Helping you decide

What is the purpose of this document?
This key features document gives you a summary of the main features, benefits and risks of the Standard Life International Portfolio Bond for Wrap. It should help you decide if the Bond is right for you.

A personal illustration is also enclosed. It will show you how much you may get in the future.

Your key features document and personal illustration should be read together, and kept with your other Bond documents.

Who should invest in an International Portfolio Bond for Wrap?
The Bond is aimed at someone who can meet the minimum payment limits and is looking for a tax-efficient investment over the medium to long term. It may not be suitable if you are looking for a short-term investment of less than 5 years.

1. Its aims
- To provide you with a tax-efficient way to invest over the medium to long term.
- To give you access to your money via tax-efficient regular or one-off withdrawals.
- To allow you to choose from and switch between a range of investment types to match your investment objectives.

A bond can also be held in trust.

A trust is an arrangement where the owner of property (the settlor) instructs another person (the trustee) to hold and manage that property for the benefit of one or more persons (beneficiary(ies)).
Holding a bond in trust can help with wealth protection and inheritance tax planning.

Other documents you should read

Wrap Services Client terms and conditions (Wrap66), which contains the terms and conditions that apply to your use of the Wrap services.

International Portfolio Bond for Wrap Policy Provisions (WrapOFF62), which contains all of the terms and conditions that apply to the Bond.

Protecting your assets (IHTS10) which contains information about using trusts.

If you don’t have these documents, please request them from your financial adviser or from us (see section 7 ‘How to contact us’).
2. Your commitment

- To meet the minimum investment limits. These minimum limits do not apply if the total assets held in your Wrap Account are equal to or greater than £100,000. Please see section 4.4 ‘What payments can I make?’ for further information.
- To invest a minimum of £60,000 if you select the Discounted Gift Plan.
- To keep a minimum of £2,500 in your bond if you want it to stay open. This is not a requirement for the Discounted Gift Plan (during the settlor’s lifetime) or Loan Plan (while there is still an outstanding loan). If you commit to making recurrent single payments the value of your bond can be less than £2,500 for a period of time as long as you have a Direct Debit in place. If you cancel your Direct Debit and the value of your bond is less than £2,500 we may close your bond. If your bond is part of a Discounted Gift Plan or Loan Plan the recurrent single payments option is not available.
- To inform us if you become tax-resident in Ireland.
- To view your bond as a medium to long-term investment, which means it should usually be held for at least five years.

3. Risks
This section is designed to tell you about the key product risks that you need to be aware of at different stages of your investment.

At the start
If you change your mind and want to cancel your bond within the 30 day cancellation period, you may get back less than you paid in. See section 5 ‘Other important questions’ for more information, including when you can cancel.

If the policy is taken out in trust, the trust will continue if you cancel the bond. Due to the legal framework of the trust, once the trust has been set up, it cannot be easily cancelled.

During investment
Your bond can invest in a range of funds. These funds vary in their level of risk and their value can go down as well as up.

You should consider investing in a variety of asset classes and a range of investments within those asset classes. By investing in this way, you are spreading the risk and not relying on the performance of a single investment or asset class.

The value of an investment-linked fund is directly related to the performance of the assets in which the fund invests after allowing for the charges on the fund. The value can go down as well as up. You may not get back as much as you pay in.

The sterling value of overseas assets may rise and fall as a result of changes in the exchange rate.

Overseas assets are also affected by the economic and political situation in these countries.

In order to maintain fairness between unitholders remaining in and those leaving a fund, we may, in exceptional circumstances, delay cashing in or switching all or part of your funds.

The delay could be for up to one month, or up to nine months for those funds which invest directly or indirectly in buildings or land, because property can be difficult to sell. The delay could be much longer if the fund is linked to the fund of an external fund manager and that fund allows a longer delay.

If we delay cashing in or switching, we will use the unit prices that apply on the day on which the cashing in or switch actually takes place. The prices on that day could be very different from the prices on the day that you made your request.

External fund managers are responsible for the management of their funds, including what they invest in. This means that Standard Life is not responsible for the investment performance or availability of these funds.
Money invested in the International Portfolio Bond (IPB) bank account or in any deposit account within your bond will not be covered by the UK Financial Services Compensation Scheme (FSCS) should the account provider become insolvent. Please see ‘Compensation’ under section 6 ‘Other Information’ to find out more.

If you become a resident in the Republic of Ireland, we may close your bond. We may also close your bond for taxation, regulatory or administrative reasons if you become resident anywhere outside the UK.

**Discounted Gift Plan, Loan Plan and Gift Plan**

If you put your bond in a trust, the trust conditions will need to be followed when making changes to the bond. It is important for trustees to ensure that any changes they make to the bond or withdrawals made do not breach the trust conditions. We strongly recommend that you speak to your financial adviser.

**When taking withdrawals out of your bond**

You can take money out of your bond, but this will reduce its value.

If you take withdrawals that are greater than any capital growth on your bond, the capital value of your bond will fall.

If your bond is part of a Discounted Gift Plan regular withdrawals must be taken from the outset and cannot be changed during the settlor’s lifetime.

Please see section 4.8 ‘Can I take my money out?’ for more information.

**Cashing in your bond**

What you get back depends on the performance of the funds you choose to invest in, and our charges.

The value of your investment and any income from it can go down as well as up and you may get back less than you paid in. There is no guaranteed value.

Although your personal illustration gives an indication of what you might get back, the figures are not guaranteed and will depend on several factors. You may get back less than the amounts shown in your personal illustration because:

- Any capital growth could be lower than shown in your personal illustration
- The charges could go up
- We change the basis on which we set the price of an investment-linked fund
- The performance of the investments is lower than anticipated
- Tax rules and legislation could change
- You withdraw money from your bond earlier or more frequently than anticipated
- You take regular withdrawals which are larger than any growth in your investments
- If you are no longer a UK resident for tax purposes when you cash in your bond it will affect the tax you pay.

If your bond is part of a Discounted Gift Plan you cannot cash in or assign the bond to beneficiaries during the settlor’s lifetime.

If your bond is part of a Loan Plan you cannot cash in or assign the bond to beneficiaries whilst there is an outstanding loan.

If you wish to cash in your bond, please speak to your financial adviser or contact Standard Life. Please see section 7 ‘How to contact us’.

4. Questions and answers

4.1 What is the International Portfolio Bond for Wrap?

It is an offshore investment linked life insurance product, administered in Ireland and made up of a number of individual policies. It gives you the opportunity to invest a lump sum (or a series of lump sums) in funds or in deposit accounts available from the Wrap Platform.
While invested in the bond, you won’t normally pay tax on any growth. Instead, tax is paid when you take money out of the bond and will be based on your circumstances at that time. You won’t pay tax if you switch your investment between different investments within your bond. There may also be withholding tax payable on certain investment funds. This is a tax that some countries deduct from dividends and interest payments. It is not possible to reclaim withholding tax. Also, in some circumstances, if you invest in a net fund, Standard Life will reclaim tax within the fund where possible.

Laws and tax rules may change in the future. The information here is based on our understanding in October 2013. Your personal circumstances also have an impact on tax treatment.

4.2 Trust solutions
Standard Life offers a range of different trusts that can be used to hold an International Portfolio Bond for Wrap. These trusts offer different things so you can choose the one that suits your needs best. For more details on trusts and how they may benefit you, see our guide ‘Protecting your assets’ (IHTS10).

Discounted Gift Plan
This may be suitable for individuals who wish to retain the right to fixed regular withdrawal payments whilst reducing the value of their estate for inheritance tax.

The minimum age to take out a Discounted Gift Plan is 50. The maximum is 89 and six months.

This product is not suitable for individuals who need full access to the original capital or income.

Gift Plan
This may be suitable for individuals who are willing to make an outright gift with no future access to the payment.

Loan Plan
This may be suitable for individuals who want to start to make IHT savings but aren’t willing to make an outright gift.

It could also be suitable for individuals if they wish the flexibility of being able to ask for the loan to be repaid on demand.

Types of trust
For each of the plans, the settlor(s) can choose the type of trust that best suits their goals:

Discretionary trust – lets the settlor(s) indicate who they would like to benefit from the Plan, but the trustees have the final choice

Flexible trust – lets the trustees choose who benefits from the beneficiaries defined in the trust. At outset the settlor(s) will specify a main beneficiary or beneficiaries. They are entitled to any income and will benefit if the trustees don’t make any choice about the trust fund

Absolute trust – the settlor(s) specifies the beneficiaries when the Plan is set up. These beneficiaries can’t be changed by the trustees.

For each type of trust, there must be at least one beneficiary alive at the time of creating the trust.

4.3 Can I invest in it?
To take out the bond, you must:

► be aged 18 or over
► be resident in the UK
► have a relationship with a financial adviser that has agreed to the Adviser Terms and Conditions for the use of Standard Life group’s Wrap Services, and
► meet the minimum payment limits (unless you hold assets worth £100,000 or more in your Wrap Account).
4.4 What payments can I make?
You can make one-off lump sum payments and/or recurrent single payments. The minimum limits are explained in this section. If you hold assets worth £100,000 or more in your Wrap Account then these minimum limits do not apply.

We can only accept payments in Sterling.

**Initial lump sum payment**
The minimum initial lump sum payment is £20,000 and £60,000 if you select the Discounted Gift Plan.

**Additional lump sum payments**
You can make one-off additional payments to your bond if you are younger than age 89. The minimum amount for an additional lump sum payment is £2,500.

This option is not available for Discounted Gift Plan or Loan Plan.

**Recurrent single payments**
You may be able to make recurrent single payments on a regular basis by direct debit, subject to minimum payment levels and if you are younger than age 89.

The minimum limit depends on how often you make payments and whether you are also making a one-off lump sum investment or have an existing bond. You can choose to make recurrent single payments every month, every 3 months, every 6 months or every year.

The minimum limits if you are only making recurrent single payments in a new bond are:

- £1,000 each month
- £3,000 every 3 months
- £6,000 every 6 months
- £10,000 every year

The minimum limits if you have an existing bond or are also making a lump sum investment of at least £20,000 are:

- £500 each month
- £1,500 every 3 months
- £3,000 every 6 months
- £5,000 every year

This option is not available for Discounted Gift Plan or Loan Plan.

**Maximum payment**
There is no maximum investment limit, although Standard Life reserve the right to review each investment and may refuse an investment.

4.5 Where is my money invested?
We offer a wide range of investment options for your bond so you can choose the investments which best meet your needs. You can invest your money in:

- a wide range of funds,
- a range of deposit accounts.

You can also choose from a range of discretionary investment managers.

**Investment – funds**
You can invest in any number of funds at any one time:

- your payments are used to buy units in the funds you choose
- the price of one unit in each fund depends on the value of the underlying investments
- the value of your investments is based on the total number of units you have in each fund.

If the unit prices rise or fall, so will the value of your investment.

It is important that you seek appropriate financial advice before investing. Please speak to your financial adviser for more information.
**Investment – discretionary investment managers**

We offer a range of discretionary investment managers off platform and we may also choose to make our separate investment management functionality available, on platform. Before you use this service, you should consider the terms that apply to it. Discretionary investment managers offer an independent professional investment service where they manage some or all of your investments. A discretionary investment manager will construct a portfolio of investments in line with your views on risk and return or agreed model portfolios.

We will not be liable for any losses incurred due to the fall in value of any investments managed by the discretionary investment manager.

We will make an additional charge each month if you chose to invest with an off-platform discretionary investment manager. An on-platform discretionary investment manager will levy a portfolio manager fee, which we will deduct from the portfolio cash account. See section 4.11, ‘What are the charges and discounts?’, or speak to your financial adviser for details.

**Investment – general**

The amount you get back is directly linked to the performance of the investments you choose. You make investment choices at your own risk so it is important you seek appropriate financial advice. Standard Life is not responsible for the performance or solvency of the providers of the investments available through your bond. Standard Life will not be held liable for any loss suffered by you if a deposit account provider backed by a government guarantee fails and that government is unable to meet its guarantee.

You can switch in and out of various investments, though there may be conditions for doing this. Some funds may apply an exit charge and deposit accounts may apply an early withdrawal charge. We may also delay switching in some circumstances.

If you would like more information about the investment options available, please ask your financial adviser.

**4.6 How flexible is the bond?**

**Withdrawals from your bond**

You can make regular or one-off withdrawals from your bond. The minimum regular withdrawal amount for a Discounted Gift Plan is £250.

There is no fixed term and you can cash in all or part of your individual policies within your bond at any time. Some fund managers may apply an exit charge and deposit accounts may apply an early withdrawal charge. We may also delay switching in some circumstances.

You should refer to section 4.12 ‘What about UK tax?’ to see the possible tax consequences of making withdrawals.

**Withdrawal payments within a Discounted Gift Plan**

The settlor(s) specifies the amount and frequency of the fixed regular withdrawal payments they wish to receive from the Plan (this is called the ‘retained payments’). They can choose fixed regular withdrawal payments of between 0.5% and 10% (increasing in steps of 0.05%) of the initial investment.

The settlor(s) is only entitled to the fixed regular withdrawal payments as specified in Part E of the trust deed. These payments are set at the outset and cannot be stopped or changed.

The trustees provide these fixed regular withdrawal payments by taking withdrawals from the bond. The settlor(s) will receive the fixed regular withdrawal payments for the rest of their lifetime, unless the value of the bond reduces to nil.

Taking ad hoc withdrawals during the settlor’s lifetime for a beneficiary would be a breach of trust.

**Gift Plan**

To avoid ‘gift with reservation rules’ it is very important that the settlor(s) does not receive any income or capital from the trust.
Loan Plan
The settlor(s) is only entitled to the repayment of the loan. Once the Loan is repaid it is important that the settlor(s) receives no further funds or the Loan Plan may not be effective for IHT purposes. The loan can be repaid to the settlor(s) and any surplus funds distributed to the beneficiaries. At this point the plan and the trust come to an end.

Trustees should exercise particular caution before making any payment to a beneficiary when the Loan still exists. Trustees can be held liable if there are insufficient funds to repay the loan due to a capital payment having been made to a beneficiary.

The trustees should carefully note the loan repayments on a ‘Record of Loan Repayments’ form. This is available from your financial adviser.

Please see ‘Withdrawals’ under section 4.12 ‘What about UK tax?’ for information on the tax treatment of withdrawals for UK residents.

Changing your investments
You can switch your investments within the bond without liability for tax. Currently, we do not impose a charge when you change your investment selection, but some investment managers may apply an exit fee.

Assigning your bond
You can transfer ownership of part or all of your bond. This is called “assigning”. Note that you will need to request a deed of assignment and that restrictions may apply, particularly if the bond is set up under trust.

If you assign your bond we will stop accepting recurrent single payments from you, but the new bond owner is free to start recurrent single payments if they like.

If the assignee does not have a wrap account, they must open (and be eligible to open) one for us to acknowledge the assignment. We will refuse to acknowledge any assignment whilst you are invested in a managed portfolio.

Also, some deposit account and whole of market fund providers may apply exit penalties when policies (segments) invested in fixed term deposit accounts are assigned to another person. For more information on assigning, please speak to your financial adviser.

4.7 What might I get back?
The amount you get back is not guaranteed and depends on several factors, such as:

➤ how much you invested,
➤ the length of time you invested for,
➤ the performance of your investments,
➤ our charges,
➤ the amount of any regular or one-off withdrawals you have taken, and
➤ the amount of any early withdrawal charges imposed by deposit account providers and of any exit charge levied by investment managers.

Please refer to your personal illustration for an indication of what you might get back. When you cash in all of the investments you selected for your bond, we will deduct any charge due to us, including ‘Yearly administration’ and ‘Outstanding additional charges’. See section 4.11 ‘What are the charges and discounts?’ for more details on charges.

4.8 Can I take my money out?
You can take money out of your bond at any time but this will reduce its value.

You can make regular withdrawals, one-off withdrawals or fully cash in your bond.

Regular withdrawals can be taken every:

➤ month
➤ three months
➤ four months (not available for Discounted Gift Plan)
➤ six months
➤ year.

You can start to make regular withdrawals one month after you take out your bond.

The minimum amount for a regular withdrawal is £200.

The minimum amount for a one-off withdrawal is £500. If the bond is held in a Discounted Gift Plan, trustees can use one off withdrawals to pay trust fees.

You must keep at least £2,500 invested in your bond if you want to keep it open. If the value of your bond falls below £2,500, we will sell your investments, close the bond and return the sale proceeds to you.
The total amount that you can withdraw during a year by using the regular withdrawal options is limited to 10% of the total original value of your investment, minus any one-off withdrawals made during the year.

Payment will be made into a bank account of your choice within your Wrap Account.

Withdrawals may not be allowed when an active direct debit is in place to make recurrent single payments.

Please refer to section 4.6 ‘How flexible is the bond’ for information about withdrawals from your bond and cashing-in your bond if it is held in a Discounted Gift Plan, Gift Plan or Loan Plan.

You should also refer to section 4.12 ‘What about UK tax?’ to see the possible tax consequences of making withdrawals.

4.9 What is the International Portfolio Bond (IPB) bank account and portfolio cash account?

If you only invest in insured funds, all charges and withdrawals will be applied by cancellation of units from those funds.

If you choose to invest all or part of your money in anything other than insured funds, you will have an IPB bank account to manage the charges, investment transactions and withdrawals.

Deductions from the IPB bank account

The following will be deducted from the IPB bank account if applicable to your investments:

► Whole of market fund charge
► Deposit account charge
► Off platform discretionary investment manager charge
► Dealing and custodial charge
► Any regular fixed charges
► Regular withdrawals
► One-off withdrawals or surrenders
► Platform charge
► Product administration charge

Credits to the IPB bank account

The following may be credited to the IPB bank account if applicable to your investments:

► Interest, dividends and tax credits
► Money from the sale of funds
► Transfers of money from discretionary investment managers
► Interest payments from the balance in the IPB bank account

The interest rate payable on positive balances in the IPB bank account is not guaranteed and can change. Depending on economic circumstances, it is possible that no interest will be payable on money held in the IPB Bank Account. It is also possible that instead of interest being payable you may be charged to operate the IPB bank account. This may be because, for example, the IPB bank account provider may charge us to operate the IPB bank account. If an additional charge is payable by you we will give you as much notice as possible. We may not be able to give you one month notice if the IPB bank account provider changes the terms and conditions without giving us sufficient notice.

To find out the current rate of interest on the IPB bank account please contact your financial adviser, or go to www.standardlife.co.uk/wrapinfo

Maintaining the IPB bank account

It’s important to keep funds in the IPB bank account to cover the costs of managing your investments and any withdrawals. You should agree a suitable amount with your financial adviser.

Portfolio cash account

If you have asked us to use the services of a discretionary investment manager on the wrap platform, you will also have a portfolio cash account. The fee to the on platform discretionary investment manager will be taken from the portfolio cash account. Balances of the portfolio cash account are subject to the same interest rates as the IPB bank account. You should also keep a suitable amount of funds in your portfolio cash account.
4.10 What happens to my bond if I die?

If you are the only life assured named under your bond, we will pay 100.1% of the value of your bond to the estate of the person(s) named in the policy schedule as ‘bondholder(s)’ when we are notified of your death. A life assured is the person whose life is covered under the policies within the bond. The cost for providing this is allowed for in our charging structure.

If other people are named as lives assured, it will continue until the death of the last surviving life assured or until it is cashed in.

If your Bond is jointly owned, when one of the bondholders dies, the surviving bondholder(s) will become the owner(s) of the Bond.

If you have not cashed in your bond, when the last surviving life assured dies, we will pay 100.1% of its value at the date of death to the bondholder(s). ‘Bondholder(s)’ also means the bondholder’s/s’ survivors and anyone to whom the policies within the bond have been assigned to by the bondholder(s) or their survivors.

If the last life assured dies as a direct result of an accident within 90 days of the accident, we pay 110% of the first £10 million of the bond value (less any outstanding charges) and 100.1% of the remainder (less any outstanding charges).

Your policy provisions give you full details of this benefit and the conditions and exclusions that apply.

If the International Portfolio Bond for Wrap is written under trust, the cash sum will be paid to the trustees after the death of the last surviving life assured.

In the event of your death, we may need to request Irish probate. Your legal or financial adviser can explain this to you.

Up to two people can jointly own the bond and there can be up to six lives assured. Your choice of life/lives assured cannot be changed once the bond has been taken out.

4.10.1 What happens to the Discounted Gift Plan, Loan Plan or Gift Plan when a trustee dies?

When a trustee dies, ownership remains with the surviving trustees.

4.10.2 When the settlor(s) dies

Discounted Gift Plan

The fixed regular withdrawal payments will stop. If there are joint settlors and one dies the surviving settlor will continue to receive the same level of payment for the remainder of their life or until the fund reduces to nil.

The settlor(s) might not reduce their inheritance tax liability if the retained payments they receive from the Plan are accumulated in their estate, as their value could be liable to inheritance tax when they die.

Death within seven years of setting up the Plan?

The discount shown on the “Discount Certificate” is the amount we consider would have no value in the settlor’s estate for inheritance tax purposes when they set up the plan and if the settlor dies within seven years. The remaining potentially exempt transfer or chargeable transfer (depending on the trust used) will form part of their estate for IHT calculation purposes.

Please note that HM Revenue & Customs reserves the right to examine an individual case at any time and may revise the discount figure. This means that the settlor(s) might not reduce their inheritance tax liability if HM Revenue & Customs interprets existing legislation differently or if legislation or HM Revenue & Customs practice changes.

Death after seven years of setting up the plan?

If the settlor survives seven years after setting up the Plan, the whole gift will be exempt for IHT. Sometimes the trust itself may have other IHT charges. Trust taxation is a complex area. Please refer to your legal or financial adviser for more information.

Gift Plan

If the settlor(s) dies within seven years of setting up the Gift Plan, there may be additional inheritance tax payable on the gift made.

Loan Plan

The balance (if any) of the outstanding Loan is included in the settlor(s) estate on death and will therefore be liable to IHT in the normal way.
4.10.3 When a beneficiary dies
If you use a discretionary or a flexible trust (after 22 March 2006), the value of the trust fund is not treated as part of any beneficiary’s estate for IHT purposes, unless they are given an absolute interest.

Under an absolute trust, as the named beneficiaries have a right to their appointed share of the plan, this benefit will become part of their own estate for IHT purposes.

4.11 What are the charges and discounts?
The charges and discounts will affect the value of your bond.

The charges vary depending on which investment you select. The different charges that we levy are set out below. Other charges may also be levied by third parties. The charges you can expect to pay are set out in your personal illustration. For further details on charges and discounts see the policy provisions for the International Portfolio Bond for Wrap, (WrapOff62) and speak to your financial adviser. Your financial adviser will be able to give you information on the current rate of all charges and discounts.

During the life of your bond we may need to increase the charges we make or introduce new charges. If we do so we will give you at least 30 days’ notice.

4.11.1 Deposit account charge
A deposit account charge applies to funds invested in deposit accounts. The charge is an annual charge applied monthly in arrears to any funds held in a deposit account. The table below shows the annual charge that will apply to funds invested in a deposit account:

<table>
<thead>
<tr>
<th>Value</th>
<th>Charge</th>
</tr>
</thead>
<tbody>
<tr>
<td>Less than £150,000</td>
<td>0.55%</td>
</tr>
<tr>
<td>£150,000 – £249,999</td>
<td>0.50%</td>
</tr>
<tr>
<td>£250,000 – £499,999</td>
<td>0.35%</td>
</tr>
<tr>
<td>£500,000 – £749,999</td>
<td>0.30%</td>
</tr>
<tr>
<td>£750,000 – £999,999</td>
<td>0.25%</td>
</tr>
<tr>
<td>£1 million and over</td>
<td>0.20%</td>
</tr>
</tbody>
</table>

The level of the charge each month will depend on the total value of your bond at that time.

An on-platform discretionary investment manager will levy a portfolio manager fee, which we will deduct from the portfolio cash account. Speak to your financial adviser for details.

The discretionary investment manager will also take a charge for managing your investments and there may be charges for the specific investments they choose on your behalf. For further information on the charges of a discretionary investment manager, speak to your financial adviser. Please see section 4.5 “Where is my money invested?” for more information about discretionary investment managers.

4.11.2 Discretionary investment manager charge
A discretionary investment manager charge applies to funds invested off the wrap platform with a discretionary investment manager. The charge is an annual charge applied monthly in arrears to any funds invested with a discretionary investment manager. The table below shows the annual charge that will apply to funds invested with a discretionary investment manager off platform:

<table>
<thead>
<tr>
<th>Value</th>
<th>Charge</th>
</tr>
</thead>
<tbody>
<tr>
<td>Less than £150,000</td>
<td>0.55%</td>
</tr>
<tr>
<td>£150,000 – £249,999</td>
<td>0.50%</td>
</tr>
<tr>
<td>£250,000 – £499,999</td>
<td>0.35%</td>
</tr>
<tr>
<td>£500,000 – £749,999</td>
<td>0.30%</td>
</tr>
<tr>
<td>£750,000 – £999,999</td>
<td>0.25%</td>
</tr>
<tr>
<td>£1 million and over</td>
<td>0.20%</td>
</tr>
</tbody>
</table>

The level of the charge each month will depend on the total value of your bond at that time.

An on-platform discretionary investment manager will levy a portfolio manager fee, which we will deduct from the portfolio cash account. Speak to your financial adviser for details.

For further information on the charges of a discretionary investment manager, speak to your financial adviser. Please see section 4.5 “Where is my money invested?” for more information about discretionary investment managers.

4.11.3 Charges for funds

- **Annual management charge**
  Every investment manager levies a management charge for the management of their funds. This charge is applied on a daily basis and is included in the price of the fund. This charge will differ depending on which funds you select.

- **Additional expenses**
  Additional expenses may apply on a fund-by-fund basis. Please refer to your personal illustration for details.
Initial and exit investment costs
An investment manager may levy initial and exit investment costs, for example a dilution levy when you put money in or take money out. Please see provision 9.7 of the policy provisions for the International Portfolio Bond for Wrap (WrapOFF62) for full details.

Mutual fund initial charge
Some fund managers impose an initial charge. This is a one-off charge which is levied by fund managers when you buy their mutual funds. If you select a mutual fund to which an initial charge applies, this will be shown in your personal illustration.

4.11.4 Administration charges
We, or another member of the Standard Life group, deduct a platform charge and a product administration charge. The platform charge and product administration charge will be based on the platform eligible assets held in your Wrap account.

We will apply a cash management administration charge for the administration of the cash held in your Wrap cash account, your IPB bank account and, if applicable, the portfolio cash account. To see the applicable level of the cash management administration charge go to www.standardlife.co.uk/wrapinfo.

4.11.5 Discounts
Wrap family terms
You may qualify for ‘family terms’ which is a lower platform charge. It is based on the value of platform eligible assets in your wrap account and the wrap accounts of your spouse or your civil partner or your close family.

A reduced platform charge might apply to:

- you and your close family, if one of your wrap accounts has platform eligible assets with a value of £500,000 or more; or
- you and your spouse, or civil partner, if, between you, you have wrap accounts with platform eligible assets with a value of £500,000 or more.

Please contact your financial adviser if you think you qualify. Your adviser must ask us to link the relevant wrap accounts.

Where this applies, we use the value of the platform eligible assets held in all linked wrap accounts to calculate the platform charge for each of your wrap products.

For more details on family terms, please see Annex 1 of the Wrap Services Client Terms and Conditions (Wrap66).

4.11.6 Adviser Charges
You can pay for the services of your financial adviser in two ways. Firstly, you can agree to pay a fee directly to your financial adviser or, secondly, you can ask us to facilitate the payment of an adviser charge to your financial adviser on your behalf. If you choose the second option and we agree to facilitate the payment, we will deduct the adviser charge from your Wrap cash account.

For Discounted Gift Plan and Loan Plan you can only pay for the services of your financial adviser by agreeing to pay a fee directly to him.

If you require further information about adviser charges please speak to your financial adviser or see the Wrap Services Client Terms and Conditions (WRAP66).

We may provide your financial adviser with benefits and services (for example, training events, seminars and technical support) to help enhance the quality of the service they are able to provide to customers. If you would like details of any benefits and services that we have provided to your adviser, please ask them.

4.12 What about UK tax?
The information set out in this section applies only if your bond is owned directly by an individual or individuals resident for tax purposes in the UK.

Under the terms of the policy, you must inform us if you become tax resident in Ireland.

Please note that if you are not domiciled in the UK, or cease to be a UK resident for tax purposes, there may be additional tax consequences, whether on the bond or from an IHT perspective.

If the Bond is owned by a company or partnership, please speak to your financial adviser for more information.

The information below is for general guidance only and the treatment may vary according to your own personal tax position. For more information you should speak to your financial adviser.
**Tax on the investments held in your bond**

While invested in the bond, you won’t normally pay tax on any growth. Instead, tax is paid when you take money out of the bond and will be based on your circumstances at that time. You won’t pay tax if you switch your investment between different investments within your bond. There may also be withholding tax payable on certain investment funds. This is a tax that some countries deduct from dividends and interest payments. It is not possible to reclaim withholding tax. Also, in some circumstances, if you invest in a net fund, Standard Life will reclaim tax within the fund where possible.

**Time Apportionment Relief**

If you have been living outside the UK during the period between the start of the policy and the date of the chargeable event, it may be possible to reduce the gain for the time you were abroad. This is known as ‘time apportionment relief’. Top slicing relief is reduced for the period of time you spend abroad. You should contact your tax office if you think you may be entitled to time apportionment relief.

**Tax on withdrawals from your bond**

You can take tax-deferred withdrawals each year of up to 5% of the total payments made into your bond, up to a maximum of 100% of the total amount paid into the bond. If you do not use your allowance in a particular policy year, you can carry it forward to a future year.

If at any time you take one-off or regular withdrawals greater than the above amount, the excess may be treated as a ‘chargeable gain’ and liable to income tax.

When you finally cash in your bond you will be taxed on the amount you received less the amount you have paid in. Any withdrawals you have made prior to cashing in your bond will be added and any previous ‘chargeable gains’ made deducted from the final cash in value. For example if you invested £100, withdrew £15 in year 2 and sold your investments for £110 in year 4, you would be taxed on £110+15-(100+5)=£20. The £15 withdrawal in year 2 incurs a chargeable gain of £5. £5 can be withdrawn each year without immediate tax liability, meaning that £10 could have been taken in year 2, as nothing was taken in year 1.

The death of the life assured, or the last surviving life assured (if there is more than one) may give rise to an income tax liability calculated on the same basis as that outlined above for cashing in your bond. In this instance the cash-in value of your bond will be the cash-in value immediately before death.

You should consult your financial adviser about the effect on your income tax liability before making a withdrawal, if you:

- would not normally be a higher or additional rate tax payer but any taxable amount that arises from any withdrawal from your bond might increase your income above the higher income tax threshold,
- have been living outside of the UK at any time since investing in your bond, or
- are entitled to an age allowance, working tax credits or child tax credits.

You should consult your financial adviser before assigning some or all of your policies within your bond, whether as a gift, or in return for cash or anything of value, as this may also trigger a tax liability.

**Reporting gains**

Under UK tax legislation we will provide each bondholder with a chargeable event certificate for any ‘chargeable gains’ arising on withdrawals from the bond, surrender or assignment in return for cash or anything of value of the bond. We will also send a copy of the certificate to HM Revenue & Customs if the ‘chargeable gain’ is greater than one half of the threshold for the higher rate of UK income tax. You must report all ‘chargeable gains’ to HM Revenue & Customs if required under self assessment or if a tax liability arises.

**Inheritance Tax (IHT) liability**

If your International Portfolio Bond for Wrap was not set up under trust, it will form part of your estate on death and may therefore increase your IHT liability. Please note that if you are not domiciled in the UK, or cease to be a UK resident for tax purposes, there may be additional tax consequences, whether on the bond or from an IHT perspective.
Trusts
If your International Portfolio Bond for Wrap is held in trust, tax can occur in the following circumstances:
- Trust set up
- Withdrawals
- Payment to a beneficiary
- 10 yearly anniversary charge
- Assignments of the bond
- Death of a beneficiary
- Death of a settlor
- Full or partial surrender

Trust taxation is a complex area. Please refer to your legal or financial adviser for more information.

Discounted Gift Plan only
When investing in a Discounted Gift Plan there is the possibility of a discount being available to reduce the inheritance tax value of the gift the settlor(s) makes. The discount value is based on the level of fixed regular withdrawal payments the settlor(s) has requested to be paid to them from the Plan and their life expectancy at the time the plan is set up.

Our underwriters will assess the settlor(s) medical history and based on this information they receive, calculate what in their option the settlor(s) life expectancy is. An age rating will apply which could be higher than the settlor(s) actual age. The age rating will always be equal or greater than the settlor(s) actual age.

If the settlor(s) is rated over age 90 after underwriting, the value of the discount will be deemed to be zero. This is in line with HM Revenue & Customs guidance note. Please speak to your financial adviser for more information.

If the plan is established by joint settlor(s), each is regarded as making a gift equivalent to 50% of the total investment; however, each settlor will be given their own discount calculation. We will apportion the amount of discount to reflect each settlor’s age and health.

The discount figure is not guaranteed and HM Revenue & Customs may reduce the figure.

No underwriting
If the settlor(s) selects no underwriting, no discount certificate will be issued. If they should die within seven years of setting up the Plan, their Executors can discuss with HM Revenue & Customs whether a discount can be applied to the value of the gift they have made.

Life assured
Neither the settlor nor their spouse or Civil Partner should be lives assured on the Investment Bond, in order for the Plan to be effective for inheritance tax purposes.

Laws and tax rules may change in the future. The information in this key features document is based on our understanding in July 2014. Your personal circumstances also have an impact on tax treatment. The future tax position of the International Portfolio Bond or your own tax position may alter.

5. Other important questions
Can I change my mind?
If you invest in the bond you have a legal right to cancel your contract if you change your mind. You have 30 days from the date you receive your Policy Schedule to do this.

Your Policy Schedule contains details of the policies in your bond (including information such as the start date, the bondholders, the lives assured, the level of cover and the governing law).

If you cancel during the 30 day cancellation period we will give you your money back. However, if the value of your investment has fallen since you took out your bond, you may get back less than you paid in.

We will also deduct any early withdrawal charges made by deposit account providers, and any exit charges levied by investment managers, from the money we return to you.

Where we believe we may be unable to encash assets readily, we may defer the purchase of certain investments until the 30 day period has expired.

How will I know how my bond is doing?
We will send you a statement each year giving the value of your bond.

You can also contact your financial adviser who will be able to update you.
6. Other Information

How to complain

We have a leaflet summarising our complaint handling procedures. If you would like to see it, please contact us.

If you wish to complain, first write to us at the address given in section 7 ‘How to contact us’. If you are not satisfied with our response, you may be able to complain to:

Financial Service Ombudsman’s Bureau
Lincoln House
Lincoln Place
Dublin 2
Ireland

Tel: 00353 1 6620899

Making a complaint will not affect your legal rights.

Compensation

The Financial Services Compensation Scheme (FSCS), established under the Financial Services and Markets Act 2000, has been set up to provide protection to consumers if authorised financial services firms are unable, or likely to be unable, to meet claims against them.

It is important to note that different limits apply to different types of investment. In some circumstances, you might not receive any compensation under the FSCS.

The availability of compensation depends on:

- The type and structure of the investments you choose within your product
- Which party to the contract is unable to meet its claims, whether Standard Life or the underlying asset provider, for example, deposit taker, fund house, etc.
- Whether you were resident in the UK at the time you took out the contract with us. If you were not resident in the UK, you may be eligible for compensation from an equivalent scheme in the country you were resident in.

FSCS coverage will generally only apply were Standard Life International dac to default. Your product would be covered under the long term contract of insurance rules which cover 100% of the value of your claim.

Examples of investments not covered are mutual funds and UK deposit accounts. This is because the investments are held in the name of SLIL which is classed as a large company by the FSCS and therefore not eligible to claim compensation under the compensation scheme should the asset provider default.

For deposit accounts held outside the UK you won’t be covered by the FSCS but a local compensation scheme may apply.

For further information on the compensation available under the FSCS please check their website www.fscs.org.uk or call the FSCS on 0800 678 1100. Please note only compensation queries should be directed to the FSCS.

If you have any further questions, you can speak to your financial adviser or contact us directly.

You can also find more information at www.standardlife.co.uk/investor-protection

Policy provisions for the International Portfolio Bond for Wrap

Before taking out the bond you should read the bond’s policy provisions (WrapOFF62), which should have been provided to you by your financial adviser. If you do not have this document please contact us or your financial adviser.

We have the right to change some of the bond’s policy provisions and will write to you and explain if this happens.

Law

In legal disputes, the law that applies is the law of the UK country where you live at the date of your application.

Please refer to the bond’s policy provisions for more information.

Language

The English language will be used in all documents and future correspondence.
7. How to contact us

Your financial adviser will usually be able to answer any questions you have on your bond, so should be your first point of contact. Alternatively, you can call us, write to us or email us.

0345 279 1001

Calls may be monitored and/or recorded to protect both you and us and help with our training. Call charges will vary.

Please have your bond number ready when calling. Note, we cannot give you financial advice on this number. For more information on your investment options, please speak to your financial adviser.

service@slinternational.ie

There is no guarantee that any email sent to us will be received, or will not have been tampered with or intercepted during transition. You may prefer to contact us by telephone or in writing.

Standard Life International dac
90 St Stephen’s Green
Dublin 2
Republic of Ireland

8. About Standard Life International

Standard Life International has been set up to sell insurance business from its base in Ireland into the UK. Standard Life International is authorised and regulated by the Central Bank of Ireland and is subject to limited regulation by the Financial Conduct Authority. Standard Life International is on the Financial Conduct Authority Register. The registration number is 446898.
Standard Life Savings Limited, provider of the Wrap Platform, is registered in Scotland (SC180203) at Standard Life House, 30 Lothian Road, Edinburgh EH1 2DH. Standard Life Savings Limited is authorised and regulated by the Financial Conduct Authority.

Standard Life International dac, registered in Dublin, Ireland (408507), is the provider of the Wrap International Portfolio Bond. It is a designated activity company limited by shares with its registered office at 90 St Stephen's Green, Dublin 2.

Standard Life International dac is authorised and regulated by the Central Bank of Ireland and subject to limited authorisation and regulation by the Financial Conduct Authority. Details about the extent of Standard Life International dac’s regulation by the Financial Conduct Authority are available from us on request.

www.standardlife.co.uk

WRAP0FF17  0716  ©2016 Standard Life