



AIB's 1 year fixed rate for owner occupiers now at a market leading 2.40%

18th March 2009

AIB today announces that it is reducing its one year fixed rate for First Time Buyer owner occupiers to a market leading 2.40%.

This rate will be available to first time buyer owner occupiers from close of business today. It will be available for all first time buyer owner occupier mortgages sanctioned by 30th June 2009 and drawn down by 30th September 2009.

AIB led the way last November when it launched a market leading fixed rate for first time buyers. Since then, AIB has seen a substantial lift in the numbers of first time buyers coming to them for a mortgage. Over 20% of all new mortgages offered by AIB are now being offered to first time buyers.

AIB today also announces changes to its interest rates

AIB also announces changes to its lending and deposit rates, with effect from close of business today. This follows the ECB interest rate reduction of 0.50% which was announced on 5th March 2009.

On the mortgage side, the standard variable rate for owner occupier mortgages decreases by 0.50% to 2.75%. The standard variable rate for residential buy-to-let mortgages decreases by 0.25% to 4.20%. All ECB Tracker related mortgages decrease by 0.50%. AIB also announces that it is reducing its three year fixed rate for owner occupiers from 3.35% to 3.10%.

Personal loan and overdraft rates for personal customers remain unchanged. The Bank's standard variable 'AA' loan rate for business loans decreases by 0.50%. The Bank's 'AA' overdraft rate for business customers also decreases by 0.50%.

The Bank's High Interest Current Account rate reduces by 0.50% to 1.75% (AER).

On the deposit side, the rate on the Access 30 account for amounts under €100,000 increases to 2.50% (AER). The Access 30 account for amounts from €100,001 to €2,000,000 reduces to 3.50% (AER). The online Personal Savings Plan rate remains unchanged at 2.75% (AER). The online Notice 7 account rate on balances up to €10,000 also remains unchanged, at 3.75% (AER). The rate on the Parent Saver account decreases by 0.50% to 7.75% (AER). The Regular Saver rate decreases from 5.25% (AER) to 5.00% (AER). Special Term account rates are also reduced - in the case of the 3 year account to 2.10% (AER) and in the case of the 5 year account to 2.50% (AER).

AER is Annual Equivalent Rate

- Ends -

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