

NEWCASTLE OFFERS TWO NEW “MARKET LEADING” MORTGAGE PRODUCTS

Newcastle Building Society has added to its mortgage range with the launch of a two new market-leading products.

5 year fixed product

Newcastle's new 5 year fixed rate mortgage offers the market leading rate of 5.22% until 31st March 2012. The product offers 95% Loan to Value (LTV) and is not subject to any higher lending charge up to 90%.

2 year discount product

Newcastle's new 2 year discount mortgage offers a 2.35% discount on the society's current SVR rate until 31st March 2009. This product currently presents a market leading pay rate of 4.99% and is available up to 90% LTV.

Both mortgages offer a minimum loan of £15,000 and a maximum loan of £500,000 and are available from Newcastle Building Society branches and contact centre.

Steve Urwin, Senior Executive Marketing and New Media at Newcastle Building Society commented:

“These new products present two very good deals for customers. After the surprising base rate rise of January many lenders have had to reconsider their mortgage rates and inevitably many have been increased.

“Newcastle remains committed to offering its customers the best deals possible and I believe these two new mortgages will offer borrowers peace of mind, secure in the knowledge that they are paying some of the lowest rates available.”

In addition to these new products Newcastle is also making significant changes to the rest of its mortgage portfolio (full details available below or at www.newcastle.co.uk)

-ENDS-

Notes to Editors:

5 year fixed product

- **5.22%** fixed until 31 March 2012
- 95% LTV
- £475 completion fee
- No Higher Landing Charge up to 90%
- Early Repayment Charge: 5% of outstanding balance to 31 March 2012

2 year discount product

- 2.35% discount until 31 March 2009, giving a current pay rate of **4.99%** (the Society's current SVR is 7.34%)
- 90% LTV
- £499 completion fee
- Early Repayment Charge: 3% of outstanding balance to 31 March 2009

In addition to these changes, the Society is also making significant changes to the rest of the portfolio.

Product	Fee	rate
2 year fixed	£499	5.85%
2 year fixed	Nil	6.05%
2 year fixed	£445	2.25%
2 year (with insurance)	£499	5.75%
2 year fixed offset	£450	6.19%
10 year fixed	£499	5.35%
20 year fixed	£499	5.45%
5 year fixed FTB	£300	6.45%
5 yr fixed FTB (incentive)	Nil	6.55%
5 yr fixed guarantor	£300	6.25%

**For further
information please
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About Newcastle Building Society

Newcastle Building Society is the biggest building society based in the North East and one of the strongest mutual building societies in the country. With assets under management of over £3.8bn we are certainly large enough to cope but small enough to care deeply about the needs of our members. We are committed to providing a range of innovative and attractive investment products and that is why we are offering this mortgage range.

www.newcastle.co.uk

The Newcastle Building Society is committed to remaining mutual and by doing so we feel we are better placed to continue to provide our investors with the quality of service expected from one of the country's strongest building societies.