monthly charges of £20.00)	£40.00
Foreign exchange charges (1% of exchange rate)	£200.00*
<b>TOTAL</b>	<b>£240.00</b>

If Irena has invested £20,000, this year her charges represent 1.2% of her total investment.

\*This cost can vary depending on the currency involved and the current exchange rate.

### Tamsin the Telephone Trader

Tamsin uses her ISA to trade shares a few times a year and prefers to use the phone as her internet connection is a bit patchy. This year, Tamsin will pay:

Charge	Amount
ISA account charge (2 six monthly charges of £20.00)	£40.00
Telephone trades (5 trades at £35.00 each)	£175.00
Stamp Duty (0.5% of £4,825 – Tamsin's investment after commission)	£24.13
<b>TOTAL</b>	<b>£239.13</b>

Tamsin has invested a total of £5,000 this year, and her charges equal 4.78% of this amount.

### Pria the Private Banking Investor

Pria is a Private Banking client, and has invested in funds using her ISA twice this year. This year, if her funds don't change in value, Pria will pay:

Charge	Amount
Online trades (2 trades at £1.50 each)	£3.00
Ongoing fund charge (1.76% of £10,000)	£176.00
Ongoing fund charge (0.23% of £10,000)	£23.00
<b>TOTAL</b>	<b>£202.00</b>

This year, Pria has invested a total of £20,000, meaning that her charges are 1.01% of this.

### Ethan the ETF Investor

Ethan doesn't tend to trade regularly, but occasionally uses his Share Dealing Account to invest in Exchange Traded Funds. This year, he invested a lump sum of £10,000 in one UK ETF. If there is no change to the value of the ETF, this year he will pay:

Charge	Amount
Share Dealing account charge (2 x six monthly charges of £20.00)	£40.00
Online trades	£11.00
Ongoing charge (0.20%)	£20.00
Transaction costs (0.50%)	£50.00
<b>TOTAL</b>	<b>£121.00</b>

This year, Ethan has invested £10,000, so his charges are 1.21% of his investment.

## Sally the SIPPer

Sally is starting to think about retirement and has recently opened a SIPP.

If she carries on at this rate, she's likely to buy shares three times this year. This year, Sally will pay:

Charge	Amount
Admin charge of 0.25% on investments of £83,000. Capped at £16.50 per month	£198.00
Cash held of £3,000	£0
Dealing commission (3 trades at £11.00 each)	£33.00
Stamp Duty (0.5% of £967 – the amount she's invested minus commission)	£4.84
<b>TOTAL</b>	<b>£235.84</b>

Sally currently has £86,000 in her SIPP. This year, her charges are 0.27% of the total value of her SIPP.

### Important information

The Lloyds Bank Direct Investments Service is operated by Halifax Share Dealing Limited. Registered Office: Trinity Road, Halifax, West Yorkshire HX1 2RG. Registered in England and Wales No. 3195646. Halifax Share Dealing Limited is authorised and regulated by the Financial Conduct Authority under Registration number 183332. A Member of the London Stock Exchange and an HM Revenue & Customs Approved ISA Manager.