

Interest Cost Comparison

	1 Year	5 Years	10 Years	20 Years	40 Years	50 Years
Interest Paid per annum against St Helens arrangement	£495,000	£495,000	£495,000	£495,000	£495,000	£495,000
Interest against PWLB Borrowing per annum	£275,400	£342,000	£417,600	£493,200	£480,600	£475,200
Saving per annum from borrowing	<u>-£219,600</u>	<u>-£153,000</u>	<u>-£77,400</u>	<u>-£1,800</u>	<u>-£14,400</u>	<u>-£19,800</u>
Saving over lifetime of borrowing	<u>-£219,600</u>	<u>-£765,000</u>	<u>-£774,000</u>	<u>-£36,000</u>	<u>-£576,000</u>	<u>-£990,000</u>

Assumptions

Based upon an overdraft of £18 million.

Interest rate charged by St Helens - 2.75%.

PWLB Borrowing taken on a maturity basis.

PWLB Rates as at 22 October 2018.

No changes in St Helens rate over lifetime of borrowing.

If Bank Rate went up, the savings made would be greater (and vice versa).