M&G Platform

FACTSHEET

ISA

The M&G Platform Stocks and Shares Individual Savings Account (ISA) allows you to invest in stocks and shares and cash holdings, up to the annual subscription limit set by HM Revenue & Customs (HMRC).

This factsheet gives you some key information about the ISA; please read it together with the:

- M&G Platform Guide
- M&G Platform Terms
- M&G Platform ISA Target Market Statement



Questions and Answers

What is the Stocks and Shares Individual Savings Account?

The Stocks and Shares Individual Savings Account (ISA) provides a tax efficient way for you to invest. There is no fixed term over which you must invest. No tax is payable on your ISA investment income or gains. This ISA is not a flexible ISA.

How much can I invest?

Your subscriptions into an ISA are subject to the limits set by HMRC. Your Financial Adviser can provide you with information about subscriptions limits, or you can visit the HMRC Individual Savings Accounts web page.

You can subscribe to more than one ISA of the same type within the same tax year as long as you don't exceed the overall subscription limit in total. A tax year is 6 April to 5 April.

You need a valid ISA declaration to subscribe to your ISA. If you do not make any subscriptions within a single tax year, you will need to complete a new declaration before you can make any further subscriptions.

Can I make Additional Permitted Subscriptions?

There are specific circumstances under which you can pay more into an ISA than the usual annual subscription limit.

If you are over 18 and the surviving spouse or civil partner of a deceased ISA holder who died on or after 3 December 2014, you may be entitled to make Additional Permitted Subscriptions (APS), in addition to the normal annual ISA subscription limit, provided you have not transferred these rights to another ISA manager.

If the ISA holder died between 3 December 2014 and 6 April 2018, the APS limit is based on the value of the deceased's ISA at the date of death.

If the ISA holder died on or after 6 April 2018, the APS limit will be the higher of:

- the value of the deceased's ISA at the date of death; or
- the value of the deceased's ISA at the earliest of:
- completion of the administration of the deceased's estate; or
- closure of the ISA; or
- the third anniversary of the ISA holder's death.

If you make an additional permitted subscription based on the value of the deceased's ISA at the date of their death, you cannot then opt to use any higher value calculated at any other time.

Additional permitted subscriptions are subject to HMRC rules. Speak to your Financial Adviser for more information.

What about tax in the ISA?

There is no income tax to pay on income received on your ISA, and no Capital Gains Tax payable on any growth.

Where income tax has been deducted, we will reclaim tax from HMRC on your behalf where appropriate, and this will be paid back to your Account. You do not have to declare ISA interest, income or capital gains on your tax returns.

Please note that tax rules, and their effect on your individual circumstances, may change in the future.

Can I transfer an existing ISA arrangement?

You can transfer your Cash ISAs and Stocks and Shares ISAs to us. You may transfer some or all of any previous tax year subscriptions, however any subscriptions made in the current tax year must be transferred in full. Although partial transfers of current year subscriptions is permissible in the ISA regulations it is not permissible on our platform.

You are able to transfer some or all of the money saved in previous tax years, without affecting your annual ISA allowance. You may be able to transfer in existing assets held in your name from another ISA provider without needing to first convert the asset into cash. This transfer process is known as re-registration. When an existing stocks and shares ISA is transferred to us by re-registration of assets, we will check that the investments you have asked to transfer are allowable under HMRC rules.

IFDL does not offer a Cash ISA.

Can I transfer assets from my ISA to another ISA manager?

Yes, you can transfer your ISA at any time to another ISA manager. However, although permissible in the ISA regulations, we do not offer partial transfers and so your ISA must be transferred in full.

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