

Members' 2 Year Fixed Rate ISA (Issue 4)

About the account

The Members' 2 Year Fixed Rate ISA (Issue 4) is available to existing members who have held a savings or mortgage account with The Cambridge for the last three months. Members' 2 Year Fixed Rate ISA (Issue 4) allows you to invest your savings tax-free for a fixed term of two years, at an interest rate that won't change. You may also transfer in funds held with another ISA provider. The information below will give you an overview of the account, but please read the terms and conditions for all the details.

Summary box (continued overleaf)

Account name	Members' 2 Year Fixed Rate ISA (Issue 4)		
What is the interest rate?	Minimum investment	Tax-free/AER p.a. %	
	£500+	0.65	
	<p>Your interest will be paid annually, on 31st December and at maturity. We calculate the interest on the balance of your cash ISA at the end of each day.</p> <p>You earn interest from the day your funds are paid into your account, until the day before you withdraw funds.</p> <p>You can keep up to date with interest rates by calling us on 0345 601 3344 or visiting cambridgebs.co.uk.</p>		
Can The Cambridge change the interest rate?	The interest rate is fixed until the maturity date. Your account will mature two years from the date of your initial deposit.		
What would the estimated balance be after 24 months based on a £1,000 deposit?	The following projection assumes the account is opened on 1st January and no further deposits or withdrawals are made. Projections are for illustrative purposes only and do not take into account individual circumstances.		
	Deposit	Tax-free/AER p.a. %	Estimated balance after 24 months
	£1,000	0.65	£1,013.04

Summary box (continued)

How do I open and manage my account?	<p>Opening the account:</p> <ul style="list-style-type: none">• open in branch, by phone or via post• the minimum amount required to open the account is £500• you may transfer in funds from another ISA provider or funds already held in an ISA with The Cambridge up to 5th April 2021• the overall maximum holding by any one person in respect of all accounts with The Cambridge is £2,000,000 <p>Manage the account:</p> <ul style="list-style-type: none">• manage your account in branch, by phone or via post• you can pay in cash and cheques and make debit card payments at any of our branches or you can transfer funds from an existing Cambridge Building Society account• you may invest all or part of your 2020/2021 ISA subscription limit of £20,000. Once opened, the initial investment can be added to during the 2020/2021 tax year only. Additional funds can't be added to the account during subsequent tax years• any payments we receive that exceed the annual subscription limits will be returned to you and the method we return this by will be at our discretion• you can view and amend your details online or via The Cambridge Money App. Once registered you can also use our online services to manage your account
Can I withdraw money?	<p>You may withdraw cleared funds from your account at any time, but you will need to pay an interest penalty fee equivalent to 180 days' interest on the amount withdrawn. Our normal branch limits for withdrawals are £500 in cash and up to £250,000 by cheque. Larger cheque withdrawals are available upon request.</p> <p>We require at least four working days before cheques paid into your account can be drawn against.</p> <p>Upon maturity the ISA balance including any accrued interest will transfer to an appropriate instant access ISA available at the time and provide instant access to your money.</p>
Additional information	<p>Cash Individual Savings Accounts (ISAs) pay interest tax-free provided all terms and conditions of the account are met.</p> <p>Tax treatment and rate of interest payable will depend on individual circumstances and may change in the future.</p>

The **Tax-free** rate is the contractual rate of interest payable where interest is exempt from income tax.

The **Annual Equivalent Rate (AER)** is a notional rate which illustrates what the gross interest rate would be if interest was paid and added to the account annually.

14 days to change your mind

If in the first 14 days of opening your account, you decide that the account you've chosen isn't right for you, you can have your money back – without penalty. We'll arrange to close the account and return your money or to switch your funds to another of our savings accounts. We'll pay you interest on the balance of your account up to the day before closure at the appropriate Fixed Rate ISA rate. Your account won't be classed as an ISA.

Before choosing this account, please read the terms and conditions below and the content in the 'Individual Savings Account (ISA)' booklet.

Special terms and conditions

Effective from 22nd December 2020.

1. Introduction

- 1.1 These special terms and conditions apply to every Members' 2 Year Fixed Rate ISA (Issue 4) held with the Society. Our 'Terms and Conditions for Savers' also apply to your account. Where the terms and conditions are inconsistent with the special conditions, the special conditions will apply.
- 1.2 In the special terms and conditions:
 - 'The Cambridge', 'the Society', 'we', 'us' and 'our' refer to The Cambridge Building Society; and
 - 'you' and 'your' refer to holders of savings accounts

2. ISA Manager

We have an ISA Manager who may delegate any of their functions and responsibilities to others within The Cambridge. Our ISA Manager will ensure that any person to whom they delegate is competent to carry out any of the tasks delegated.

3. Definition

Fixed Rate ISAs are cash Individual Savings Accounts, as defined by the HMRC ISA Regulations.

4. Membership

ISAs are share accounts.

5. Qualification

- 5.1 You must have been an existing member of The Cambridge for at least three months to open a Members' 2 Year Fixed Rate ISA (Issue 4).
 - 5.2 To comply with the ISA regulations, to open a cash ISA you must:
 - be aged 16 or over;
 - be a UK resident for tax purposes; and
 - not have already subscribed to any other cash ISA during the current tax year
 - 5.3 The account must be opened, and held, in the name of the sole beneficial owner. You must not assign the rights of your account or use the account as security for a loan.
 - 5.4 Joint accounts are not permitted.
-

6. Subscription limits

- 6.1 The Government sets maximum subscription limits for each tax year. We will notify you of any changes to subscription limits by placing notices in our branches and on our website.
- 6.2 If you don't deposit up to the maximum allowance in any tax year, you cannot carry over the unused limit to the following tax year.

7. Interest payments

- 7.1 We pay annual interest on 31st December and on the maturity date. When you open your account you must advise us if you want the interest added to your ISA, transferred to another account held with us, or transferred to an account with another bank or building society. Where interest is paid to an account with another provider it will reach the account the day after payment.
- 7.2 You may change your payment of interest instructions by writing to us. We will require a minimum of 14 working days' notice to carry out this change.
- 7.3 Interest is tax-free provided your account meets HMRC ISA Regulations.

8. Transferring to a Cambridge Fixed Rate ISA

- 8.1 You may transfer in funds already held in an ISA with The Cambridge up to 5th April 2021.
- 8.2 You may transfer your existing cash ISA savings held with another ISA provider to a Members' 2 Year Fixed Rate ISA (Issue 4), provided the ISA regulations are met, as follows:
 - you may transfer the total amount of your current year subscriptions; and/or
 - you may transfer all or part of any previous years' savings (this transfer, when deposited, will not be included as part of your current year subscriptions)

9. Transferring your cash ISA to another ISA provider

- 9.1 You may transfer your cash ISA held with us to another ISA provider, provided the ISA regulations are met, as follows:
 - you may transfer the total amount of your current year subscriptions; and/or
 - you may transfer all or part of any previous years' savings
- 9.2 Your transfer instructions must be in writing and stipulate the date on which you require the transfer to be completed. We require five working days to complete the transfer.
- 9.3 If you transfer your current year subscriptions to another ISA provider, you will not be able to make any further deposits into your ISA held with us. Any remaining balance in your account will continue to earn tax-free interest under ISA rules.

10. Disqualification

- 10.1 If you breach the ISA regulations, we will write to you to confirm that all or part of your ISA has become void. If this happens the invalid contributions to your ISA will not qualify for tax-free interest, and any interest earned on them may be liable to income tax. In addition, some or all of the invalid contributions may need to be removed from your ISA.
 - 10.2 On your death, the account will continue to be an ISA until the account is closed or three years from date of death. No further deposits can be made into the account and the account must be closed once probate or letters of administration have been granted. If the account is still open three years after date of death the ISA will cease to be an ISA and the account will move into an appropriate instant access account available at that time.
-

11. Minimum and maximum investment

- 11.1 You must invest a minimum of £500 to open your account and a minimum of £500 is required to keep your account open.
- 11.2 Once opened, the initial investment can be added to during the 2020/2021 tax year only.
- 11.3 You may invest all or part of your 2020/2021 ISA subscription limit of £20,000 into your Members' 2 Year Fixed Rate ISA (Issue 4).
- 11.4 The maximum balance is subject to the Government's ISA subscription limits as well as the overall holding allowed with the Society (see our 'Terms and Conditions for Savers').

12. Withdrawals and account closure

- 12.1 You may make withdrawals from, transfer or close your account at any time before maturity, if the funds you wish to withdraw are cleared (see our 'Terms and Conditions for Savers' for more details on uncleared funds).
- 12.2 We will provide a Withdrawal Request Form, which you must authorise by signing. We may request additional identification in order to complete the transaction.
- 12.3 If you invest the maximum cash ISA subscription for the tax year, you cannot top up your savings after making a withdrawal.
- 12.4 The balance to close your account will be paid by cheque. If you are closing your account at one of our branches our normal withdrawal limits will apply.
- 12.5 If you wish to make a withdrawal or partial transfer from your Members' 2 Year Fixed Rate ISA (Issue 4) we will charge an interest penalty fee on the amount withdrawn. The penalty fee is equivalent to 180 days' interest at the tax-free rate payable. The interest penalty fee will continue to be included in your interest earning balance until your next interest payment date.
- 12.6 Early closure and transfers are allowed subject to a 180 day interest penalty fee. The penalty fee is equivalent to 180 days' interest on the balance at the time of closure, or transfer, at the tax-free rate payable. If you have not accrued enough interest to cover the fee at the time of closure or transfer, then the fee, or part of it, will be taken from your capital balance.
- 12.7 If you close your account, and have made one or more subscriptions to the account during the current tax year, the ISA rules do not allow you to open another cash ISA in the same tax year.
- 12.8 If you transfer your Members' 2 Year Fixed Rate ISA (Issue 4) to another ISA provider, after applying the interest penalty we will transfer the ISA within five working days of the date of receipt of the transfer instruction from your new ISA provider.

13. Maturity

- 13.1 Members' 2 Year Fixed Rate ISA (Issue 4) is a fixed term savings account. Your account will mature two years from the date of your initial deposit. The funds will transfer to an appropriate instant access ISA available at that time.
 - 13.2 We will contact you prior to your account maturing and provide you with a copy of the Terms and Conditions of the account your Members' 2 Year Fixed Rate ISA (Issue 4) will mature into.
-

Your Cambridge – we'll be here

We love the fact that every customer is different. And that's why we've designed a flexible range of services from children's savings through to mortgages and travel money... all of which can be tailored to your own unique needs. So if you'd like some help or advice with your current savings or any other financial matter, we'll be here.

To find out more visit your nearest branch or call 0345 601 3344.

The Cambridge Building Society

Head Office, PO Box 232

51 Newmarket Road, Cambridge CB5 8FF

0345 601 3344 savings@cambridgebs.co.uk