



Canada Life
International

Offshore Savings Account

Key Features

This document provides further information about your Offshore Savings Account. Please read it with your Key Information Document and keep it with the other documents relating to your Offshore Savings Account. The Key Information Document and personal illustration show what you may get back from your investments.

The Financial Conduct Authority (“FCA”) is the independent financial services regulator, which lays down rules in respect of the promotion of financial products in the UK. Although Canada Life International Limited (‘we, us, our’) is not regulated by the FCA we are required to make available important information to help you decide whether the Offshore Savings Account is right for you. You should read this document carefully so that you understand what you are buying and then keep it safe for future reference.



Offshore Savings Account

The Canada Life International Limited Offshore Savings Account is designed for someone who wishes to make regular savings. The policy allows you to access any of our investment funds, with premiums from £500 a month payable directly from your bank account.

Its aims

- To potentially increase the value of the money you invest.
- To let you build your investment by paying regular payments into the policy, either on a monthly or yearly basis.
- To let you invest your money in a fund or range of funds to meet your investment needs.

Who is the Offshore Savings Account for?

The Offshore Savings Account may be suitable for you if:

- You are aged between 18 and 89, want to make regular minimum monthly savings of £500 or regular minimum yearly/annual savings of £6,000 and are prepared to accept a degree of investment risk on your money.
- You want to invest your money to generate a capital lump sum in a tax efficient manner.
- You want to have the ability of taking tax-deferred cash withdrawals.
- You are looking for a wide choice of asset classes and fund types in which to invest.
- You are looking to commit to a minimum of a 3 years savings period.
- You have already considered and/or utilised other tax-free investments/savings ways to invest.

When is the Offshore Savings Account not appropriate?

The Offshore Savings Account will not be appropriate if:

- You are looking to protect your investment or want a guaranteed return.
- You are under the age of 18 or over the age of 89.
- You cannot commit to a 3 year savings period.

Your commitment

- You invest a minimum regular premium of £500 each month or £6,000 each year (or currency equivalent) into the policy.
- The minimum contribution period is three years.
- You decide how long you want to invest for but you may have to pay a charge if you fully surrender the policy during the minimum contribution period. There is no fixed term.
- You must tell us if you become resident in a different country from that at the time of application, as we may not be able to accept further premiums.

Risk factors

There are circumstances which could reduce the value of your investments. This could mean that the amount you receive is reduced.

- Tax legislation may change in the future. Therefore your own taxation position may alter.
- The value of your investment can go down as well as up and you may not get back the full amount invested. How any of the funds have performed in the past is not a guide for how the funds you have invested in will perform in the future.
- Some funds have higher levels of risk than others do. Details of the fund choice are available on our website; www.canadalifeint.com. Please discuss this with your professional adviser.
- If you decide to link your policy benefits to a fund which holds property, we have the right to delay switching any amounts out of the fund or paying claims for up to six months if we consider it necessary to protect our other policyholders' interests.
- Due to the nature of property funds, there is a possibility that costs may be incurred as a result of buying and selling the properties which form the underlying asset. This may result in a reduction in the value of the whole fund to cover these associated costs.
- On a day you value or cash in all or part of your policy, more money may be moving out of the funds than into them. In this instance, for each fund in which you invest, the value of the whole fund may reduce to allow for the estimated costs of selling the underlying assets.
- If the policy is cancelled within 30 days, you may get back less than you paid in. Please refer to 'Can I change my mind?' on page 9 for further information.

Questions and Answers

What is the Offshore Savings Account?

- The Offshore Savings Account (the policy) is a regular premium, whole of life assurance policy where you pay regular amounts of money (known as premiums) into the policy. It is designed for medium to long term savings and can be used, for example, to save money for:
 - your retirement;
 - your children's future; or
 - school and university fees.
- You can invest any amount in the policy subject to the minimum of £500 each month or £6,000 each year (or currency equivalent). The table below shows the additional amounts that can be added to your policy.
- The policy can also be held in US Dollars or euro. If any currency conversions are required, we will try to obtain the latest available rate.
- The policy is issued as ten identical sub-policies to make it more flexible for tax planning.

How does the Offshore Savings Account work?

- You can apply for a policy on your own or with, for example, your spouse. This is known as a joint policy. All applicants for the policy must complete the application form.
- All applicants must be aged between 18 and 89 when the policy starts.
- You are not automatically a life assured. If you wish to be, you must complete the relevant section of the application form.
- If you want someone else or several other people to be lives assured you must provide their details on the application form.
- The policy can have up to six lives assured.
- There must be at least one life assured who is no older than 79.
- By setting up the policy on multiple lives, it could continue even after your death.
- The policy ends on the death of the last life assured.

How much can I invest?

You can pay the regular monthly and yearly premiums by direct debit. The single and yearly premiums may be paid by cheque. For US Dollar or euro premiums the currency equivalent will apply.

Minimum initial premium		
Monthly	Yearly	Single
£500	£6,000	£7,500

Minimum additional premium(s)		
Monthly	Yearly	Single
£125	£1,500	£7,500

These minimums are net of any adviser charge deductions.

Where are my premiums invested?

- Your premiums are invested in your chosen Canada Life International Limited funds.
- Each fund is divided into equal parts called units and we use your premium to buy as many units in your chosen funds as possible.
- You can choose up to ten different funds.
- The value of all the units you have allocated to your policy is the policy value.
- The full range of available funds can be found on our website www.canadalifeint.com
Your professional adviser can help you decide which funds are suitable for you, for which there may be a charge.

Who can make my investment decisions for me?

- You can make your own decision on what investments to invest into. Alternatively, you can nominate a fund adviser to make these decisions for you. They must hold an appropriate authorisation or approval from their regulator to perform this role.

What are the charges and what are they for?

- We will deduct an establishment charge equal to 1.25% of each premium from your policy.
- After the minimum contribution period has ended then the establishment charge is taken as each premium is received.
- If you stop paying your premiums during your minimum contribution period we will continue to take the establishment charges from the policy each month until the end of this period.
- We may increase the policy charges if the cost of managing your policy increases. If we do this, we will tell you first.
- We can make deductions from your policy to pay your professional adviser for the advice that he/she may have given you, and to pay your fund adviser if appointed. These deductions will only be made if we receive written instruction from you (for example on your initial application form). If at a future date you wish to alter the level of payments to your professional and/or fund adviser then please write to us at the address shown on page 10.

Full details of all our charges and fees are shown in the 'OSA Key Information Document' (reference IOMO1006) and the 'Offshore Savings Account charges and fees' document (reference 6572) which is enclosed with this pack. If they are not included in your pack, please contact our office on **+44 (0) 1624 820399**.

Your professional adviser will obtain a personal illustration for you, which will detail the charges applicable to your policy.

Can I increase, reduce or stop my premiums?

- You may increase regular contributions at any time.
- You may reduce regular premiums to suit your circumstances at any policy anniversary after the minimum contribution period has ended.
- Single premiums can be added at any time.
- The amount of your regular premiums must not fall below the minimum contribution level. See 'How much can I invest?' on page 5 for details.
- You can stop your premiums without penalty at any time. However, if you stop paying your premium during your minimum contribution period we will continue to take the establishment charges each month until the end of this period and any initial adviser charge payments will stop.

Can I take my money out?

- Yes, there are a number of ways that you can take your money out. But be aware that taking money out of your policy will affect the amount you will get back in the future.
- You can take money from the policy after 36 monthly premiums, or three yearly premiums have been paid and provided at least £1,000 plus any outstanding charges will be left in the policy after the money has been taken.
- There is no charge for taking money from the policy.

How can I purchase the Offshore Savings Account?

Canada Life International Limited is a life assurance company and not authorised to provide advice. If you would like to purchase this Account, you must first obtain advice from a professional adviser who will then recommend the most suitable solution to meet your financial objectives.

Paying fees to your professional adviser

- You can ask us to deduct amounts from your policy to pay any fees due to your professional adviser or fund adviser.
- We can pay an initial fee from your payment before it is applied to the policy.
- We can make one-off or regular adviser charges should you request it.
- As we are facilitating any payments on your behalf, you are able to start, stop or vary them as appropriate.

Regular Withdrawals

- You can withdraw regular amounts from the policy. You can do this every year, every six months, every three months or every month. The lowest amount you can withdraw is £100. You must leave at least £1,000 plus any outstanding charges in the policy.
- Regular withdrawals are taken equally across all sub-policies.

One-off Withdrawals

- You can take a one-off withdrawal from the policy at any time. The minimum amount you can withdraw is £100. You must leave at least £1,000 plus any outstanding charges in the policy.
- One-off withdrawals are taken equally across all sub-policies.

Sub-policy surrender

The policy is issued as a number of identical sub-policies. You may surrender any of these sub-policies at any time, however you must leave at least £1,000, plus any outstanding charges in the policy.

Full surrender

You may surrender the policy in full at any time. However, If you surrender the policy we will deduct any outstanding charges from the amount returned to you.

When can I receive the money?

- When all the required documentation has been received and once the investments in the policy have been sold to meet the value of the withdrawal, sub-policy surrender or surrender.

How can I receive the money?

- We can pay the proceeds by BACS or CHAPS to your bank. There will be a charge for CHAPS payments.

What if my country of residence changes?

The enclosed illustration is based on your present country of residence. You must inform us if you become resident in a different country.

- There are certain countries, such as the United States of America, in which we may be prohibited from conducting business. If you move to such a country, you will no longer be able to pay any premiums into your policy (including additional investments) or switch funds. You may also be required to surrender your policy.

What happens if I die?

- If you are the only life assured we will pay the death benefit to your claimants.
- If there is more than one life assured, the policy can continue until the death of the last life assured when the death benefit is payable.
- The death benefit is the unit value of the policy calculated at the next valuation date following receipt of written notification of death, less any outstanding fees and charges, plus £100 or currency equivalent.
- The death benefit will be paid out when all the investments have been settled and all the required documentation has been received by us.

How is a death claim made?

- To make a claim for the death benefits, your claimants should contact your professional adviser or our claims department at the address shown on page 10. We will then let them know what information and documentation we require to process the claim.

Can I change my mind?

- We are not directly authorised by the Financial Conduct Authority and, therefore, the Financial Conduct Authority cancellation rules do not apply to our policies.
- We do, however, continue to offer cancellation rights and you have the right to change your mind and cancel the policy within 30 days of receiving the document 'Notice of the right to cancel' from us.
- If you have asked us to make any payments to a professional or fund adviser and we have made these payments then we will be unable to refund the deductions to you. Please contact the relevant adviser(s).
- If you do decide to cancel the policy, you will receive a refund of any regular premium(s) paid after any adviser charge deduction(s).
- If you have paid any single ad-hoc premium(s), any fall in value of the investment will be deducted from the amount returned. Should a rise in investment value occur, we will retain the surplus and return the amount invested.
- You should be aware that if you choose to cancel a policy and part of the premium(s) has/have been linked to a fund which deals monthly, quarterly, yearly or less frequently then the following will apply:

The policy will be cancelled on the date we receive the cancellation notice. However, we may delay the repayment of the part of your policy linked to the fund described until the dealing date for the fund is reached and full settlement is received by us.

What taxes are applicable?

- We are resident in the Isle of Man and pay no local taxes on the capital growth or income which accrue to our funds. However, withholding tax may be charged on certain investments and this is not reclaimable.
- If you are UK resident for tax purposes, you can withdraw your original premium from your policy without having to pay any income tax immediately providing that you do not withdraw more than 5% of your original premium paid each year.
- The 5% allowance is worked out each policy year. A policy year is the yearly anniversary of your policy.
- The 5% allowance is only available on actual premiums paid and includes any adviser charge deductions from the policy.
- If you request any adviser charge payments to be made by partial surrender then the amount(s) deducted will count towards the 5% allowance.
- If you do not withdraw the full 5% in any year, the unused amount can be carried forward to be used in future years. This means, for example, that you can withdraw up to 5% of your premium each year for 20 years without paying any income tax at the time of the withdrawals.
- If you do withdraw more than 5% of your premium paid, including any unused amounts from previous years, the excess may be liable to income tax at the full rate payable (basic or higher rate, less allowances, if appropriate) irrespective of the value of the policy at the time.
- When the policy is fully surrendered, or when sub-policies are surrendered or on the death of the last life assured, there may be a charge to income tax. The amount chargeable to tax will be the surrender value of the policy or sub-policy, plus any withdrawals taken, less the sum of the original premium and any amounts previously withdrawn that exceeded the 5% allowance.

This is based on our understanding of relevant legislation as at September 2018 and could be subject to change in the future. We recommend you seek your own independent tax advice.

How to contact us

- You should contact your professional adviser in the first instance.
- If you have any questions you can contact us in the following ways:

Phone: +44 (0) 1624 820200

E-mail: focus@canadalifeint.com

Registered office address:

Canada Life International Limited
Canada Life House
Isle of Man Business Park
Douglas
Isle of Man
IM2 2QJ

Website: www.canadalifeint.com

Further information

How to complain

If you need to complain about any part of the service we have provided, please write to us at the address on page 10.

If you are not happy with our response you can contact:

Financial Services Ombudsman Scheme for the Isle of Man
Government Buildings
Lord Street
Douglas
Isle of Man
IM1 1LE

Phone: +44 (0) 1624 686500
E-mail: ombudsman@iomoft.gov.im
Website: www.gov.im/oft

Referring a complaint to the Ombudsman may preclude you from taking legal proceedings.

What legal system applies to the policy

The law of the Isle of Man will apply to your policy.

What protection is there for this policy?

Policyholders of Canada Life International Limited policies are protected by the Isle of Man Life Assurance (Compensation of Policyholders) Regulations 1991 if the company becomes unable to meet its liabilities to them. You should read the 'Policyholder Protection' leaflet (reference 6383), which is available on request, or on our website www.canadalifeint.com

Terms and conditions

This document is a brief guide to the key features of the Offshore Savings Account. You can read the full terms and conditions in the 'Offshore Savings Account policy provisions' (reference 6232) which, together with the application form, makes the legally binding contract between you and us.



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Telephone: +44 (0) 1624 820200 Fax: +44 (0) 1624 820201 www.canadalifeint.com Member of the Association of International Life Offices.

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