...Saltus

Individual Savings Account (ISA) and Junior Individual Savings Account (JISA) Key Features

What type of ISA is a Saltus ISA and JISA?

The Saltus ISA and JISA are Stocks and Shares ISAs. Stocks and Shares ISAs can hold either individual shares or bonds, or pooled investments such as open-ended investment funds, investment trusts or life assurance investments.

Aims

Your Saltus ISA/JISA aims to:

- Enable you to invest and save in a tax-efficient way.
- Provide you with the control and flexibility you need to determine how you manage your money.
- Give you the potential for capital growth over the medium to long term (which we consider to be at least five years or more).
- Allow you to hold a wide range of investments made available through the Saltus Platform.
- Allow you to make one-off or regular contributions, transfer existing arrangements, and make one-off or regular withdrawals and take income.
- Provide the benefits of a flexible ISA, allowing you greater control of your annual allowance, and tax-free income and capital gains.

Who is eligible for a Saltus ISA?

To be eligible to invest in an ISA, an investor must be:

- An individual (i.e. not a company or trustee, ISAs cannot be held jointly)
- 18 years of age or over
- Resident in the UK (or is a Crown servant serving overseas or the spouse of such an individual who accompanies their spouse abroad).

When an individual ceases to be eligible to invest in an ISA, any existing ISAs will continue to be exempt from UK tax, but future contributions to regular investment ISAs must be terminated and no further single contributions may be made.

Who is eligible for a Saltus JISA?

- A parent, guardian or someone who has parental responsibility, or an Eligible Child aged 16 or over can open a Junior ISA for a child under 18 years of age.
- The child cannot have a JISA as well as a Child Trust Fund.

How much can I contribute into my Saltus ISA/JISA?

The current ISA allowance is £20,000. The JISA allowance is currently £9,000. You can pay into your Saltus ISA by a lump sum or regular payment. If you hold a Saltus GIA, you can also subscribe to your ISA each year automatically from there. Please speak to your Advisor or Relationship Manager for more information.

Can I withdraw money from my Saltus ISA?

Yes, you can withdraw some or all of your ISA whenever you want. Withdrawals are available as a single payment or regular payment.

Can I withdraw money from my Saltus JISA?

Monies held within the JISA belong to the child and they cannot withdraw from it until they reach the age of 18, except in exceptional circumstances.

Who will operate the ISA/JISA and manage your investments?

Management of your investments will depend on the service you have opted for, whether you have appointed Saltus as discretionary manager, or your Financial Adviser to manage your investments. Saltus will operate your account and arranges custody of your assets.

What are the tax benefits of an ISA/JISA?

Any investment returns received from an ISA/JISA will be tax free.

There is no personal tax on any income taken and no capital gains tax on any gains made.

The value of your ISAs will be included in your estate for Inheritance Tax purposes on your death (except ISAs invested in shares listed on alternative investment markets that may qualify for Business Relief).

The value of any JISAs will be included in the child's estate for Inheritance Tax purposes on their death (except ISAs invested in shares listed on alternative investment markets that may qualify for Business Relief).

In addition, Income and gains from ISAs/JISAs do not need to be included in tax returns.

Money can be withdrawn from an ISA at any time without losing tax breaks. (This does not apply to JISAs.)

Is the Saltus ISA a flexible ISA?

The Saltus ISA is a flexible ISA. This means if you make a withdrawal from your ISA, you are able to replace it without it counting against your ISA allowance, as long as you do so within the same tax year you made the withdrawal.

A JISA cannot be operated as a flexible account.

What happens to a Saltus JISA when the child turns 18?

At the age of 18, the JISA will be converted to a Saltus stocks & shares ISA.

Risks

Investment risks

- The value of any investments may go down as well as up. You could get back less than you originally invested.
- Cash holdings carry no explicit investment risk but there is risk that the real value of your investment could reduce due to the effect of inflation.

Impact of charges

Any charges or deductions applied to your accounts will have an impact on the value of your investment. These charges may vary, and you should be aware that any increase in charges would have an adverse impact on the value of your savings and investments. For more information on Saltus's charges please read our Fees and Charges document or ask your Financial Adviser for further information.

Effect of withdrawals

Choosing to make withdrawals could reduce the value of your investments over time, unless investment growth covers the cost of the amount taken out.

What happens to my Saltus ISA savings when I die?

If an ISA saver in a marriage or civil partnership dies, on their death, their surviving spouse or civil partner will inherit their ISA tax advantages and will be able to invest an additional amount in their own name equal to the value of the deceased's ISAs, on top of their usual allowance.

The value of the inherited ISA allowance will normally be the higher of the total value of the ISA savings at the date of death or the value on the date the ISA savings stopped being exempt from UK Income Tax.

ISA savings stop being exempt from UK Income Tax when the first of the following occurs:

- the administration of the estate is completed;
- the account is closed; or
- three years after death.

Any gain in excess of the annual allowance will be taxed at a rate of 10% if, after adding the net taxable gain to your taxable income in the relevant tax year, the total falls within the basic rate income tax band. A tax rate of 20% applies to gains or parts of gains which exceed the upper limit of the basic rate income tax band.

Assets passed between spouses are not considered to be disposals and are therefore not subject to CGT.

What happens to the Saltus JISA savings if the child dies?

On the death of the child before their 18th birthday, the JISA will terminate in accordance with the JISA regulations. An original death certificate will need to be sent to Saltus before the JISA can be closed. Any money will be paid to whoever inherits the child's estate.

Cancellation

Right to change your mind

You have a legal right to cancel your Saltus ISA/JISA if you change your mind.

If you wish to cancel you must do so within 30 days of the date you receive our email confirming the establishment of your ISA/JISA.

To exercise your right to cancel, please send us, in writing confirmation of your wish to exercise your right to cancel, quoting you name, date of birth and account number.

By post: Saltus Partners LLP
Solent Business Park
4500 Parkway
Whiteley
Fareham
PO15 7AZ

By email: platformservices@saltus.co.uk

Complaints

If for any reason you are not happy with the service provided to you, you can raise your concerns with us in writing, by email, phone or in person.

Please contact us:

By post: The Compliance Officer
Saltus Partners LLP
4500 Parkway
Whiteley
Fareham
PO15 7AZ

By email: complaints@saltus.co.uk

By phone: 0148 966 3700

We will handle your complaint in line with our internal complaints procedure and the Financial Conduct Authority rules.

If we cannot settle your complaint to your satisfaction, or we are unable to resolve your complaint within 8 weeks, you can refer your complaint to the Financial Ombudsman Service ('FOS'):

By post: The Financial Ombudsman Service
Exchange Tower
London
E14 9SR

By phone: 0800 023 4567

Compensation payments

We are covered by the Financial Services Compensation Scheme ('FSCS'). You may be entitled to compensation from the scheme if you suffer loss which is our fault and where we have gone out of business. This depends on the type of business and the circumstances of the claim. Most types of investment business are covered for up to a maximum compensation of £85,000 per person, per firm in default. Please note that these limits may be subject to change under the FSCS.

Our custodian, Multrees is covered by the Financial Services Compensation Scheme (FSCS). This means that in certain circumstances, and provided you are an eligible claimant, you may be entitled to compensation if Multrees is in default and unable to meet its financial obligations to you. For more information on Multrees, please refer to our Platform Terms and Conditions.

For further information refer to the FSCS: Financial Services Compensation Scheme | FSCS

You can contact the FSCS using the details below.

By post: Financial Services Compensation Scheme
PO Box 300
Mitcheldean
GL17 1DY
By phone: 0800 678 1100