

## 5 Year Fixed Rate Cash ISA – Account Summary

Summary Box		
<b>Account name</b>	<b>5 Year Fixed Rate Cash ISA Issue 206</b>	
<b>What is the interest rate?</b>	Tax-free* p.a.	AER†
	Fixed annual interest	2.13%
	Fixed monthly interest	2.11%
	Interest is calculated on your daily balance and paid annually on the anniversary of your ISA opening or monthly, paid one month after the date on which your ISA is opened, and then monthly after that, depending on what you choose.	
<b>Can Principality change the interest rate?</b>	No, the rate on this ISA is fixed for 5 years until maturity.	
<b>What would the estimated balance be after 60 months based on a £1,000 deposit?</b>	£1,111.13 (based on the assumption that you chose to have interest paid annually and added to your ISA and that no further deposits were made).	
<b>How do I open and manage my account?</b>	<ul style="list-style-type: none"> <li>You must be aged 16 or over, a UK resident for tax purposes and an individual applicant to open and operate this account.</li> <li>Open your account in branch, agency or online. Existing customers who wish to transfer funds from their maturing Principality Fixed Term ISA to open this Account can do so in branch, agency, online or by post.</li> <li>The minimum balance is £500 and you can save up to the current annual Cash ISA limit of £20,000 (plus transfers-in of existing ISA balances) in this tax year. The minimum balance must be maintained to operate the account.</li> <li>You have 5 business days from the account opening date in which to make your initial deposit. If you have not made your initial deposit in this time your account will be closed.</li> <li>You can keep making deposits while the ISA remains on sale.</li> <li>The ISA will mature after 5 years on the anniversary of opening.</li> <li>Manage your ISA in branch, agency, online or by post.</li> </ul>	
<b>Can I withdraw money?</b>	<ul style="list-style-type: none"> <li>No withdrawals permitted prior to maturity.</li> <li>Early closure or transfer to another ISA provider permitted subject to 360 days' loss of interest. If you haven't earned enough interest to cover this, this will be taken from the funds in your account and means you will get back less than you originally deposited.</li> <li>We will write to you before your ISA matures to let you know what other ISAs we can offer you.</li> <li>If we don't receive any instructions from you before your ISA matures, your ISA will be transferred to our Variable Rate Cash ISA or its nearest equivalent.</li> </ul>	
<b>Additional information</b>	<ul style="list-style-type: none"> <li>Service charges and costs may apply to your account. These are outlined in our Tariff of Charges.</li> <li>In certain circumstances we may refuse an instruction to operate an account. These circumstances are outlined in our Savings Terms and Conditions.</li> <li>Rates correct as at 20/02/2019.</li> </ul>	

\* 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.

† AER stands for Annual Equivalent Rate and illustrates what the interest rate would be if interest were paid and compounded once each year.

## 5 Year Fixed Rate Cash ISA – Account Terms

- You must read these Account Terms which include the relevant 'Summary Box' with our General Conditions (including the 'Account Specific: ISA Account Terms', which are in the current edition of the 'Savings Terms and Conditions' leaflet), which also apply to this ISA. If there is any conflict between these Account Terms and the General Terms, these Account Terms will prevail. In these Account Terms 'you/your' refers to the Account holder(s) and 'we/our' refers to Principality Building Society.
- Unless you are making an Additional Permitted Subscription in accordance with the section of the General Terms entitled 'ISA Terms', you must be aged 16 or over and be:
  - Resident in the UK (excluding the Channel Islands and the Isle of Man) for tax purposes; or
  - A Crown employee working overseas; or
  - Married to, or the civil partner of, a Crown employee working overseas.
- All ISAs are governed by the ISA Regulations, which are set by the Government, and your ISA will operate as required by the ISA Regulations. If there is any conflict between any Account Terms and the ISA Regulations, the ISA Regulations will prevail.
- The minimum Investment in your ISA is £500 and the maximum total Investment in the 2018/19 ISA Year (which ends on 5 April 2019) is £20,000.
- You have 5 business days from the account opening date in which to make your initial deposit. If you have not made your initial deposit in this time your account will be closed.
- If you have transferred your ISA in full from a Principality variable rate ISA product, retaining the same account number, then you are entitled to replace an amount withdrawn from the variable rate ISA during the current ISA Year with an amount paid into the Fixed Term Cash ISA (not exceeding the amount withdrawn) provided the replacement is made in the same ISA year ("Replacement Subscription(s)"). A Replacement Subscription can only be made whilst the Fixed Term Cash ISA remains open for new applications.
- Transfers-in of previous ISA Years' subscriptions are permitted. Any Additional Permitted Subscription that you are entitled to make in accordance with the section of the General Terms entitled 'ISA Terms' is also permitted and will be treated in the same way as a previous ISA Year's subscription. References to the ISA allowance for ISA Year 2018/19 and subsequent years and the maximum limits in Account Term 4, do not apply to transfers-in, Replacement Subscriptions or to any Additional Permitted Subscription that you are entitled to make.
- If you transfer the whole of your previous years' subscriptions from your ISA Account, you will lose the right to make Replacement Subscriptions in respect of withdrawals from the ISA Account made before the transfer.
- Provided you do not exceed the maximum Investment specified in Account Term 4 you can continue to invest in your ISA (including Replacement Subscriptions) whilst the ISA remains open for new applications. We reserve the right to withdraw the sale of this ISA without notice.
- Withdrawals from your ISA are not permitted prior to Maturity.
- The ISA has a fixed term, which will start on the date you open your ISA and will end on the fifth anniversary of the ISA opening date ('Maturity').
- The interest rate applicable to your ISA is a Fixed Account Rate from the date of opening until Maturity (subject to Account Terms 16 or 18), the rate will be the rate set out in the Summary Box on the date you open your account.
- The interest is calculated daily. You can choose to have your interest paid annually or monthly.
- Annual interest will be paid as set out in General Condition 38 in the 'Savings Terms and Conditions' leaflet. Annual interest may be added to this Account, paid into another Principality savings Account or paid by direct credit transfer to another UK bank or building society account in your name.
- Monthly interest will be paid as set out in General Condition 39.1 in the 'Savings Terms and Conditions' leaflet. Monthly interest must be paid into another Principality savings Account or paid by direct credit transfer to another UK bank or building society account in your name. Direct credit transfers are subject to a minimum of £5 being payable as set out in Condition 40 of the General Conditions.
- On your instructions and within the time stipulated by you, your ISA or part of your ISA, shall be transferred to another ISA manager in accordance with the ISA Regulations relating to transfers. If you instruct such transfer to take place prior to Maturity the transfer will be subject to the loss of 360 days' interest.
- Please note that where you instruct an ISA transfer to take place, all of the Investment that you have made in the current tax year prior to transfer must be transferred. Investments made in previous tax years may be transferred in whole or in part.
- Prior to Maturity, closure of your ISA will be permitted subject to loss of 360 days' interest. Please note if you close your ISA it cannot be reinstated.
- If there is insufficient interest earned on your ISA, any amount due to us under Account Terms 16 or 18 will be deducted from the balance of your ISA prior to its closure or transfer.
- Following Maturity the Account Terms and Account Rate for your ISA will be the Account Terms and Variable Account Rate that apply to our Variable Rate Cash ISA, or its nearest equivalent then available.
- The Account has limited availability and we reserve the right to withdraw it at any time and without notice.