

# Loyalty Cash ISA

An *easy* way to let your money grow tax-free



**SCOTTISH**  
BUILDING SOCIETY

Now you can  
help yourself  
to even *more*  
tax-free returns



Whether you're saving up for something special, want to boost your retirement income or simply looking to set some money aside for a rainy day, it's always worth making the most of tax-free saving.

As well as helping your money grow tax-free and rewarding longer-term savings, a Loyalty Cash ISA with Scottish Building Society gives you instant access to your cash and lets you save in the way that suits you best – either with a lump sum, standing order or by paying in whenever you choose to.



**Apply  
today**

# The longer you save, the more you earn

Unlike a lot of providers who only look after new customers, we reward our members for saving with us over the long-term.

Our tiered interest rates mean that the longer you keep your money in your Loyalty Cash ISA, the higher the rate of interest you'll receive (compared to those invested in subsequent years).

Rates are variable. For details of our interest rates, please refer to our Savings Interest Rates leaflet or visit **scottishbs.co.uk**

## 2 easy ways to get started

Starting a Loyalty Cash ISA with the Scottish is as simple as opening any other savings account – why not open one today?

### > In-branch

Open a Loyalty Cash ISA in branch today

### > Online

Download an application form from our website  
**[www.scottishbs.co.uk](http://www.scottishbs.co.uk)**

Simply send your completed form, with a cheque for your opening balance, to:

**FREEPOST RLYC-AAGE-YURH**  
**Scottish Building Society**  
**SBS House, 193 Dalry Road**  
**Edinburgh EH11 2EF**

We will send your account information as soon as possible. To comply with legislation, we will need to verify your identity and address.



# YOUR QUESTIONS ANSWERED

## **Q How do I draw my money out?**

**A** You can make withdrawals at any branch or local agency or by post without notice, penalty or charges. Any withdrawals you make will not alter the tax-free status of your account.

## **Q How will I receive interest?**

**A** Interest is calculated from the day after the Society receives your cash or cheque until the date of withdrawal and the amount of interest is calculated on the daily balance.

Interest will be added to your account on 31 March each year. Or, if you prefer, the interest can be transferred to another Scottish Building Society account or paid to your bank.

## **Q Will I pay tax on my Loyalty Cash ISA?**

**A** Whatever your personal tax status, you will not have to pay income tax on the interest earned on your Loyalty Cash ISA under current regulations, provided that you keep to the annual subscription limits and other rules of operation laid down by HM Revenue & Customs. You do not need to mention your Cash ISA on any tax return you have to fill in.

*Please note that the favourable tax treatment for ISAs is the responsibility of, and therefore subject to change by, the Government.*

## **Q How will I know how much is in my Loyalty Cash ISA?**

**A** You can choose to have a passbook to record your transactions or we can issue a Certificate of Investment. You will also receive a statement in April confirming the balance at 31 March and the interest you have earned during the year.

# YOUR QUESTIONS ANSWERED

## **Q Who can invest in a Loyalty Cash ISA?**

**A** Anyone aged 16 or over, and resident in the UK for tax purposes, can hold a Loyalty Cash ISA.

## **Q How much do I need to open an account?**

**A** You can open an account with just £1.

## **Q What if I have already put money into an ISA?**

**A** There are 3 types of ISA: cash ISAs, stocks and shares ISAs and innovative finance ISAs. You can save into one of each kind of ISA each tax year, up to the annual subscription limit of £15,240 (Tax Year 2016/17).

## **Q Can I add to my Loyalty Cash ISA?**

**A** You can add to your account whenever you like, at any branch or local agency or by post. You can also pay in by standing order.

## **Q What happens to my ISA when I die?**

**A** Your ISA savings will be included in your estate for inheritance tax purposes. However, any accrued ISA savings can be passed to your spouse or civil partner upon death, allowing the surviving spouse or civil partner to continue receiving the tax benefits. Please contact us for more details.

## **Q Can I continue to save in subsequent tax years?**

**A** If you wish to continue to save into a Scottish Building Society Loyalty Cash ISA in subsequent tax years, you will need to open a new account either in branch or by sending us a completed application form. We will then issue a new passbook or Certificate of Investment, as you prefer.

If you're thinking about saving some money, an Individual Savings Account (ISA) could be a good place to start. ISAs are an easy way to let your money grow, tax-free. What makes our Loyalty Cash ISA even better is our tiered interest rates – so the longer you keep your money in your ISA, the higher the rate of interest you receive compared to those invested in subsequent years.

## 5 great reasons to choose our Loyalty Cash ISA

- Tax-free returns to help your money grow
- Tiered interest rates
- Add to the account whenever you like
- Instant access to your money
- A safe home for your savings

To find out more, call us on

**0345 600 0585**

or go to [www.scottishbs.co.uk](http://www.scottishbs.co.uk)

## YOUR RIGHT TO CANCEL

You can cancel your ISA by contacting your branch or local agency office or writing to the Society within 14 days of making your opening deposit. We will help you select a more suitable account or repay your deposit in full together with any interest earned.

Tax will not be payable on the interest earned during this period. HM Revenue & Customs will treat your cancelled ISA as not having been opened, and you will be able to open another ISA during the same tax year if you so wish.

### SUMMARY BOX – Key product information for Loyalty Cash ISA

<b>Account Name</b>	Loyalty Cash ISA	
<b>What is the interest rate?</b>	Tax Year Account Opened/Funds Deposited	Tax-free/AER variable
	2016/17	0.85%
	2015/16 or 2014/15	1.05%
	2013/14 or 2012/13	1.15%
	2011/12 or 2010/11	1.35%
	Before 2010/11	1.55%
	AER stands for Annual Equivalent Rate and illustrates what the interest rate would be if interest was paid and added each year.	
	Interest is paid tax-free on 31 March each year, provided the account continues to satisfy the ISA regulations. Interest is normally added to the account, but it can be paid to a bank account or another account with Scottish Building Society if you wish.	
<b>Can Scottish Building Society change the interest rate?</b>	The interest rate is variable and may be changed as outlined in section 9 of the Savings Terms & Conditions. When the change is an increase in the interest rate, we will let you know by writing to you or by placing notices and leaflets in all our branches and updating our website. When the change is a reduction, we will write to you 14 days before the rate change.	
<b>What would be the estimated balance after 12 months based on a £1,000 deposit?</b>	If you open a Loyalty Cash ISA and deposit £1,000, after 12 months the projected balance would be £1,008.50. Thereafter, the interest rate increases so the projected balance would subsequently be higher.  This projection is for illustrative purposes only and does not take into account your individual circumstances.	
<b>How do I open and manage the account?</b>	This account is available to anyone aged 16 or over, and resident in the UK for tax purposes. You can open an account with a minimum of £1, either in branch or by downloading an application form online.  You can add to the account whenever you like either in branch, by post or standing order. The maximum amount you can save into ISAs in tax year 2016/17 is £15,240.	
<b>Can I withdraw money?</b>	You can make withdrawals in branch or by post without notice, penalty or charges. Any withdrawals you make will not alter the tax-free status of your account.	
<b>Additional information</b>	Funds deposited in a Loyalty Cash ISA are automatically protected by the Financial Services Compensation Scheme (FSCS), a free and independent compensation scheme providing automatic protection for deposits of up to £75,000 per person. FSCS provides compensation, usually within 7 days, if anything were to happen to Scottish Building Society. For more information, visit <a href="http://www.fscs.org.uk">www.fscs.org.uk</a>  Please read the Savings Terms & Conditions leaflet for general conditions which apply to this account.	

Scottish Building Society is an authorised ISA Manager under the ISA Regulations 1998 (as amended). ISAs are offered by the Society in accordance with and subject to the ISA Regulations and any subsequent legislation. All ISA investments will be, and must remain, in the beneficial ownership of the investor and must not be used as security for a loan. The Society will notify you if we discover, or are advised by HM Revenue & Customs, that your account has breached the ISA Regulations, in which case the account may become 'void' and have to be closed. You may ask us to transfer all or part of the ISA balance to another ISA Manager, in accordance with the ISA Regulations. The other ISA Manager must be willing to accept the transfer. Any transfer will be subject to the ISA Regulations which, for example, do not allow partial transfer of subscriptions made in the same tax year as the transfer. We will comply with your request to transfer within 15 working days, by transferring your ISA balance (or part thereof) directly to the new ISA Manager.

Scottish Building Society is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and Prudential Regulation Authority (Register No 206034). Branches and local offices throughout Scotland. Member of the Building Societies Association.