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Cash Child Trust Fund

(Non-Stakeholder)

Cash Child Trust Fund

Why save with the Cambridge

We have offered local people a secure place to save since 1850. With more branches in the local area than any other building society or former building society turned bank, we provide a really convenient and personal service. Our staff will be happy to explain our Cash Child Trust Fund account to you. We also have a range of other savings accounts and our staff will be happy to help you choose the account which best suits you or your child.

And if you think that having to use a branch to operate your account restricts you to a Monday to Friday service – not so. Most of our branches are open on Saturday and our Grafton Centre branch is open every day, including many bank holidays.

Summary Box Key Product Information for our Savings Account

Account name	Cash Child Trust Fund.
Interest rates (AERs)	Interest rates are variable. Current interest rates can be found in our 'Interest Rates for Savers' leaflet.
Tax status	Interest is paid tax free provided the account qualifies as a Cash Child Trust Fund.
Conditions for bonus payment	Not applicable.
Withdrawal arrangements	The money invested belongs to the child and is available for withdrawal when he or she reaches 18.
Access	For children under the age of 16, the account must be managed by an adult. The account may be operated at any of our 23 branches.

Additional key features

- A special high interest cash deposit savings account for children who qualify for the Government's Child Trust Fund
- Open the account with the Government Child Trust Fund voucher
- Pay extra money in when you want up to the Government limit, currently £1,200 each year
- We provide you with a passbook to help you keep track of the account balance
- This is non-stakeholder Child Trust Fund

What is Child Trust Fund?

Child Trust Fund is a Government initiative designed to encourage parents and children to save or invest for the child's future in a tax efficient way. It aims for all children to have some form of savings when they reach 18. To get things started, the Government provides at least £250 to open the account and a further £250 or more when your child reaches age seven. (If you are in receipt of full Child Tax Credit from the Government, you will receive £500 to open the account and a further £500 on your child's seventh birthday.)

Is your child eligible?

If your child was born on or after 1st September 2002, and you qualify for a Child Benefit Allowance, you automatically receive a 'Child Trust Fund' voucher from the Government. The voucher entitles you to open a Child Trust Fund for your child.

How your account works

Paying money in

You, your family and friends can all contribute to your child's account. The maximum that can be deposited each year is £1,200. Each new year starts on your child's birthday. You can pay in cash and cheques at any of our local branches, or you can transfer funds into the Cash Child Trust Fund from another account. If you want to make regular deposits, we can help you to set up a 'standing order' from a bank account. Any Government contributions paid into your child's account are made in addition to your annual £1,200 limit.

All money paid into the account will belong to the child and cannot be returned to the depositor.

Keeping track

When you open your Cash Child Trust Fund account, we will provide you with a passbook to help you keep track of deposits made and interest paid. In addition, we will issue an account statement each year, shortly after your child's birthday.

Taking money out

The money invested in a Cash Child Trust Fund account cannot be withdrawn until your child reaches 18, and then only your child will be able to access the fund. You can, if you wish, transfer the Cash Child Trust Fund to another provider.

Interest payments

Interest is calculated daily and paid annually on the day before your child's birthday. We will add the interest paid to the account balance. Interest is tax-free provided the account qualifies as a Cash Child Trust Fund. You can keep up to date with our interest rates by picking up an 'Interest Rates for Savers' leaflet in our branches, calling us on 01223 727727, or visiting our website at www.cambridgebs.co.uk. We will tell you about changes to our interest rates by placing a notice in our branches, on our website and in two local newspapers.

When your child is 18

When your child reaches 18, the Cash Child Trust Fund comes to an end and the money will be available to your child. We will write to your child with details of other savings options available.

We will transfer the balance to an easy access account in the name of your child, and will send him or her terms and conditions for the new account.

Opening a Cash Child Trust Fund account

What you need to do

Before opening a Cash Child Trust Fund account for your child, please read our General Terms and Conditions for Savers, found in a separate leaflet, and the Cash Child Trust Fund Special Terms and Conditions opposite. Our staff will be happy to answer any questions you may have.

To open the account, simply complete the application form and take it, with the Child Trust Fund voucher and proof of your identity, to any of our branches. We cannot open the account by post. A full list of branches can be found on the back of this leaflet. Details of the documents we accept as proof of identity for you can be found on the Cash Child Trust Fund application form.

Cash Child Trust Fund

Special terms and conditions

Effective from 16th January 2007

1 Introduction

- 1.1 These special terms and conditions apply to all Cash Child Trust Fund accounts with the Society. Our "general terms and conditions for savers" also apply to your account. Where the general terms and conditions are inconsistent with the special conditions, these special conditions will apply.
- 1.2 In the special terms and conditions:
 - "the Society", "we", "us" and "our" refer to Cambridge Building Society; and
 - "you" and "your" refer to Registered Contact, that is the person with authority under the Child Trust Fund Regulations to open the account
 - "CTF" refers to Child Trust Fund as defined in the Child Trust Fund Act
 - "The Regulations" refer to the Child Trust Fund Regulations 2004 as amended from time to time
 - The FSA means the Financial Services Authority and FSA rules means rules issued by the FSA from time to time
 - Working days means Monday - Friday, excluding public holidays

2 Opening and operating an account on behalf of a child

- 2.1 A Cash CTF will be opened by us in accordance with the CTF Regulations. Before we can open the account you must visit one of our branches and provide us with a valid CTF voucher issued by the Government.
- 2.2 The account must be opened in the name of the child. Joint accounts are not allowed. The child may not hold more than one CTF account at any one time.
- 2.3 If the child is under 16 years of age, you may open the account on the child's behalf provided that you are aged 16 or over and with parental responsibility for the child. You will become the account's Registered Contact. While the child remains under 16 years of age, only you can provide instructions to us regarding the management of the account.
- 2.4 When you open an account on behalf of a child, we will ask you to provide evidence of your identity and address (see application form for details).
- 2.5 All correspondence from us, including statements, will be sent to the most recent address supplied to us by you, the Registered Contact.
- 2.6 All money invested in the account belongs to the child. This is a requirement of the Regulations.

3 Changing the Registered Contact

- 3.1 If the Registered Contact for the account is to change before the child reaches 16 years of age, the new contact must complete the required application form and provide us with evidence of their identity.
- 3.2 When the child reaches age 16, he or she becomes the Registered Contact under the Regulations and is responsible for providing us with instructions for the management of the account. We will write

Special terms and conditions continued

to you, when the child reaches 16 to ask that the child completes and returns the Registered Contact application form. If the child does not complete the application to become the new Registered Contact, your previous instructions will remain in place. We will not however, be able to accept any new instructions from you regarding the management of the account.

4 Managing the Account

- 4.1 You authorise us, as the CTF account provider, to carry out any functions on your behalf in accordance with the Regulations, and to comply with any other legislation, regulation or government publication which may affect or be in any way connected with the CTF now or in the future. We will manage the account in accordance with the Regulations.
- 4.2 We will notify you if, by reason of any failure to satisfy the provisions of the Regulations, the account has or will become void or is no longer exempt from tax.
- 4.3 Subject to the FSA rules and the Regulations, we may delegate any of our functions or responsibilities under these terms and conditions to any person, provided that before doing so we satisfy ourselves that such a person is competent to carry out those functions and responsibilities.

5 Paying money in

- 5.1 The amount of the initial deposit will be the amount specified on the voucher received from the Government.
- 5.2 You cannot prevent any deposits being paid into the account. You or any other person, including the child, may make additional deposits to the account by way of regular or lump sum additional payments, subject to the current maximum deposit limits referred to in 5.3 below and our maximum holding limit (see general term 5.3). The minimum subscription is £1.
- 5.3 From the date the account is opened until the day before the child's next birthday, the maximum amount that may be deposited into the account is £1,200. For each following year, starting from the date of the child's birthday, the maximum annual deposit is £1,200. If you do not deposit the maximum annual subscription in the year, you cannot carry over the unused limit to the following year. The annual limits do not include any contributions made by the Government, or interest added to the account balance. The limits may be changed by the Regulations from time to time.
- 5.4 Any payment made into the account, that does not breach the subscription limit, is a gift to the child and cannot be refunded.

6 Withdrawals and account closure

- 6.1 No withdrawals can be made from the account before the child reaches 18 years of age, except in the circumstances set out in 6.3 and 6.4 below.
- 6.2 We will close the account if we have received notification from HM Revenue and Customs that the account is void.
- 6.3 The account may be closed by either you or us where we have received notification from HM Revenue and Customs that the child has died. See condition 11.
- 6.4 You can make withdrawals from the account if we have received notification from HM Revenue and Customs authorising such withdrawals because the child is terminally ill. In this circumstance, you may draw the account down to a minimum balance of £1.

Special terms and conditions continued

- 6.5 We will carry out your request straight away, unless:
- it does not comply with 6.3 or 6.4 above; or
 - it exceeds our branch limits for cash withdrawals. (Details of branch limits can be found in our 'Interest Rates for Savers' leaflet.)
- 6.6 We will not charge penalties for withdrawals or account closure.
- 6.7 Where appropriate, we will provide a 'withdrawal request' form which you must authorise by signing.
- 6.8 Withdrawals by cheque will be made payable to the Registered Contact.

7 Interest payments and tax

- 7.1 We pay interest annually on the day before the child's birthday. We will add the interest paid to the account balance. Interest we pay is exempt from UK tax providing the CTF terms have been met. Favourable tax treatment may not be maintained in the future.
- 7.2 In the event of the child's death, any tax exemption will cease immediately.

8 Interest rate

The rate of interest we pay is variable. Details of current rates can be found in our 'Interest Rates for Savers' leaflet. (See general terms and conditions for details on how we can change interest rates.)

9 Statements

We will issue a statement annually within 30 days of the child's birthday and if the account is transferred to another provider. The statement will be sent to the child, c/o the Registered Contact, and show the transactions on and the balance of the account. Please tell us as soon as possible if there is an entry on the statement that you think is incorrect.

10 Maturity

The account will cease to be a CTF on the child's 18th birthday. We will automatically transfer the balance of the account, together with interest earned to an easy access account, and will send the account holder a copy of the new terms and conditions. We will ask the account holder (the child) to provide proof of his or her identity before allowing access to the new account.

11 Death of child

- 11.1 In the event of the death of the child, we must be notified by HM Revenue and Customs or the appointed legal Personal Representatives.
- 11.2 We will close the account and pay the net proceeds to the Personal Representatives. Any tax refunds we have claimed on behalf of the child after the date of death will be repaid to HM Revenue and Customs.

12 Transfers

You can transfer the whole of the CTF to another provider at any time. Subject to the acceptance of your transfer request by the new provider, we will ask you to complete a transfer form and stipulate the date on which you require the transfer to be completed, but this cannot be less than seven working days. We do not make a charge for the transfer.

CUSTOMER HOTLINE 0845 601 3344
Open 9am – 10pm Mon-Fri; 9am – 6pm Sat; 11am – 5pm Sun

Your nearest branch:

CAMBRIDGE

32 St Andrews Street Cambridge CB2 3AR
Telephone 01223 727600

Open 7 days a week Unit 16 Grafton Centre Cambridge CB1 1PS
Telephone 01223 727851

44 Chesterton Road Cambridge CB4 1EN
Telephone 01223 727841

208 Mill Road Cambridge CB1 3NF
Telephone 01223 727875

TOWNS

41 High Street Ely Cambridgeshire CB7 4LF
Telephone 01353 617515

2 Station Road St Ives Cambridgeshire PE27 5BH
Telephone 01480 377500

50 The Guineas Newmarket Suffolk CB8 8EQ
Telephone 01638 600868

33 High Street Soham Ely Cambridgeshire CB7 5HA
Telephone 01353 617540

VILLAGES

10 The Mall Bar Hill Cambridge CB23 8DZ
Telephone 01954 780111

2 High Street Histon Cambridge CB24 9LG
Telephone 01223 727857

37 High Street Sawston Cambridge CB22 3BG
Telephone 01223 727862

23 High Street Cherry Hinton Cambridge CB1 9HX
Telephone 01223 727846

15 High Street Cambourne Cambridge CB23 6JX
Telephone 01954 719990

63 High Street Burwell Cambridge CB25 0HD
Telephone 01638 600875

236 High Street Cottenham Cambridge CB24 8RZ
Telephone 01954 287535

40 Woollards Lane Great Shelford Cambridge CB22 5LZ
Telephone 01223 727879

6 High Street Milton Cambridge CB24 6AJ
Telephone 01223 727882

19 Station Road Melbourn Royston Hertfordshire SG8 6DX
Telephone 01763 217510

Comberton Village College Comberton Cambridge CB23 7DU
Telephone 01223 727885

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Member of the Building Societies Association
Cambridge Building Society subscribes to The Banking Code

