

keyfacts®



Key Features of the with profits Investment Bond



Invest for your future

The Financial Services Authority is the independent financial services regulator. It requires us, Healthy Investment, to give you this important information to help you to decide whether our with profits Investment Bond is right for you. You should read this document, the Terms and Conditions and 'A guide to how we manage our with profits business' carefully so that you understand what you are buying, and then keep them safe for future reference.

Its Aims

- To build up a fund that you can use when you need it, either in one go or over a period of time
- To provide a cash sum on your death

Your Commitment

- You must invest a lump sum of at least £500
- You should consider the Investment Bond as a medium to long term investment

Risks

- What you get back will depend on how well our investments do, see section 11 of the Terms and Conditions
- Our charges may increase
- Tax rules could change
- If you cash in, a Market Value Reduction (MVR) may be applied (see below for further details)

Questions and Answers

Who should consider this plan?

- You might consider this plan if you already have savings in a bank or building society and you are now looking to put some money into an investment that has some risk that you might get back less than you have paid in
- You should see this as a medium to long term investment
- If you have any doubt whether this bond is right for you contact your financial adviser

What is a Healthy Investment with profits Investment Bond?

- It is a single premium investment product that can continue for as long as you want
- Each year bonuses may be added to the value of your investment
- The amount of bonuses added each year depends on investment performance, expenses and other factors
- If you need any further information on this, please contact us

What might I get back?

- What you might get back is shown on your personal illustration

Can I take money out?

- You can cash in your bond at any time, although depending on when you cash in, you may be charged
- These charges will reduce the amount of money available to you
- Full details of how we work out what you might get back are in section 11 of the Terms and Conditions, but a summary of our charges is provided below
- You can also take out part of the money from your bond, full details of this are in section 7 of the Terms and Conditions

What are the charges?

- We take charges for managing your bond
- Every year that your bond is in force we will make a regular charge to cover the costs of running your policy and towards other costs incurred by the Society, see section 12 of the Terms and Conditions
- If you make a full or partial withdrawal above 5% of your initial investment within the first 4 years you will be charged an early exit penalty:
Year 1
6.0% of the value of your withdrawal
Year 2
4.5% of the value of your withdrawal
Year 3
3.0% of the value of your withdrawal
Year 4
1.5% of the value of your withdrawal

What is a Market Value Reduction?

- A Market Value Reduction (MVR) is a deduction, that is sometimes made, from the amount paid out when the bond is cashed in
- An MVR may be applied to ensure that the payout you receive is fair to you and other members of the fund and reflects the performance of your investments in the fund
- We guarantee that if you cash in your bond on the 10th anniversary of the investment or any 5th anniversary after that, we will not apply an MVR to your investment
- Full details of how the MVR works is in section 8 of the Terms and Conditions

Where is my money invested?

- For details of where your money is invested see section 11 of the Terms and Conditions

What happens to my bond if I die?

- If you are the sole owner of the bond its value at the time you die will be payable to your estate
- If you took it out with someone else and they are still alive then they become the sole owner of the bond

What about tax?

- When you cash in your bond you may have to pay tax on some of the money you receive
- You may have to declare the payment from your bond on your tax return
- The fund in which your money is invested is subject to tax, see section 13 of the Terms and Conditions
- You cannot claim back any of the tax on the fund even if you are a non-taxpayer

How will I know how my bond is doing?

- We will send you a bonus statement each year which will let you see how your bond is doing

Can I change my mind?

- Once we have accepted your application, you'll receive a notice telling you about your cancellation rights. You will then have thirty days in which you can change your mind. If you decide to cancel we'll give you your money back
- To cancel you should complete the notice and send it to our address shown at the end of this document
- If you don't cancel within thirty days your right to cancel ends and your policy continues

Further Information

Law

- In legal disputes the law of England and Wales will apply

Complaints

- If you wish to complain please get in touch with us. Our full contact details are shown below
- If we cannot deal with your complaint to your satisfaction you can refer it to:

Financial Ombudsman Service

South Quay Plaza

183 Marsh Wall

London

E14 9SR

Tel: 0845 080 1800

- Making a complaint does not affect your right to take legal proceedings

Compensation

- We are covered by the Financial Services Compensation Scheme, see section 18 of the Terms and Conditions

Their contact details are:

Financial Services Compensation Scheme

7th Floor, Lloyds Chambers

Portsoken Street

London

E1 8BN

Tel: 020 7892 7300



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