

Variable Rate Cash ISA – Account Summary

Summary Box	
Account name	Variable Rate Cash ISA
What is the interest rate?	0.10% Tax-free [^] p.a. / AER [†] (Variable) Interest is calculated on your daily balance and paid annually on 6th April every year (or the next business day).
Can Principality change the interest rate?	<ul style="list-style-type: none"> • Yes, variable account rates could increase or decrease. • Customers will be given personal notification of any material reduction in interest rates a minimum of 14 days before the change takes effect. • To understand why rates may be reduced please refer to our Savings Terms and Conditions.
What would the estimated balance be after 12 months based on a £1,000 deposit?	£1,001 (based on the assumption that no further deposits or withdrawals are made during the 12 months).
How do I open and manage my account?	<ul style="list-style-type: none"> • You must be aged 16 or over, a UK resident for tax purposes and an individual applicant to open and operate this account. • Open your account in branch, agency or by post. • The minimum balance is £1 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. You need to keep the minimum balance in your account for it to remain open. • Manage your account in branch, agency, post or online via secure message (subject to Your Account eligibility criteria, available when you click “Register Now” at www.principality.co.uk/register).
Can I withdraw money?	<ul style="list-style-type: none"> • Yes, you do not have to give notice to close your account or make a withdrawal. • This is a flexible ISA. This means you’ll be able to take money out of it and replace that money before the end of the same tax year, without the replacement contributing any further towards your annual ISA allowance.
Additional information	<ul style="list-style-type: none"> • Service charges and costs may apply to your account. These are outlined in our Tariff of Charges. • In certain circumstances we may refuse an instruction to operate an account. These circumstances are outlined in our Savings Terms and Conditions. • Rates correct as at 11/05/2020.

[^] 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.

Variable Rate Cash ISA – Account Terms

1. 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.
2. 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:
 - a. Resident in the UK (excluding the Channel Islands and the Isle of Man) for tax purposes; or
 - b. A Crown employee working overseas; or
 - c. Married to, or the civil partner of, a Crown employee working overseas.
3. 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.
4. The minimum Investment in your ISA is £1 and the maximum total Investment in the 2020/21 ISA Year (which ends on 5th April 2021) is £20,000. Your Account will be closed if the balance in it falls below the minimum balance of £1.
5. You are permitted to replace an amount withdrawn from your ISA during the current ISA Year with an amount (not exceeding the amount withdrawn) provided the replacement is made in the same ISA year (“Replacement Subscription(s)”).
6. 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 2020/21 and subsequent years and the maximum limits in Account Terms 4 and 7, do not apply to transfers-in, Replacement Subscriptions or to any Additional Permitted Subscription that you are entitled to make.
7. Provided that you open your ISA with an Investment of at least the minimum required amount specified in Condition 4 you can add further payments to it provided that the total investment in your ISA does not exceed the 2020/21 ISA allowance of £20,000 during the 2020/21 ISA Year. Any payments into your ISA after 5th April 2021 will be outside your 2020/21 ISA allowance and will count towards your ISA allowance for the ISA Year in which they are made.
8. If you have transferred your ISA in full from another Principality variable rate ISA product, retaining the same account number, then you are entitled to make Replacement Subscriptions up to the amount withdrawn from the previous variable rate ISA during the current ISA Year.
9. A Replacement Subscription in respect of the current year’s subscriptions or in respect of the previous years’ subscriptions (withdrawn during the current year) may be made only to the account from which the withdrawal it is replacing was made. A Replacement Subscription may be made to another ISA product from us, provided it is made to the same account number.
10. Any withdrawal in any year is to be deemed to be made first out of the current year’s subscriptions.
11. Any Replacement Subscription is to be deemed to be a replacement first of any withdrawal made out of the previous years’ subscriptions.
12. 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.
13. Withdrawals from your ISA are permitted without notice. Additional Investments may be made, provided that your ISA allowance for the relevant ISA Year is not exceeded.
14. The interest rate applicable to your account is a Variable Account Rate and may be varied in accordance with General Conditions 74-80.
15. The initial interest rate will be the rate set out in the Summary Box on the date you open your Account Interest on your ISA is calculated daily and paid annually on 6th April (or the next Business Day). Interest can be added to your ISA, paid to another Principality Account or paid by direct credit transfer to another UK bank or building society account in your name.
16. Closure of your ISA is permitted without notice but please note that if you close your ISA it cannot be reinstated.
17. Your ISA may be transferred directly to another approved ISA provider following a transfer request. 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.