

# THE ADULT AND CHILDREN'S SAVINGS PLAN

*regular  
savings with  
tax exempt  
privileges*



**DRUIDS SHEFFIELD FRIENDLY SOCIETY**

*'affordable care'*

## SAVINGS OPPORTUNITY

Shouldn't you take advantage of a savings opportunity in which you invest your money tax free and where profits are also paid tax free?

As a Friendly Society we have a special concession which allows us to offer you a tax free plan. Even small savings get a real boost.

## TAX FREE INVESTMENT WITH GUARANTEED RETURNS

The Tax Free Savings Plan is a simple way to give your investment a financial advantage because it offers:-

- **Tax free growth**
- **Guaranteed returns**
- **Bonuses**
- **Life Cover**
- **Tax free payment**

## HOW MUCH WILL IT COST?

Because of the generous tax savings, the investment is limited to £25 a month or £270 a year. However you can start from as little as £4.50 a month or £50 a year, or proportionately higher amounts as in the example shown.

## WHO CAN JOIN?

Tax free savings plans are for anyone upto the age of 60 years old. Couples can each have a Savings Plan to double the eventual return.

Any adult may provide a plan for any child. You do not need to be related, and you may provide a plan for as many children as you wish, perhaps to mature to coincide with a special occasion eg. a Birthday, University entrance or a possible wedding.

## WHAT WILL I RECEIVE?

At the end of 10 years, you will receive your guaranteed sum assured plus the guaranteed bonus at 4 per cent compound. This has been declared by the Actuary as a result of an Actuarial Valuation and is a guaranteed amount.

There is no immediate intention to give a terminal bonus, but this will depend on the capital performance of the fund. If a terminal bonus is granted by the Actuary, this will only be credited on the maturity of the policy.

### EXAMPLE:

PREMIUMS		GUARANTEED SUM ASSURED	GUARANTEED BONUS AT 4% COMPOUND	MATURITY VALUE
YEARLY FOR 10 YEARS	MONTHLY FOR 10 YEARS			
£50	£4.50	£500	£240	£740
£100	£9.00	£1000	£480	£1480
£120	£11.00	£1200	£576	£1776
£150	£14.00	£1500	£720	£2220
£170	£16.00	£1700	£816	£2516
£200	£18.50	£2000	£960	£2960
£220	£20.50	£2200	£1057	£3267
£270	£25.00	£2700	£1300	£4000

### NOTE

The examples are based on figures for all ages. The above table shows examples of the final payouts after 10 years premiums have been paid.

What you get back depends on how your investments grow. You could get back more or less than this, but not less than the guaranteed amount. Do not forget that inflation would reduce what you could buy in the future with the amounts shown which are at today's values.

## WHERE DOES MY MONEY GO?

The Plan is a Tax-Exempt With Guaranteed Bonus Endowment Policy. The underlying assets are invested in British Government Securities and freehold property.

## WHAT IF I DIE BEFORE THE END OF 10 YEARS?

When you take out your Savings Plan, it will include a guaranteed sum assured. This sum, together with all declared bonuses will be paid if you die before the end of ten years. In addition a terminal bonus may be added.

## HOW TO APPLY

Starting a Savings Plan is simple. Just decide how much you want to save each month or year. You should then read the 'Key Features' brochure before completing your application form.

The attached Application Form and Declaration are all you need to complete. You should also complete the Standing Order if you want to use this method of payment.

**DRUIDS SHEFFIELD FRIENDLY SOCIETY  
TAX FREE SAVINGS PLAN**

**Application Form (T47)**

Surname (Mr/Mrs/Miss/Ms) .....

Forename(s) .....

Date of birth ..... Marital Status .....

Occupation .....

Self Employed YES/NO

Address .....

Post Code .....

Tel No. (inc. Code) .....

**How Do You Choose To Invest?**

<b>Monthly</b>		<b>Annually</b>	
£25.00	.....	£270	.....
£20.50	.....	£220	.....
£18.50	.....	£200	.....
£16.00	.....	£170	.....
£14.00	.....	£150	.....
£11.00	.....	£120	.....
£9.00	.....	£100	.....
£4.50	.....	£50	.....

Is this amount affordable in the long term? Yes/No

Have you read the Key Features leaflet? Yes/No

Have you read the Terms of Business leaflet? Yes/No

Where did you hear about us.....

Signature.....Date.....

## DECLARATION

I hereby apply to the **Druids Sheffield Friendly Society**, for a Tax Exempt Endowment Assurance Policy.

*I declare that to the best of my knowledge and belief that I am in good health and free from disease. I further declare that I have not consulted a specialist, attended hospital or received medication, except for minor ailments in the last 5 years, and no proposal of insurance on my life has been declined, postponed or accepted on special terms. I do not engage in aviation except as a fare paying passenger on scheduled flights, nor do I participate in any hazardous pursuits. Should it be deemed necessary, I consent to the Society seeking medical information from any doctor who has attended me. I further confirm that the total amount of premiums being paid for tax-exempt Friendly Society Assurances that I pay, including the amount under this application does not exceed £25 a month of £270 per annum.*

Signature: .....

Date: .....

Additional information enclosed   
(Tick if appropriate)

## WARNING

If the declaration does not apply to you in every respect, please sign it, but disclose further details of the relevant matter on a separate sheet. Failure to disclose any material fact, i.e. a fact that an Insurer would regard as likely to influence the assessment and acceptance of an application for Life Assurance, may affect the amount payable on your death. If you are in any doubt as to whether certain facts are material, these facts should be disclosed.

A copy of the terms and conditions governing the policy, and/or a copy of the completed proposal form are available on request.

## DATA PROTECTION ACT

By returning this form to the Druids Sheffield Friendly Society, you consent to our processing personal data about you in connection with your application. This information will only be used for the administration of your membership at head office and where applicable by your Lodge Secretary. If you do not want to be contacted by Druids Sheffield Friendly Society with their marketing literature, please tick this box.

You have the right to ask for a copy of the information we hold about you (for which we may charge a small fee) and to correct any inaccuracies in your information.

The Druids Sheffield Friendly Society Data Protection registration number is PZ6979728.

## STANDING ORDER MANDATE

### Please pay

YORKSHIRE BANK PLC	CODE No. 05 09 69
4 SANDYGATE, WATH UPON DEARNE, ROTHERHAM, S63 7LW	

### For the credit of

DRUIDS SHEFFIELD FRIENDLY SOCIETY	A/C 61543451
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the sum of (amount in words)

£ :	
on	1st.....(month)

and thereafter (delete not applicable)

Monthly/Yearly

Until you receive further notice from me/us in writing and debit my/our account accordingly.

Quoting the reference

Please leave blank for office use

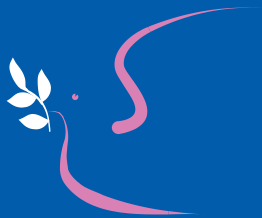
Name of Bank and Address	
Account to be debited	
Name	
Account Number	
Signature	Date
Address	
	Post Code

Please return completed form to the Society with your application form.

# THE ADULT AND CHILDREN'S SAVINGS PLAN

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## KEY FEATURES



**DRUIDS SHEFFIELD FRIENDLY SOCIETY**

*'affordable care'*

**KEY FEATURES OF THE  
DRUIDS SHEFFIELD FRIENDLY SOCIETY  
TAX FREE SAVINGS PLAN TABLE 47**

**ITS AIMS**

- To provide you with a guaranteed cash sum at the end of ten years.
- To provide a guaranteed cash sum increasing year by year, to your dependents if you should die during the ten years.
- To provide additional cash by adding bonuses, guaranteed at 4 per cent per annum, from profits made by the Society's investments.
- To give you the chance to invest in a tax exempt policy.
- To give you the option to leave your cash sum with the Society after the ten year period and accumulate more interest.

**YOUR COMMITMENT**

- You agree to pay a regular premium, either monthly or yearly, for a period of ten years.
- There is no cash-in value until one full year's premium has been paid. If you cash in at any time after one year, the most you will receive is the return of the premiums you have paid, until late in the term of the policy.
- If you stop paying premiums during the first two years no benefits will be retained by the Society for you in respect of the policy. In later years, if you do not cash-in the policy, the cash sum will be reduced in proportion to the premiums paid, compared with the premiums due over the full ten years. All existing bonuses will remain in full and future bonuses will be declared on the reduced Sum Assured and existing bonuses.

**RISK FACTORS**

- Your circumstances may change, forcing you to cash in the policy.
- Our deductions may turn out to be higher than expected.

## HOW WILL THE TAX FREE SAVINGS PLAN WORK FOR ME?

- Inside this leaflet you will find tables showing how the Tax Free Savings Plan will work.

This leaflet will answer some of your questions and help you find out more from your adviser.

## WHAT IS A TAX FREE SAVINGS PLAN?

- The Tax Free Savings Plan is a tax-exempt with guaranteed bonus endowment policy.
- You agree to pay a regular premium, monthly or annually, for a term of ten years.
- In return, at the end of ten years, the Society pays you a guaranteed cash sum of £4,000 for a premium of £25 a month and pro rata for less amounts.
- The guaranteed sum assured plus guaranteed bonuses declared are payable to your personal representatives if you should die during the ten years.
- The guaranteed bonus of 4% compound is added to the policy each year to increase the cash sum payable.
- The profits of the fund in which your premiums are invested are free from tax, and payment of the cash sum is also tax free.

## THE POLICY WILL WORK OUT EXACTLY AS IN THE EXAMPLE

- How a policy will work for you is set out in the tables.

## HOW MUCH DOES THE ADVICE I RECEIVE COST

- A commission of 30 per cent of the first year's premiums paid which is taken for the setting up of the policy.

(AN EXAMPLE)

## TAX FREE SAVINGS PLAN

Name: A.N. Other Date of Birth: Any Date

Contract Term: 10 Years Calendar Monthly/  
Annual Premium £25/£270

Age: Any age up to 60 years old

Sum Assured: £2,700 increasing with guaranteed bonus of 4 per cent per annum.

### WHAT MIGHT I GET BACK AFTER 10 YEARS?

- Your guaranteed minimum cash sum is £4,000.
- Depending on the performance of the Society's investments, you may receive a terminal bonus which will increase your cash sum.
- Do not forget that inflation will reduce what you can buy in the future amounts shown.

**Druids Sheffield Friendly Society**  
**'Dove House', 181 Brampton Road, Wath-upon-Dearne,**  
**Rotherham S63 6BE, United Kingdom**

**Telephone: (01709) 876409**  
**Fax: (01709) 878045**

**Regulated by the Financial Services Authority.**

## WHAT HAPPENS IF THE PLAN IS CASHED IN EARLY?

**WARNING** If the Plan is cashed in during the early years you could get back less than you paid in.

- The illustration below is based on a £25 monthly investment on the savings plan.

At end of year	Total paid to date (£)	Total actual deductions to date (£)	Effect of deductions to date (£)	What you might get back (£)
<b>THE EARLY YEARS</b>				
1	300	151	151	160
2	600	170	181	463
3	900	186	209	791
4	1200	204	241	1140
5	1500	215	269	1520
10	3000	0	0	4000

## WHAT ARE THE DEDUCTIONS FOR?

- The deductions include the cost of life cover, expenses, charges, any surrender penalties and other adjustments.
- The above table shows that the guaranteed bonus has the effect of increasing the final sum assured and bonuses payable to an amount greater than that of the premiums accumulated at 7 percent interest.

## FURTHER INFORMATION

**YOUR RIGHT TO CANCEL.** After your proposal has been accepted, you will be sent your policy documents together with a cancellation form. You have 14 days in which you can change your mind. If you want to cancel the plan, fill in and return the cancellation form and post to Druids Sheffield Friendly Society, at the address on page one.

**PREMIUMS.** Premiums may be made by standing order or collected by Lodge Secretaries. A standing order mandate is enclosed with the proposal.

**CHARGES.** The charges, expenses and other deductions used in this guide are best estimates, based on current experience. They could vary in the future.

**TAX.** The policy is tax-exempt. This means that your premiums are invested in a fund of the Society that is not subject to tax on its investment profits. The cash benefits of this plan are paid free of any personal income or capital gains tax.

**CASHING IN YOUR POLICY.** Until twelve months' premiums have been paid the policy has no cash in value and no residual benefit will be held in respect of the policy holder. The policy may be cashed-in at any time after one full year's premiums have been paid. The amount payable will depend on the bonuses added to the policy and the surrender basis in force at that time. The maximum early cash-in-value available during the first three quarters of the policy term is restricted to a return of the premiums paid.

**PAID UP VALUES.** If payments of premiums are discontinued during the first two years no benefit is payable to the Society. In later years the policy will be made paid-up and the sum assured will reduce in proportion to the premiums paid, compared with the premiums due over the full term. The existing rate of bonuses will continue to attach in full. Future bonuses will be declared in respect of the reduced sum assured.

**LAW.** In legal disputes the Law of England and Wales will apply.

**THE SOCIETY.** The Druids Sheffield Friendly Society was established in 1858, for the mutual benefit of its members and is authorised under the Friendly Societies Act 1992.

**QUERIES AND COMPLAINTS.** For further information, or if you wish to complain about any aspect of the service you have received, please contact **The Druids Sheffield Friendly Society**, Dove House, 181 Brampton Road, Wath-on-Dearne, Rotherham, S63 6BE, United Kingdom, Telephone 01709 876409. If your complaint is not dealt with to your satisfaction you can complain to the Financial Ombudsman Service, South Quay Plaza, 183 Marsh Wall, London, E14 9SR. Making a complaint will not prejudice your right to take legal proceedings.

**COMPENSATION.** Information on compensation arrangements is available from the Society.

This leaflet is a brief guide to the Key Features of this product. Full details are contained in the policy document that is the legally binding contract between you and the Society.

## THE ADULT AND CHILDREN'S SAVINGS PLAN

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Fill in the application form and either hand it to your  
Lodge Secretary or send direct to:



**DRUIDS SHEFFIELD FRIENDLY SOCIETY**  
*'affordable care'*

Dove House, 181 Brampton Road,  
Wath-upon-Dearne, Rotherham, South Yorkshire S63 6BE  
Tel: 01709 876409 Fax: 01709 878045

Website: [www.druidssheffieldfs.co.uk](http://www.druidssheffieldfs.co.uk)  
E-mail: [info@druidssheffieldfs.co.uk](mailto:info@druidssheffieldfs.co.uk)

Authorised in the United Kingdom under the Friendly Societies Act 1992. Reg. No. 795F  
Member of the Association of Financial Mutuals.  
Druids Sheffield Friendly Society was established 1858 and is authorised  
and regulated by the Financial Services Authority.