

Premiere Europe Account

Key Features

This document shows the main points about your Premiere Europe Account. Please read it with your personal illustration and the Key Information Document and keep it with the other documents relating to your Premiere Europe Account. The personal illustration and Key Information Document 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 Assurance (Ireland) DAC (‘we, us, our’) is not authorised nor regulated by the FCA we are required to make available important information to help you to decide whether the Premiere Europe 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.

Premiere Europe Account

The Canada Life International Assurance (Ireland) DAC Premiere Europe Account (the 'Policy') is designed for someone looking to defer the effect of direct UK taxation on their investment whilst retaining access to the investment or wishing to take a regular income from the investment. The policy can be set up on either a capital redemption or life assurance basis.

Its aims

- To potentially increase the value of the money you invest.
- To let you invest your money in a wide range of investments provided by external asset managers to meet your investment needs.
- To let you take money out of your Policy either as a one-off withdrawal, as a regular withdrawal, or by sub-policy surrender.

Who is the Premiere Europe Account for?

The Premiere Europe Account may be suitable for you if:

- You are aged between 18 and 89, have £50,000 or more to invest and are prepared to accept a degree of investment risk on your money.
- You want to invest your money to generate either a capital lump sum or an additional income stream (or a combination of both) for a period of at least 10 years, in a tax efficient manner.
- You are looking for a wide range of collective investment schemes or permissible assets in which to invest.
- You want a choice between a capital redemption or a life assurance based bond.
- You have already considered and/or utilised other tax-free investments/savings ways to invest.
- You are resident in the UK, Channel Islands or the Isle of Man.

When is the Premiere Europe Account not appropriate?

The Premiere Europe 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 have less than £50,000 to invest.
- You are looking for a short term investment of less than 10 years.
- You are not resident in the UK, Channel Islands or the Isle of Man.

Your commitments

- To invest a minimum single premium of £50,000 (or currency equivalent) into the Policy.

- The life assurance option has no fixed term. You can decide how long you want to invest for, but you may have to pay a charge if you fully surrender the Account during the first five years.
- The capital redemption option has a fixed term of 99 years, although it can be surrendered earlier.

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 or you may change your country of residence. Therefore, your own taxation position may alter and you should seek independent tax advice.
- 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.
- If you have chosen the capital redemption option and the value of the policy falls below the maturity value we will stop your right to choose the fund or funds in which the policy is invested.
- Some funds have higher levels of risk than others do and currency fluctuations can also affect how funds perform. Details of the fund choice are available on our website; www.canadalifeinternational.ie. Please discuss this with your professional adviser.
- 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 6 for further information.
- 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.
- Your Policy includes a trading cash account from which all fees, policy charges, fund adviser fees, adviser charges, withdrawals and partial surrenders are debited. It is important to monitor this account and maintain a positive balance. If your cash account becomes overdrawn it will attract debit interest. Please refer to our document 'Tips on how to manage your cash account' (reference CLIA18) for more information.

Questions and Answers

What is the Premiere Europe Account?

The Policy is a single premium offshore investment, designed to potentially increase your investment over a period of at least five years. The policy can be set up on either a capital redemption or life assurance basis.

- You can invest any amount in the Policy as long as you invest a minimum of £50,000 (or currency equivalent). You can add extra amounts of £2,500 (or currency equivalent) or more at any time.
- 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 a number of identical sub-policies to make it more flexible for tax planning.

How does the Premiere Europe 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 18 or over and no older than 89 when the Policy starts.

For the capital redemption basis:

- There are no lives assured.
- The policy does not end on death but passes to the surviving policyholder(s) or to your personal representative(s).
- The capital redemption version has a fixed term of 99 years.
- If one or more sub-policies are in force at the end of the fixed term then a guaranteed maturity value is payable.

For the life assurance basis:

- You must select a life or lives assured who are the individuals on whose life the Policy depends.
- You are not automatically a life assured. If you wish to be, you must complete the relevant section of 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 89.

- 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.
- The Policy provisions are governed by Irish law. There is one exception to this – the provisions identifying the individuals as the lives assured are governed by the laws of the Isle of Man. Under Irish law, you must have an ‘insurable interest’ in the selected lives assured. Under Irish law, this is limited to your spouse and people who owe you a debt. In this Policy, the provisions identifying ‘the lives assured’ are governed and interpreted in accordance with the laws of the Isle of Man. This will give you flexibility to identify individuals other than your spouse as the ‘lives assured’ under the Policy.

What is the maturity value?

Where the capital redemption basis is chosen there are two maturity value options;

- **Option A.** The maturity value is 130% of the initial premium but if you choose this option you will only be able to invest in the CF Canlife UK Government Bond Fund (or other such fund as we may make available). The maturity value may be higher if the full surrender value on the maturity date is greater than 130% of the initial premium and we will pay the higher amount.
- **Option B.** The maturity value is 20% of the initial premium. If you choose this option you will have the full range of Premiere Europe investment options available to you. The maturity value may be higher if the full surrender value on the maturity date is greater than 20% of the initial premium and we will pay the higher amount.

An additional premium paid under option A will have a maturity value based on the number of years until maturity. An additional premium paid under option B will have a maturity value of 20%.

If the value of the policy falls below the maturity value we will stop your right to choose the fund or funds in which the policy is invested.

Questions and Answers

Where are my premiums invested?

- You can choose from a wide range of external collective investments and cash deposits. You should seek advice from your professional adviser for which there may be a charge, as to what is the most suitable investment for you.
- Each fund is divided into equal parts called units and we use your premium to buy as many units in your chosen fund(s) as possible.
- There is no maximum number of funds that you can invest into.
- The value of all the units you have allocated to your Policy is the Policy value.
- Option A of the capital redemption basis can only be linked to the CF Canlife UK Government Bond Fund (or such other fund as we may make available).

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 amount from your Policy to pay for setting it up (known as an establishment charge) and for its ongoing administration (known as an administration fee). An annual management charge will be deducted.
- We may increase the Policy charges, for example, if the cost of managing your Policy increases.
- 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 7. A copy of our 'Guide to paying your professional adviser' (reference CLIA4) is enclosed with this pack. This guide highlights popular methods of paying your adviser(s).

Other additional charges and fees will apply to the Policy/ account. Full details of all our charges and fees are shown in the 'Key Information Document' (reference IOM01001) and the 'Premiere Europe Account Charges and Fees' document (reference CLIA5), which can be downloaded from our website: www.canadalifeinternational.ie or requested by calling +44 (0) 1624 820200.

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

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.

- Your personal circumstances including taxation may change as a result of moving to a different country. Please seek independent tax advice in these circumstances.

Can I take money out?

- Yes, there are a number of ways that you can take your money out. However, be aware that taking money out of your Policy will affect the amount you will get back in the future. If you have chosen the capital redemption option the maturity value will be reduced in proportion to the level of the withdrawal.
- There is no charge for taking money out of the Policy except if a sale of investments is required. This will incur a transaction fee.

How can I purchase the Premiere Europe Account?

Canada Life International Assurance (Ireland) DAC is an 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 a professional adviser or fund adviser

- Adviser charges – We can pay an initial adviser charge from the investment before or after it is applied to the account, and you can ask us to deduct single or ongoing adviser charges at any time.
- Fund adviser fees – If a fund adviser is appointed we can deduct their fees from the account.

If you have chosen the capital redemption option and you choose to pay fees to a professional adviser or fund adviser from the bond the maturity value will be reduced proportionately.

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 £50. You must leave at least £5,000 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 lowest amount you can withdraw is £200. You must leave at least £5,000 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 £5,000, 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 settled to meet the value of the withdrawal, sub-policy surrender or Policy 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 happens to the money if I die?

- If you have chosen the capital redemption basis there are no lives assured so the policy continues after death by passing to the surviving policyholder(s) or to your personal representatives.
- For the life assured basis:
 - 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 7. We will then let them know what information and documentation we require to process the claim.

Questions and Answers

Can I change my mind?

- 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 decide to cancel the Policy, 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 only the amount invested will be returned.
- You should be aware that if you choose to cancel a Policy that is either:
 - linked to a deposit which has a term of more than 30 days; or
 - linked to a fund which deals monthly, quarterly, yearly or less frequently, the Policy will be cancelled on the date we receive the cancellation notice. However, we may delay the repayment of the part of the Policy linked to the deposit or fund described above until the deposit matures or the dealing date for the fund is reached and full settlement is received by us.

What taxes are applicable?

- If you become resident in Ireland your Account will become subject to Irish tax.
- The underlying funds in the Premiere Europe Account grow virtually free of tax (they may suffer some withholding taxes on dividends. In some circumstances CLIAI may be able to reclaim taxes deducted on some UK dividends).
- 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 annual anniversary of your Policy.
- The 5% allowance is only available on actual premiums paid.

- 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 UK 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 UK 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 UK legislation as at February 2020 and could be subject to change in the future. We recommend you take your own professional tax advice.

Contact

You should contact your professional adviser in the first instance.

If you have any questions you can contact us in the following ways:

By post

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



Call us

+44 (0) 1624 820200



By email

focus@canadalifeint.com



Online

www.canadalifeinternational.ie



Further information

How to complain

If you need to complain about any part of the service we have provided, please contact us, using the details on this page.

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

Financial Services Ombudsman

3rd Floor
Lincoln House
Lincoln Place
Dublin 2

Phone: +353 1662 0899

Website: www.financialombudsman.ie

Referring a complaint to the Ombudsman may preclude you from taking legal proceedings (not applicable to companies).

What legal system applies to the Policy?

The law of Ireland will apply to your Policy with the exception that any provision relating to the 'Life/Lives Assured' (and particularly, the insurable interest of the Policyholder in such Life or Lives Assured), is governed by the laws of the Isle of Man, as explained above.

Regulation

We are authorised and regulated by the Central Bank of Ireland. We are also authorised as a Category A Permit holder by the Jersey Financial Services Commission.

Solvency And Financial Condition Report

Our Solvency and Financial Condition Report is available on our website at www.canadalifeinternational.ie

Terms and conditions

This document is a guide to the key features of the Premiere Europe Account. You should read the full terms and conditions in the 'Premiere Europe Account Policy Provisions' (reference CLIA3) which, together with the application form, makes the legally binding contract between you and us.



Canada Life International Assurance (Ireland) DAC, registered in Ireland no. 440141. Registered office: Irish Life Centre, Lower Abbey Street, Dublin 1, Ireland
Telephone: +44 (0) 1624 820200 Fax: +44 (0) 1624 820 201 www.canadalifeinternational.ie Member of the Association of International Life Offices.

Canada Life International Assurance (Ireland) DAC is authorised and regulated by the Central Bank of Ireland.



This paper is made from recycled materials

CLIA2 – 220R/B