

CHILD TRUST FUND



Cash
Non Stakeholder
Savings



Who has responsibility for the account?

The account will be opened in the name of the child but will be operated by the registered contact – this would normally be the parent to whom Child Benefit is paid. All correspondence up until the age of 16 will be sent to the registered contact. The child takes control of the account at the age of 16 – which means that they will receive correspondence and can make the decision to transfer to an alternative provider.

There can be only one registered contact and they would normally need to give consent before another person could take over as registered contact. The new registered contact will need to give proof of identity (please see the Customer Information booklet for identification requirements).

Can I transfer the Ipswich CTF?

The registered contact can transfer the child's Ipswich CTF account to another provider at any time subject to Government rules. You will need to complete and sign a transfer instruction. We will make the transfer arrangements with your chosen provider.

If transferring in to the Ipswich CTF we will need a completed application form with identification for the registered contact. (Please see Customer Information booklet for identification requirements.)

What happens on the Child's 18th birthday?

At age 18 your child's CTF will be available for them to use in whatever way they choose. So they could use the money to help pay university tuition fees, put down a deposit on their first home, spend on something special or carry on saving the money in their savings account. At the age of 18 the account will remain open and we will write to the child to confirm the new access conditions and rates that will apply to their account.

For further details on the operation of Child Trust Fund accounts please read 'The Child Trust Fund and Building Societies' leaflet produced by the Building Societies Association which is included in our standard CTF information pack or visit the CTF website: www.childtrustfund.gov.uk

Customer Complaints. The Society aims to provide a first class customer service, striving to satisfy all of our customers' needs.

Occasionally something may happen which you are unhappy about. We welcome your comments on these matters.

Should you wish to make a formal complaint you should, in the first instance, contact the staff of the Branch with whom you normally deal.

If we are unable to satisfy your complaint within 5 days, you will receive a leaflet detailing our complaints procedure. You are at liberty to request a copy of this leaflet at any time.

Change of Interest Rates. When rates change, we will advertise the new rates in our branches and display them on our website. For balances over £500, you will be notified at least once a year of the rate paid on your account.

Other Changes. Any other changes in terms will be displayed in our branch offices. At least thirty days' notice will be given of any such changes.

Financial Services Compensation Scheme. Ipswich Building Society participates in the Financial Services Compensation Scheme. For full details please ask our staff.

The Banking Code. Ipswich Building Society has agreed to conform to the Banking Code. If you would like written details please ask our staff.

Head Office

PO Box 547 Ipswich IP3 9WZ
Telephone 0845 230 8686
E-mail: enquiries@ibs.co.uk
Web Site: www.ibs.co.uk



IPSWICH
Building Society

A great deal closer to home

What is the Ipswich Child Trust Fund (CTF)?

Summary Box Key Product Information for our Savings Account	
Account Name	Child Trust Fund 2
Interest Rates (AERs)	<ul style="list-style-type: none">• Variable rate• Refer to 'Investment Rates' leaflet, branches or www.ibs.co.uk• Interest calculated on a daily basis• Annual interest on child's birthday
Tax Status	Tax Free
Conditions for Bonus Payments	Not applicable
Withdrawal Arrangements	No withdrawals allowed until child reaches 18 years old
Access	Post or branch

This leaflet represents the Terms and Conditions for Child Trust Fund 2.

This leaflet deals with the Society's non stakeholder Child Trust Fund only. If you require details of the other options please refer to the full information pack, 'The grown ups guide to child trust funds'.

How do I open an account?

Save up to £1200 each year until the child reaches 18

Please complete our Child Trust Fund application form and send or take it to any of our branches together with your complete original of the CTF voucher from H M Revenue & Customs (HMRC).

Variable rate of 'Tax Free' interest paid annually

We will not return the voucher to you after the Ipswich Child Trust Fund has been opened as we will send details from the voucher to HMRC so that they may send to us the money specified on the voucher for credit to the CTF Account.

On opening the account you will be provided with a Child Trust Fund Investment Certificate. This must be kept in a safe place as no passbook will be issued for this type of account.

The combined HMRC letter and voucher contains details of your child's name, unique reference number, date of birth and the address of the registered contact. This will normally be sufficient identification.



Child Trust Fund

How much can I invest?

Once the account is opened with the contribution from HMRC, you can pay into the account any amount above £1 as and when you like as long as the maximum amount each year does not exceed £1200. This annual limit applies each year until your child's 18th birthday. Any contributions from the Government will not count towards the annual savings limit.

Please note that although we can set up the account when you bring in your CTF voucher, the account will not be activated until we have received the payment from HMRC and no additional payment can be made until then. We will write to you once we have received the payment from HMRC.

Remember friends and family can contribute towards the child's £1200 annual savings limit. This could be the ideal solution for a birthday or Christmas gift.

Those who wish to contribute to the account may do so by cash, cheque, standing order – you do not need the Investment Certificate, just the child's details. A receipt will be issued for all cash and cheque transactions.

Any money paid into the account cannot be taken out until the child is 18. We will contact you each year 6 weeks before the child's birthday to remind you of the top up payment that can be made before the birth date.

Friends and family can add to the account

Will the child have to pay tax on the account?

No. All capital gains and interest payments earned on a CTF are free of tax. Even if your child becomes a taxpayer before 18 – for example if they get a job at 17 – they will not have to pay tax on this account. As this is a Government scheme, favourable tax treatment cannot be guaranteed.

When is the interest paid?

Interest is calculated on a daily basis from the date of receipt of voucher payment from HMRC. Interest will be paid and added to the account at midnight on the eve of your child's birthday each year. A statement detailing all transactions will be sent annually soon after the child's birthday.

Can the child access their savings?

No withdrawals are allowed until your child reaches 18. The child cannot normally take out money until their 18th birthday. Special arrangements apply in the event of their death or terminal illness.