

Smart Junior ISA

Terms and Conditions

We strongly advise you to read all of the terms and conditions as you will be legally bound by them. Subject to any additional conditions for your account, the following conditions will apply.



This document contains i) our current Smart Junior ISA Terms and Conditions ii) a summary of the main changes we are making to the current terms and conditions and iii) our new Key Product Information. The changes will apply automatically from **1 May 2018** and by agreeing to the current terms and conditions for your account, you will also be agreeing to the new Key Product Information which will replace the current terms and conditions from that date.

Our current Smart Junior ISA Terms and Conditions

In addition to the **Savings General Terms and Conditions**, the following terms and conditions apply to Smart Junior ISA. If there is a conflict between the **Savings General Terms and Conditions** and these Smart Junior ISA Terms and Conditions, the Smart Junior ISA Terms and Conditions will take priority.

This agreement is between us, Nationwide Building Society, and the Registered Contact.

Meaning of words and expressions

In these terms and conditions the following words and expressions have the following meanings:

1. **'Registered Contact'** means the person who opens and manages the account from time to time.
2. **'you/your'** means the Registered Contact.

Account holding and ownership

1. An application for a Smart Junior ISA can only be made by:
 - (i) an individual aged 16 or over on behalf of a child under 18 they have parental responsibility for;
 - (ii) an individual aged 16 and 17 years on their own behalf.
2. A child can only hold one Junior cash ISA at any one time. From the age of 16 until age 18 the child can also hold a cash ISA and make payments into both Junior ISA and ISA accounts up to the relevant annual allowances set by HM Revenue & Customs (HMRC).
3. A child that has a Child Trust Fund cannot hold a Junior ISA.
4. The Smart Junior ISA will be, and must remain in, the beneficial ownership of the child (the "account holder") and must not be used as security for a loan.
5. When the account holder reaches the age of 18 years, we will automatically convert the account into a cash ISA. The terms and conditions and interest rate applicable to that cash ISA account at that time will apply.
6. The account holder can apply at the age of 16 years to be the Registered Contact and manage the account themselves.
7. The minimum deposit to open the account is £1.
8. Deposits into the account cannot exceed the annual Junior ISA allowance set by HMRC. To find out what the current allowance is please visit us in branch or visit our website nationwide.co.uk or HMRC's website hmrc.gov.uk.
9. If, after opening the account, you do not consider it to be suitable you may transfer the balance to another account with us, or have the money returned, provided that in either case we receive notification of your intention within 30 days from the date that the Smart Junior ISA was opened. Interest will be paid tax free and the subscription will not count toward the Junior ISA allowance for that tax year. A subsequent Junior ISA may be opened with us or with another financial institution.
10. In the case of conflict, HMRC ISA regulations take priority over these terms and conditions.

11. We will notify you if, due to any failure to satisfy the provisions of the HMRC ISA regulations, the Smart Junior ISA has, or will, become void.
12. If we delegate any of our functions or responsibilities under these conditions we will satisfy ourselves that the person or organisation we delegate to will be competent to carry out those functions or responsibilities.

Interest

13. Interest will be credited to the account annually on 31 October and is paid tax free.

Paying money in

14. Any payment made into the account which does not breach the annual subscription limit, is a gift to the child and is not refundable.
15. A payment can be made into the account at any time by transferring in a Junior ISA account held with another Junior ISA manager or by transferring in a Child Trust Fund held with us or another Child Trust Fund provider, as set out below:
 - (a) You can transfer in to the Smart Junior ISA the whole of a Junior cash ISA and/or the whole or part of a Junior Stocks and Shares ISA held with another Junior ISA manager. If you wish to do so:
 - (i) on receipt of a transfer instruction from you, we will send it to the other manager together with a confirmation that we will accept the transfer within 5 business days of the date of receipt, and
 - (ii) on receipt of the funds and accompanying information from the other manager, we will credit the funds to the account within 3 business days of the date of receipt.
 - (b) You can transfer in to the Smart Junior ISA the whole of a cash Child Trust Fund and/or the whole of a Stocks and Shares Child Trust Fund held with another Child Trust Fund manager. If you wish to do so:
 - (i) on receipt of a transfer instruction from you, we will send it to the other manager together with a confirmation that we will accept the transfer within 5 business days of the date of receipt, and
 - (ii) on receipt of the funds and accompanying information from the other manager, we will credit the funds to the account within 3 business days of the date of receipt.
16. If you are transferring in funds from another provider, these funds will be held in a Nationwide holding account until the day after the last amount has been credited to the holding account. On this day, your Smart Junior ISA account will be opened and the account interest will be backdated to the date we received your Smart Junior ISA transfer application provided that your funds are free to move and not subject to any notice period. For transfers from a Junior stocks and shares ISA or stocks and shares Child Trust Fund, if funds are not received within 30 days we will stop paying interest until your funds are transferred to us.

Taking money out

17. Withdrawals from the account before the child's 18th birthday are prohibited, except where a terminal illness claim has been made on behalf of the child and been agreed in accordance with the HMRC ISA regulations.
18. If you wish to transfer the total balance of the Smart Junior ISA to another Junior ISA manager we will send the funds and accompanying information to the new manager within 5 business days of the date of receipt of a transfer instruction from the new manager.

Closing the account

19. The Smart Junior ISA will close and tax exemption will end:
 - (i) on the death of the account holder
 - (ii) upon the direct instruction of HMRC.
20. On the death of the account holder no further deposits can be made into the account and the tax exemption will end. The capital value of the Smart Junior ISA and the accrued tax free interest is payable to the account holder's personal representatives. A tax liability may arise in respect of any interest earned after the date of death.

IMPORTANT SUMMARY - Our terms and conditions that apply to your Smart Junior ISA are changing

We are making changes to our current Smart Junior ISA Terms and Conditions at the same time as we are changing our current Savings General Terms and Conditions and ISA General Terms and Conditions.

We recommend that you read this summary and the new Key Product Information that applies to your Smart Junior ISA. The summary explains the main changes we are making to the current terms and conditions. The changes will apply automatically from 1 May 2018 and the new Key Product Information will replace the current terms and conditions from that date.

Here's a summary of the main changes

The layout and ordering of the Key Product Information has changed and we've refreshed the wording to make it easier to read. We've also made the following changes:

- We've added new sections which set out the different methods of accessing your account; whether or not your account has a fixed term and whether there are any restrictions on making payments in or withdrawals from your account, other than those stated in the Cash ISA General Terms and Conditions. These changes reflect the existing ways in which your account is run and managed.
- Currently, the Savings General Terms and Conditions form part of the Smart Junior ISA Terms and Conditions but the ISA General Terms and Conditions do not. The new Cash ISA Terms and Conditions replace both the Savings General Terms and Conditions and the ISA General Terms and Conditions which means that some of the information found in the current Smart Junior ISA Terms and Conditions can now be found in the new Cash ISA Terms and Conditions rather than the new Key Product Information.

Our new Key Product Information that applies to your Smart Junior ISA

This Key Product Information gives you information that is specific to the particular cash ISA you have with us. It forms part of the terms and conditions of your account and needs to be read together with the other documents that make up your agreement. If anything is inconsistent between those documents and this Key Product Information, this Key Product Information will apply.

Remember also to refer to the summary box applicable to your account.

Smart Junior ISA

This account offers a tax-free way for adults to start saving for a child's future. It also allows for a child aged between 16 and 18 years to save tax free for themselves. Money cannot be withdrawn from the account until the child's 18th birthday.

'Registered Contact' means the person who manages the account. All references in the terms and conditions to 'you' or the 'account holder' need to be read to apply to the Registered Contact.

Conditions for holding your account

1. The Registered Contact can be:
 - A child aged between 16 and 18 years who manages the account on their own behalf; or
 - A person aged 16 or over who has parental responsibility for a child under 18 and manages the account on that child's behalf.
2. A child can only have one junior cash ISA at any one time.
3. A child that has a Child Trust Fund cannot have a junior ISA.
4. This junior ISA will be and must remain in, the beneficial ownership of the child and must not be used as security for a loan.
5. If a child has an account that is managed on their behalf by the Registered Contact, at the age of 16 years, they may apply to be made the Registered Contact and to manage the account on their own behalf.

Term

6. There is no fixed term for this account.
7. If, after opening the account, you do not consider it to be suitable you may transfer the balance to another account with us, or have the money returned, provided that in either case we receive notification of your intention within 14 days from the date that the Smart Junior ISA was opened. Interest will be paid tax free and the money you have paid in will not count toward the junior ISA allowance for that tax year. A subsequent junior ISA may be opened with us or with another ISA manager.
8. Once you, or where the account is managed on behalf of a child, that child, reaches the age of 18 years, we will automatically transfer the money in the account to an 'adult' cash ISA within our range and the terms and conditions and interest rate applicable to that 'adult' cash ISA will apply. We will personally notify you before making this transfer.

Managing your account

9. You can access your account in any of the following ways:
 - Via the Internet Bank or our Banking app (if you are registered to use the Internet Bank).
 - In branch.

Earning interest on money in your account

10. Interest is paid to the account annually on 31 October each year and on the closure of the account.
11. The interest rate payable on the account is variable.

Restrictions on paying money into your account

12. When making payments into your account, you must not exceed your junior ISA allowance, which is the maximum amount that can be paid into a junior ISA in any tax year and is set by HM Revenue & Customs (HMRC).
13. Any money paid into the account by someone other than the child is considered to be a gift to the child and cannot be repaid.
14. From the age of 16 until the age of 18 the child can also hold an 'adult' cash ISA and make payments into both junior ISA and 'adult' ISA accounts up to the relevant annual ISA allowances.
15. You can transfer in to this account the whole of a junior cash ISA held with another ISA manager and/or the whole or part of a junior stocks and shares ISA held with another ISA manager.
16. You can transfer in to this account the whole of a cash Child Trust Fund and/or the whole of a stocks and shares Child Trust Fund held with another Child Trust Fund manager. If you wish to do so:
 - (a) on receipt of a transfer instruction from you, we will send it to the Child Trust Fund manager together with a confirmation that we will accept the transfer within five working days of the date of receiving your instruction, and
 - (b) we will pay the money into the account within three working days of receipt of the money and accompanying information from the Child Trust Fund manager.
17. If you are transferring money to us from another junior ISA or Child Trust Fund manager, we will hold the money in a Nationwide holding account until the working day after the last amount has been paid into that account. We will then, on that working day, open your Smart Junior ISA and pay in the money. We will also backdate the interest to the date we received your transfer application, provided that the junior ISA or Child Trust Fund you are transferring from is not subject to any notice period or other restriction on transferring money. For transfers from a junior stocks and shares ISA or a stocks and shares Child Trust Fund, if we do not receive the money within 30 days we will stop paying interest until your money is transferred to us.

Restrictions on withdrawing money from your account

18. Withdrawals on this account are not allowed until the child's 18th birthday. The only exception is where a terminal illness claim has been made on behalf of the child and been agreed in accordance with the HMRC ISA regulations.
19. If you decide to transfer your Smart Junior ISA to another junior ISA manager, you must transfer the entire balance.

Special provisions that apply to your account in the event of the death of the child

20. In the event of the death of the child, no more money can be paid into the account and the tax exemption will end. The money in the account and the accrued tax free interest will be paid to the child's personal representatives.



We are able to provide this document in Braille, large print or audio format upon request. Your local branch will arrange this for you or you can contact us on **0800 30 20 11**.

Nationwide Building Society is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority under registration number 106078. You can confirm our registration on the FCA's website fca.org.uk

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