



Individual Savings Account (ISA)- General Terms & Operating Rules

James Brearley & Sons Limited is the approved ISA manager of the James Brearley ISA.

The James Brearley ISA is a “flexible” Stocks & Shares ISA. This means that it is possible to return any withdrawals that an investor may take from their ISA, without this contributing towards their ISA allowance, as long as it is credited back to the ISA in the same tax year.

To qualify for an ISA an individual needs to be:-

1. A UK resident over the age of 16- limited to just a Cash ISA.
2. A UK resident over the age of 18- however it is only possible to open a Life Time ISA up to the age of 40 (We do not currently offer a Life Time ISA).
3. If you are not resident in the UK but are deemed to be a “Crown Employee serving overseas” or married to or in a civil partnership to such a person.

The maximum amount that may be invested in an ISA in the current tax year (2019/20) is £20,000. This can be across any type of ISA in aggregate be it a Cash ISA, Stocks & Shares ISA, Life Time ISA or Innovative ISA subject to a limit of opening just one account for each ISA type, per annum. The maximum amount that can be invested in the current tax year into a Life Time ISA is £4,000. Any part of the subscription limit that is unused in any particular tax year is lost and cannot therefore be carried forward or back to other years.

Subscriptions into the ISA must be in cash, be it in the form of a cheque, debit card payment or electronic transfer. However, it is possible to fund an ISA with stock arising from an approved employee savings related share option or profit-sharing schemes which may be transferred into the ISA. This is subject to certain rules being met at the time.

It is possible to invest cash held in the ISA into qualifying equities, qualifying investment schemes and unit trusts or government stocks and corporate bonds. It is also possible to purchase shares in qualifying open- ended investment companies or shares in qualifying investment trusts. It is also possible to purchase shares in qualifying open- ended investment companies or shares in qualifying investment trusts.

It is possible to transfer an existing ISA from one type to another or from one ISA Manager to another ISA Manager. For ISAs from previous tax years, it is possible to transfer these in part or their entirety, however for ISAs established in the current tax year, the rules dictate that this has to be transferred in full. We are happy to process a client’s instruction to transfer any existing ISAs to combine them within a James Brearley ISA, at no charge, be it in cash or by arranging the re-registration of your existing ISA holdings (in-specie). Your existing ISA manager may apply a transfer-out charge.

It is possible to withdraw funds from your ISA at any time without this giving rise to any associated tax charge or liability. All gains or losses made within an ISA are not subject to capital gains tax considerations.

If you die whilst holding an ISA, the investments may remain within the ISA and will continue to benefit from the ISA’s tax benefits for up to a maximum of 3 years from the date of death (known as a



James Brearley

Investment Managers & Stockbrokers

Established 1919

Member of the London Stock Exchange

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“Continuing ISA), or until we receive instructions from your personal representatives over their distribution to your beneficiaries.

If your spouse or civil partner dies holding an ISA, it will be possible for you to make an “Additional Permitted Subscription” up to the value of their ISA at their date of death to include any income that has accrued but not been credited to the ISA at this time, or the value of the ISA when it ceases to be a Continuing ISA. The investor may make an Additional Permitted Subscription into their ISA by completing the relevant form each time an Additional Permitted Subscription is made. You may make several Additional Permitted Subscriptions, however these must not, in aggregate, exceed the combined value of your spouse or civil partner’s ISAs, as at their date of death.

Any application to make an Additional Permitted Subscription must be made in accordance with all of the requirements set out in the ISA Regulations. This includes any prescribed timescales where currently an Additional Permitted Subscription is only possible within 3 years of the date of death, or within 180 days of the distribution of the assets to the surviving spouse or civil partner, if made after this deadline.

We will not accept any Additional Permitted Subscriptions where we know or suspect that the information provided is incorrect, false or does not satisfy any of the requirements set out in the ISA Regulations.

IMPORTANT INFORMATION

Investing in stockmarket based investments may not be right for all investors. You should consider carefully and/or seek professional guidance before investing. Please remember that past performance should not be seen as a guide to future performance. The value of an investment and any income from it can fall as well as rise as a result of market and currency movements and you may not get back the amount you originally invested.

Correct as at 15th August, 2019.