



Unit Linked Investment Bond

A Unit Linked Investment Bond is a single payment, whole of life, pooled investment which can be tax efficient if you require a regular income. It is designed as an investment vehicle which should ideally be kept for at least five years. If you feel that you may require access to a lump sum or all of the money earlier than this contact us immediately so that alternatives may be considered.

Withdrawals of up to 5% per year of the original investment (which can be carried forward for tax purposes for a maximum of 20 years i.e. 100% of the original investment) are allowed without any immediate tax liability. Withdrawals in excess of this are possible, but an immediate tax charge is likely if you are a higher rate taxpayer at the time. The returns under this plan are deemed to be made after the deduction of basic rate tax. It is not possible to reclaim this if you are a non taxpayer.

Before partial or full encashment of the plan, a tax calculation is required to establish whether the encashment, when added to your other income will make you a higher rate tax payer. This calculation is not straight forward and therefore you should request our assistance. If the encashment does make you a higher rate tax payer, then tax at the prevailing rates at the time will need to be accounted for.

Should you encash your bond(s) within the early year (usually 5 years), then an exit penalty may apply, on a reducing scale (i.e. the penalty reduces for each year the bond is held). For full details of the charges, please refer to the **Key Features Document**.

Please refer to the **Key Features Document**, illustration and product literature that has previously been provided to you and take time to read them as they contain a great deal of important information about your proposed plan. You should also take time to study the policy document, when received, to ensure you are happy that it meets your requirements, as this will contain full details of your cover, and the terms and conditions which apply.

If at any time you cease to be a UK Resident, please contact us for advice with regard to this investment.

Withdrawals

Please note that if you take withdrawals that exceed the growth on your Bond, then your underlying capital will be reduced.

Fund Choice

The value of your investment funds will be dependent upon the investment returns made by the provider together with that company's charging structure. There are a variety of investment funds to choose from and if you are not sure of the element of risk involved in the funds selected for your plan, please contact us. The performance of all funds should be reviewed regularly.



Unit Linked Funds

The value of your investment may go down as well as up, and past performance is not necessarily a guide to future performance. Therefore it is possible you may not get back the full amount invested.

On Death

The value of the bond x 101% is usually paid to your estate. If the Bond is held in joint names, then this value will not be paid until the second death.

Cancellation

You will be sent a notice giving you **30 days** from the day of receipt to cancel your plan. Please read the instructions carefully. If you wish to cancel, please contact us so that we can amend our records. **Please note that if the value of your investment has fallen during this period you may not receive your full investment back.**

Property

Property investments are generally a matter of the valuer's opinion rather than fact. In addition property investment may not always be readily saleable and very occasionally there may be constraints on realising investments

There is no guarantee that the new plan will outperform the old plans.

Illustrations are for guidance only and are not guaranteed.

Whilst your transfer is taking place, the investment market could be up or down. If the market goes up, a loss of growth could occur.