



## Investment Credit Line

The Investment Credit Line (ICL) is a flexible line of credit that provides liquidity for personal or business needs, such as major purchases, unexpected expenses, tax obligations, or investment opportunities. Rather than liquidating securities, the ICL potentially eliminates the possibility of capital gains taxes and keeps your long-term investment strategies intact.

### Overview

- Secured by qualifying, liquid assets held in your investment account(s) custodied at Pershing
- Acceptance of many forms of collateral, such as bonds, domestic equities, mutual funds and government securities
- Quick turnaround to establish the ICL and minimal ongoing administration required
  - No fees charged to establish or maintain ICL
- Easy access to funds with a simple phone call
  - Funds may be transferred to your checking account or wired to your external account
- Competitive LIBOR-based pricing is often lower than standard bank loans or credit card advance rates
- Interest is paid only on the funds borrowed
- Ability to auto-debit interest payments from eligible BNY Mellon accounts
- Available to domestic clients in all 50 states
- Ability to segregate sub-limits to support letters of credit
- Minimum facility size: \$1,000,000

### Important Information

- May not be used to purchase or carry securities or fund brokerage accounts
- May not be appropriate for all investors
- If market value depreciates, clients may be required to deposit additional funds
- Failure to satisfy account maintenance requirements will result in restrictions on client's account and/or liquidation of securities to acceptable equity levels

### Example Situation: Long-Term Care

A 75-year-old client in need of continuing care had agreed to relocate to be near her only daughter. Immediately after listing her home for sale, an opening became available at a long-term care facility within miles of the daughter's home. However, this required an initial deposit within seven days and final payments two months later.

### BNY Mellon's Private Banking Solution

An Investment Credit Line was established within days and funds were wired directly to the facility to secure the room. As a result, the client avoided unnecessary tax consequences from liquidating investment assets and eliminated the pressure to sell her home too quickly. The daughter had peace of mind knowing her mother would finally move closer and receive the care she needed.