

Savings

Things you need to know about ISAs

How do ISAs work?

- ISAs are tax-free* 'Individual Savings Accounts'. Principality offers a great range of ISA products that are easy to understand and operate.
- To open an ISA you must be aged 16 or over and a UK resident, or a Crown employee serving overseas, or married to or a civil partner of a Crown employee serving overseas.
- Money held in an ISA is free from Income and Capital Gains Tax for as long as it is held in the ISA.

New ISA limits – effective 6 April 2011

- From 6 April 2011, the ISA subscription limit will be **£10,680** for anyone eligible to invest in an ISA in the tax year 2011/12.
- Up to **£5,340** of the new ISA allowance can be saved in a Cash ISA with one provider.
- Up to **£10,680** can be invested in a Stocks and Shares ISA.

How much money can you put into ISAs?

- The table below shows how many ISAs you can have in each ISA year, and how much money you can put into each ISA:

ISA Option	Total investment allowed in ISA/Tax Year 2011/2012
Cash ISA only	£5,340 maximum in a Cash ISA
or	
Stocks & Shares ISA only	£10,680 maximum in a Stocks and Shares ISA
or	
Cash ISA and Stocks & Shares	No more than £5,340 in a Cash ISA and the balance in the Stocks & Shares up to a combined total of £10,680

ISA Transfers

Principality welcomes transfers-in from other providers and you can transfer out subject to the Account Terms of each ISA Account. We adhere to the guidance provided by the Building Societies Association (BSA) and the British Bankers Association (BBA) and we aim to complete ISA transfers within 15 working days, which is the accepted standard set out by the BSA and BBA.

Cancellation

If you are not happy about your choice of Cash ISA you may cancel it within 14 days of agreeing to open it. We will help you switch to another of our Accounts or we will give you all your money back with any interest you have earned.

Tax planning

If you would like advice on tax planning and how to make the most of your tax-free benefits, ask a member of staff for an appointment with an Aviva financial consultant.



Pop into branch



0845 0450 452



www.principality.co.uk

This leaflet is available in large print, Braille and audio tape on request by calling 0845 0450 451.

*Tax-free means the interest you earn is exempt from UK Income Tax and Capital Gains Tax. Tax treatment depends on your individual circumstances and may not be maintained in future. Any financial advice given will only relate to the products and services of Principality Building Society and Aviva. To help us maintain our service and security standards telephone calls may be monitored or recorded. Principality Building Society is authorised and regulated by the Financial Services Authority (Authorisation No.155998). Principality Building Society, Principality Buildings, Queen Street, Cardiff, CF10 1UA. www.principality.co.uk