

London Plus Credit Union

Cash ISA (Issue1) – Issue 1

Terms & Conditions

1. The terms **'we', 'us' or 'our'** means **London Plus Credit Union Ltd.**
2. The terms **'you' or 'your'** means the **Cash ISA (Issue 1) account holder.**
3. The London Plus Credit Union (LPCU) Cash ISA (Issue 1) - is only available to full members of London Plus Credit Union.
4. The LPCU Cash ISA (Issue 1) is operated under these Terms & Conditions and the general Rules of credit union membership.
5. These Terms & Conditions are based on our understanding of HM Revenue and Customs ISA Regulations which may change in the future.
6. Any changes to these Terms & Conditions will be notified to you in writing.

Opening an account

7. Applications for the LPCU Cash ISA (Issue 1) must be made using the specific Cash ISA (Issue 1) application form we supply to you. You must open your LPCU Cash ISA (Issue 1) with at least £25.00 (minimum balance).
8. To open a LPCU Cash ISA (Issue 1) you must be resident and ordinarily resident in the United Kingdom or, if not so resident, be performing duties as a Crown employee serving overseas and paid out of the public revenue of the United Kingdom (typically a serving member of the armed forces, or a diplomat), to be married to, or in a civil partnership with such a person.
9. The 'one ISA a tax year' rule: In each tax year investors may only subscribe to one Cash ISA (Issue 1). More than one ISA may be held but subscriptions during that tax year may only be made to one. You must not have subscribed to another Cash ISA- during the tax year in which you open your LPCU Cash ISA (Issue 1) (except where you are opening a LPCU Cash ISA (Issue 1) to accept a transfer from that account).

Operating an account

10. Your LPCU Cash ISA (Issue 1) will be, and must remain, in your beneficial ownership and must not be used as security for a loan.
11. The minimum balance which you must maintain in your LPCU Cash ISA (Issue 1) is £25.00.
12. You must supply us with a valid email address when you open an account so that we may communicate with you by email, including notifying you of any changes to these Terms & Conditions. Any email we send to you will be deemed to have been received and read by you 24 hours after we have sent it. It is your responsibility to make sure that we have your correct, up to date email address and that you frequently monitor your email account.
13. You agree that we may provide statements and other account related communications including notification of changes to these Terms & Conditions to you by email.

14. You must let us know of any changes to your contact details as soon as you can (especially your address, phone numbers and email address).

15. We will not send statements for your LPCU Cash ISA (Issue 1) to you regularly, but you can request a statement at any time.

16. We will notify you if, due to any failure to satisfy the provisions of the HM Revenue and Customs ISA Regulations, the ISA has, or will, become void.

17. We will ensure that any person to whom we delegate any of our functions or responsibilities under the terms agreed with you is competent to carry out those functions and responsibilities.

Subscriptions & Limits

18. You may make regular deposits to your LPCU Cash ISA (Issue 1) up to the amount of the annual ISA allowance which applies for Cash ISAs for the appropriate tax year. If you deposit more than the annual ISA allowance we will credit any excess funds to your Membership Share account.

19. Deposits must be made through our bank account by electronic means. This means a deposit from wages through registered payroll deduction employers.

20. The minimum deposit is £25 per deposit and must be deposited via payroll deduction only.

21. The annual ISA allowance for the tax year 2016/2017 is £15,240 of which you can invest up to £15,240 in a Cash ISA (Issue 1) or a stocks and shares ISA or any combination of the two. We do not offer a stocks and shares ISA.

Dividend

22. A dividend maybe payable on your LPCU Cash ISA (Issue 1). Interest is not payable.

23. Any dividend payable is calculated monthly and will be credited to your account annually on the 5th April.

24. The dividend rate is variable, and is payable at the discretion of the LPCU Board of Directors.

Transfers and Withdrawals

25. You may transfer into Your LPCU Cash ISA (Issue 1) from another ISA manager, subject to the ISA regulations and you not exceeding the maximum amount you may deposit with LPCU (see 36 & 37).

26. On your instructions and within the time stipulated by you (which shall not be less than 30 days) we will transfer all, or part of, your LPCU Cash ISA (Issue 1) to another ISA manager in accordance with the ISA Regulations.

27. You may withdraw all, or part of, your LPCU Cash ISA (Issue 1). If you withdraw from your account you will not be able to replace funds later if you have already deposited the maximum amount of the relevant tax year's Cash ISA (Issue 1) allowance. You are allowed only one withdrawal per tax year to be eligible for the targeted 2% dividend. Any additional withdrawals will mean that your annual return will be calculated at the standard dividend rate declared at the AGM.

Closing an account

28. You can close your LPCU Cash ISA (Issue 1) at any time you wish, as long as there is no loan balance owing to London Plus Credit Union. You must let us know in writing that you want to do this.

29. If your LPCU Cash ISA (Issue 1) breaches HM Revenue and Customs ISA Regulations we may either: transfer all or part of your account to your Membership Share account without prior notice; or close the account or, where only a subscription is invalid, reject the subscription and return the funds. We will notify you in writing within 30 days of the transfer or closure being carried out.

30. When a LPCU Cash ISA (Issue 1) account holder dies A dividend will be paid at the prevailing rate until the date of death; any balance on the LPCU Cash ISA (Issue 1) will be transferred to the Membership Share account and tax exemption will cease.

Information sharing

31. We will not share information regarding any of your accounts held with London Plus Credit Union with anyone, unless within the terms of Our Privacy Policy, which is available on our website.

Financial Services Compensation Scheme

32. Please read “Important Information about Compensation Arrangements” below.

General

33. We have the right to offset any amounts you deposit to any of your accounts held with us against any amounts you owe to us. This means that we have the right to (for example) to move money from your LPCU Cash ISA (Issue 1) to pay loan arrears, or other amounts which are due.

34. In certain circumstances we have the right to require up to 30 days notice for withdrawals from any of your accounts. This includes the LPCU Cash ISA (Issue 1). We will usually only require 30 days notice if we need to in order to protect the interests of all members of the credit union; in response to extreme market conditions; or if required to do so by the Prudential Regulation Authority (or any successor regulatory authority).

35. There is a limit on the amount of money that can be deposited with us. This total limit applies no matter how many savings accounts or products you hold with the credit union.

36. The current limit (“maximum amount”) is £15,240 but this may change from time to time.

37. Where the total amount you have on deposit with us reaches the maximum amount we will write to you and let you know. If the total amount you have on deposit with the credit union exceeds the maximum amount we will return any amounts over the maximum amount to your registered home address.

Charges

38. There are no charges that currently apply to the ISA Issue 1 Account.

Important information about compensation arrangements

We are covered by the Financial Services Compensation Scheme (FSCS). The FSCS can pay compensation to depositors if a credit union is unable to meet its financial obligations. Most depositors – including most individuals and small businesses – are covered by the scheme.

In respect of deposits, an eligible depositor is entitled to claim up to £75,000. For joint accounts each account holder is treated as having a claim in respect of their share so, for a joint account held by

two eligible depositors, the maximum amount that could be claimed would be £75,000 each (making a total of £150,000). The £75,000 limit relates to the combined amount in all the eligible depositor's accounts with the credit union, including their share of any joint account, and not to each separate account.

For further information about the scheme (including the amounts covered and eligibility to claim) please ask at your local branch, refer to the FSCS website <http://www.FSCS.org.uk> or call 0800 678 1100 or 0207 741 4100.