



## ***Key Features of the Holloway Friendly Growing Together Plan***

### **ITS AIMS**

- To provide a cash lump sum after 10 years.
- To provide a guaranteed life cover of at least £750 for the next of kin of the Life Assured if the Life Assured dies during the specified period.

### **YOUR COMMITMENT**

- You agree to gift money to the child for a regular monthly or yearly premium for 10 years by Direct Debit.
- If the plan is cashed in at any time before the end of 10 years there will be penalties.

### **RISK FACTORS**

- Your circumstances may change, forcing early encashment.
- Our deductions/charges may turn out to be higher than expected.
- The value of the units may go down as well as up.
- If the premiums are not paid, the life cover will stop.

### **WHAT IS A GROWING TOGETHER PLAN?**

- A 'Growing Together' Plan is a qualifying unit-linked savings plan, for anyone aged between birth and 16 years of age.
- At the end of 10 years under current legislation, your investment will be paid to the child without tax deductions or a tax liability.
- You can leave the sum to grow to the child's 18th, 21st or 25th birthday, if you wish.
- Life cover is available in addition to the investment, provided the Life Assured is over the age of 10 years.
- Your monthly or yearly payments will be pooled with the money of other investors.
- Together these small amounts form a substantial sum which is invested on the UK Stock Market in a range of investments.

### **WILL THE PLAN WORK OUT EXACTLY AS IN THE EXAMPLE?**

- That will depend upon how much the investment fund grows over the years.
- Holloway Friendly invests the premiums in a range of investment funds and will manage those funds to ensure that they grow.
- How it might work is set out in the tables.
- Money is taken out of the fund year by year to pay for the life cover.

### **WHAT HAPPENS IF I STOP PAYING PREMIUMS?**

- If the premiums aren't paid, all benefits to the policy will cease, including the life cover.
- No surrender value in the first 2 years.
- Subsequent years, only 75% of all premiums paid will be returned to the child.

### **WHAT ABOUT LIFE COVER?**

- Provided the premiums are maintained and assuming there are no omissions in the information given to Holloway Friendly, in the event of the Life Assured's death prior to the age of 10 years, the next of kin will receive only a refund on premiums paid.
- Should the Life Assured die after attaining the age of 10 years, the next of kin will receive the greater of either the basic sum assured or the value of the units at the date of death.

### **WHAT ABOUT SAVINGS?**

- If there is investment growth, the fund will grow; however, the value of the investments can also fall.
- If the plan is cashed in, there is a risk that the surrender value will be low.
- If your priority is for risk free savings, discuss an alternative with your adviser or Head Office.

*The illustration given to you with the product information and this Key Features document contains tables showing how the Holloway Friendly Growing Together plan will work. The information given to you should be read BEFORE any documents are signed if you still have unanswered questions ask your adviser or contact the Society direct.*



### **CAN I SHARE MY PLAN WITH SOMEONE ELSE?**

- No - because of the valuable tax concession, current legislation limits the investment to £270 per year per child or £25 per month per child.

### **WHAT ARE THE DEDUCTIONS FOR?**

- Deductions cover commissions, administration, investment expertise and other charges.

### **HOW MUCH DOES THE ADVICE I RECEIVE COST?**

- Commission and other payments depend upon the size of the premiums and the length of the policy term.
- Your adviser will give you the amount in writing before you sign the proposal form and Head Office will confirm this if you wish.
- However, this does not apply if you have not received any advice and your proposal is classed as 'Execution Only'.

#### **Cancellation rights**

After your proposal is accepted you will receive a notice of your right to cancel. You will then have 14 days in which you can change your mind.

#### **Premiums**

Premiums are paid by Direct Debit. Missed premiums will mean that any entitlement to life cover will cease.

#### **Investment Funds**

Premiums will buy units in the Linked Life Number 1 Fund. As the value of the units increases, the value of your fund also increases, but the value of units can also fall, so the value of the fund will also fall. The money in the Linked Life Number 1 Fund is invested in the equities of leading UK Companies, Convertible Stocks and Fixed Interest Securities, aiming to provide long-term growth.

#### **Charges**

There is an initial charge of 60% of the first year's premiums. In subsequent years 101% will be used to buy units. There is also a monthly deduction of 1/8th of 1% from the Linked Life Number 1 Fund to the Life and Endowment Fund. Deductions will occur on early encashment of the plan. We have taken account of all of these charges in the tables.

#### **Tax**

There are taxes on the fund as it grows, but these are paid for by Holloway Friendly. Any money received from cashing in the Plan will, therefore, be free of further tax. Ask your adviser or Head Office for details.

#### **Cashing-in**

To get the maximum benefit from the Plan, it should run for the full 10 year term. If the Plan has to be cashed-in early, the returns will be less than the premiums paid.

#### **Law**

In legal disputes the Law of England and Wales will apply.

#### **Holloway Friendly**

Is the marketing style of **The Original Holloway Friendly Society Ltd.** The Society was founded in 1880. Total funds are now worth over £37m with over 22,000 members.

#### **Queries and complaints**

For further information or if you wish to complain about any aspect of the service you have received, please contact: The Compliance Officer at The Original Holloway Friendly Society Ltd.

If your complaint is not dealt with to your satisfaction, you may take your complaint to the Financial Services Authority Ombudsman Bureau, Hertsmere House, Hertsmere Road, London E14 5AB. Telephone: 0171 216 0016. Making a complaint will not prejudice your right to take legal proceedings.

#### **Compensation**

Information on compensation arrangements is available from Holloway Friendly upon request. This leaflet is a brief guide to the key features of the product. Full details are contained in the product brochure. Terms and conditions are available upon request.



The Association of Friendly Societies

Holloway Friendly, Holloway House, 71-73 Eastgate Street, Gloucester GL1 1PW

Telephone 01452 526238 Facsimile 01452 309329

Website <http://www.holloway.co.uk> Email [mail@holloway.co.uk](mailto:mail@holloway.co.uk)

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The Financial Services Authority regulates our activities

We offer Income Protection and 10 Year Savings Plans for adults and children  
Founded in 1880

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