LONDON & COLONIAL

Essential Facts of our International Bond

The International Bond is a group of identical single-premium unit-linked life assurance policies or bonds, issued by London & Colonial Assurance PCC Plc ('LCA').

London & Colonial Assurance PCC Plc

- a Gibraltar company established in 2001
- specialises in offshore bonds and flexible annuities

Gibraltar Jurisdiction

- high level of policyholder protection under a **Protected Cell** structure
- covered by the FSCS for 100% of a valid claim

Investment-linked

- invest in a wide range of investments
- benefit from **gross roll-up:** investment growth is largely free from income and capital gains tax while inside the International Bond ('IB')
- Investment options:
  - Discretionary Fund Managers
  - Investment Advisers / Managers
  - Platforms

Product Suitability

- UK residents only
- minimum age: 18 with no maximum age
- minimum initial premium of GBP 50,000 / EUR 60,000 / USD 70,000
- medium to long-term horizon, typically more than 7 years
- does not need income from the IB for day-to-day living expenses
- wishes to invest a lump sum for IHT and estate planning, wealth creation or wealth management
- only available via UK-regulated Financial Advisers

Risk Warning

Please note that past performance is not a guide for the future. The value of investments can fall as well as rise.

Essential Facts of our International Bond

Product Structure

- Capital Redemption basis or Life Assurance basis
- Capital Redemption basis:
  - single life basis only
  - written on a term basis of 99 years
  - matures after 99 years but can be surrendered before maturity
- Life Assurance basis:
  - Single Life basis: one Life Assured; ends when the Life Assured dies
  - Joint Life basis: two to six Lives Assured; ends when the last survivor dies
  - can be surrendered before the last surviving Life Assured dies
- Segments
  - for both Capital Redemption and Life Assurance bases:
    - » minimum 500 identical sub-policies
    - » maximum 99,999 identical sub-policies
    - » minimum premium for each sub-policy: GBP 100 / EUR 120 / USD 140

Premiums

- Initial
  - minimum GBP 50,000 / EUR 60,000 / USD 70,000 with no maximum
  - has its own 5% Tax-Deferred Allowance for a maximum of 20 years
- Additional / top-ups:
  - minimum GBP 5,000 / EUR 6,000 / USD 7,000 with no maximum
  - top-ups applied equally across all sub-policies within the International Bond
  - each top-up will have its own 5% Tax-Deferred Allowance for a maximum of 20 years

During the lifetime of the International Bond

- Withdrawals
  - one-off or regular withdrawals permitted
  - minimum one-off withdrawal amount: GBP 1,200 / EUR 1,440 / USD 1,680
  - regular withdrawals paid monthly, quarterly, half-yearly or yearly
  - all withdrawals in excess of the 5% Tax-Deferred Allowance in any one year will be a Chargeable Event: may trigger a tax liability
- Surrenders
  - full or partial surrenders are permitted before maturity date or death of Lives Assured
  - surrenders are a chargeable event: may trigger a tax liability
- Assignments
  - assignments are permitted: whole IB account or individual sub-policies may be assigned
  - assignments for money or money's worth are chargeable events.

Essential Facts of our International Bond

Trusts

- Absolute and Discretionary Trust templates available free of charge
- trustees responsible for registering Trusts with the Trust Registration Service

Product Charges

- Establishment Charge
  - 0.50% of IB premium paid
  - capped at GBP 5,000 / EUR 6,000 / USD 7,000
- Quarterly Administration Charge ('QAC')
  - ongoing QAC deducted for administering the International Bond
  - QAC deducted on a quarterly basis in arrears
  - fixed QAC of GBP 200 / EUR 240 / USD 280
- Investment Transaction Fees by the Investment Adviser

Adviser Charging

- when premiums are paid
  - monetary amount or % of premium paid
- ongoing
  - monetary amount or % of yearly value

Next Steps

For more information on the International Bond or to request an Illustration, get in touch with us.

T (UK): 0044 (0)20 3640 6843

LCA@lcalife.co.uk

https://lcalife.co.uk/

London & Colonial Assurance PCC Plc
3rd Floor
55 Line Wall Road
Gibraltar
GX11 1AA

LONDON & COLONIAL

Gibraltar Company Registration Number: 80650
London & Colonial Assurance PCC Plc is a Gibraltar-registered company and is incorporated under the Gibraltar Insurance Companies Act 2014 as a Protected Cell Company. London & Colonial Assurance PCC Plc is regulated by the Gibraltar Financial Services Commission - Permission Number: 5191. Registered Office: 3rd Floor, 55 Line Wall Road, Gibraltar, GX11 1AA.

Postal Address:

London & Colonial Assurance PCC Plc

3rd Floor
55 Line Wall Road
Gibraltar, GX11 1AA

T (UK): 0044 (0)20 3640 6843

www.lcalife.co.uk
LCA@lcalife.co.uk