

# Variable Rate Cash ISA

## Terms and Conditions

(Effective from October 2018)

These Variable Rate Cash ISA Terms and Conditions together with the General Terms and Conditions and summary box (where provided) in your account welcome letter set out the terms and conditions for your Sainsbury's Bank Variable Rate Cash ISA. Please read them and then keep them for future reference. The Terms and Conditions are also available on our website. Where these Terms and Conditions conflict with the General Terms and Conditions, these terms will apply.

### 1 Maximum number of accounts

You can only have one open Sainsbury's Bank Variable Rate Cash ISA.

### 2 ISAs

The Sainsbury's Bank Variable Rate Cash ISA is a Cash ISA.

All our Cash ISAs are managed in accordance with the Cash ISA regulations (currently the Individual Savings Account Regulations 1998) and any changes made to the ISA regulations will apply to your account as soon as they come into force.

You can transfer funds from existing ISAs held with other providers into your Sainsbury's Bank Variable Rate Cash ISA. Even if you make withdrawals from your ISA, the total of all funds paid into your ISA during a tax year (along with any transfers in from ISAs funded in the same tax year) cannot exceed your annual ISA allowance. Transfers in from ISAs funded in previous tax years will not count towards this limit.

If your total deposits in a tax year reach your annual ISA allowance and you then withdraw funds, you cannot make any further deposits in that tax year.

If you deposit more money into your ISA than your ISA allowance, we will return the deposit to you.

Interest earned on ISAs is currently tax free. However, the tax treatment of ISAs may change in the future. Any changes made to ISA regulations will apply as soon as they come into force.

Your surviving spouse/civil partner can inherit your existing ISA allowance. Please visit our website for more information. You may use this account to deposit an Additional Permitted Subscription, in accordance with the ISA regulations.

Any money in your ISA must belong to you at all times. For example, you can't use it as security for a loan.

### 3 Eligibility

You can open an account if you:

- are 18 years old or over;
- are resident in the UK for tax purposes or you are a Crown employee serving overseas (or are married to or in a civil partnership with a Crown employee serving overseas); and
- have not subscribed to another Cash ISA in the same tax year (unless you are transferring an existing ISA).

The account must be opened in your sole name and cannot be a joint account. You must let us know if you are no longer resident in the UK for tax purposes. If this happens we'll ask you to close your account, unless you are a Crown employee serving overseas (or are married to or in a civil partnership with a Crown employee serving overseas).

### 4 Interest

#### 4.1 How you earn it and when you receive it

You'll earn interest on the money in your account each day. You'll receive your interest annually and we'll pay it on the anniversary of the day your account was opened (or the next bank working day if the anniversary date isn't a bank working day). If you use the ISA transfer process to fund your account and your existing ISA provider makes the transfer using a cheque, we will pay interest from the date on the cheque. If your existing ISA provider makes the transfer electronically, we will pay interest from the day the money reaches us.

#### 4.2 Rate

You can find your interest rate in the Savings Support section of our website, through our Online Banking service, or by calling us. The interest rate on your account is variable which means that it can change. We will give you notice of any changes as set out in the table below. We will only make changes for certain reasons and these are set out in detail in the General Terms and Conditions. We may offer different interest rates for new accounts. The interest rate on your account won't automatically change to match the new rates.

Type of Change	When we will tell you about it
Reduction to your interest rate	We will give you 14 days' notice. If you're not happy with this change you can: <ul style="list-style-type: none"> <li>- transfer your balance to another Cash ISA with Sainsbury's Bank (if available);</li> <li>- transfer your balance to another ISA provider (see section 5.2); or</li> <li>- close your account and withdraw your money without incurring any costs or charges (see section 9). Your money will lose its tax free status if you do this.</li> </ul> If you don't contact us, your account will stay open and we'll reduce your rate.
Increase to your interest rate	We can increase your interest rate without giving you advance notice. We will let you know within a reasonable period of time after the increase has taken effect.

## 5 How you can use your account

You can manage your account through our Online Banking or Telephone Service.

### 5.1 Paying money in (see the General Terms and Conditions for timescales and more depositing information)

You can pay money in by:

- **Transfer in from existing ISA provider** - You must complete a 'Transfer In' form which can be found on our website or we can send you one. If you don't use this form, your funds will lose their tax free status and will count towards your current year annual ISA allowance.
- **Transfer from an existing Sainsbury's Bank savings account** - You can transfer money from your existing Sainsbury's Bank savings accounts through our Online Banking and Telephone Service. If you want to transfer funds from another Sainsbury's Bank ISA, please call us.
- **Bank Transfer/Standing Order** - You can ask the bank you want your payments to come from to set these up.
- **Cheque** - Write the sort code and account number for your ISA on the back of a cheque made payable to yourself and send it to us.

If you do not make a deposit into your account in any tax year after the year in which you opened it, you will need to make a new ISA application in order to make deposits.

### 5.2 Transferring your balance to another ISA

If you want to transfer some or all of the money in your account to a new ISA provider, we'll send the funds and accompanying information to the new ISA provider within five bank working days of receiving the relevant instruction and information from them and in accordance with the regulations.

If you want to transfer money that you've paid in during the current tax year, then all of the money you've paid in during that year must be transferred (you can't just transfer some of it).

You must make the transfer by completing a transfer application form from your new ISA provider.

### 5.3 How to make a withdrawal (see the General Terms and Conditions for timescales and more withdrawal information)

You can make withdrawals through our Online Banking or Telephone Service.

If you wish to use your withdrawal to fund another ISA, please use the ISA transfer process described in section 5.2. You can transfer all or part of the money in your account to a current account held in your name with a bank or building society in the UK. If you do this, your money will lose its tax-free status.

### 5.4 Minimum deposit

You must pay in a minimum deposit within 30 days of opening your account. If you don't make a deposit in this time, we will close your account without giving you notice. If this happens, your account won't be taken into account when calculating your ISA investment allowance for the current tax year and you'll be able to open other ISAs in the current tax year.

## 6 How we'll manage your account

If any of the information on your application is not correct or you've opened more than one Cash ISA in a tax year (other than transferring an existing ISA or as part of an Additional Permitted Subscription) then your account may no longer be valid. If we find out that for any reason, including breaching the regulations that apply to ISAs, your account is no longer valid or will stop being valid at a later date, we'll tell you as soon as possible.

If we ask anyone else to carry out any of our responsibilities on your account (such as processing payments in and out on our behalf), we'll make sure that they are able to do it properly.

## 7 Statements

We'll provide you with an annual statement on the anniversary of the opening of your account. Your statement will be uploaded to the 'Statements' section of Online Banking (which you can see once you have logged in online). You will need to register for Online Banking in order to view your statements. Where we are unable to provide online statements, or if you have updated your correspondence preferences to request paper statements, we'll send you a statement by post. We may charge for duplicate statements (details of any charges can be found in the Savings Support section of our website).

## **8 Changing your mind**

You have 14 days after opening your account to tell us you want to cancel it. You can do this by calling us. If you cancel, we'll give you back your money and any interest earned. Your account won't be taken into consideration when calculating your ISA investment allowance for the current tax year and you'll be able to open other ISAs in the current tax year. We don't charge for cancellations.

If you do not tell us to cancel the account within 14 days of opening, the account will stay open.

## **9 Closing your account**

You can close your account at any time without incurring any additional costs or charges. We don't charge for account closures.

If you fund your ISA but close it after the 14 day cancellation period without using the ISA transfer process, you won't be able to open another Cash ISA with us or another provider in the same tax year.

If, when you close your account, you transfer the money to an account which is not an ISA, it will lose its tax free status.

## **10 Contacting us**

If you need to get in touch, our contact details can be found on our website and in the Savings General Terms and Conditions.

We can provide documents in large print, Braille or on audio. For other ways that we can support you, please visit our website or contact us.

All information is correct at the date of printing. Sainsbury's Bank plc, Registered Office, 33 Holborn, London EC1N 2HT (registered in England and Wales, no 3279730) is authorised by the Prudential Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority (Register no. 184514). Sainsbury's Supermarkets Ltd is an appointed representative of Sainsbury's Bank plc.