

The Malloch Melville Junior ISA

Introduced in November 2011, Junior ISAs have quickly become a popular way for family and friends to build up tax-efficient savings and investments to help with the cost of university, provide a deposit for a house or simply give children a great start in life.

What are the rules of a Junior ISA?

- ✓ Only parents or guardians with parental responsibility (known as the registered contact) can open a Junior ISA and be responsible for managing the account.
- ✓ Once open anyone, not just parents or guardians, can subscribe up to £4,080 per child in the 2016/17 tax year. This makes Junior ISAs ideal for birthday or Christmas presents.
- ✓ Children can have a Junior Stocks and Shares ISA if they are under 18 and live in the UK.
- ✓ It is not permitted to have a Child Trust Fund (CTF) as well as a Junior ISA. If you want to open a Junior ISA please ask us for a transfer form to allow us to transfer the CTF into our Junior ISA.
- ✓ No capital gains tax and no further tax to pay on income. (The same benefits as adult ISAs).
- ✓ The money in the Junior ISA belongs to the child.
- ✓ The Junior ISA automatically converts into an adult ISA on the child's 18th birthday.
- ✓ Withdrawals are only possible after the child's 18th birthday.
- ✓ Your child can take control of their Junior Stocks and Shares ISA when they turn 16, but as the rule above states, cannot withdraw money until aged 18.
- ✓ If your child moves abroad it is still possible to add cash to their junior ISA.
- ✓ It is not permissible to transfer money between a Cash and a Stocks and Shares Junior ISA.
- ✓ Malloch Melville only offer a Stocks and Shares Junior ISA. If your child already has a Cash Junior ISA they can open a Stocks and Shares Junior ISA but the total annual amount subscribed annually cannot go over the current year allowance.
- ✓ Malloch Melville will only permit funds to be purchased within a Junior Stocks and Shares ISA.

Junior ISA Charges

- Please refer to our Schedule of Charges for details on our fair, transparent charges for managing your Junior ISA portfolio.
- Malloch Melville levy no annual Junior ISA administration fee.
- We make no charge for monthly or quarterly income distributions.
- We make no charge for the electronic distribution of statements.
- Should a client wish to leave our service we levy a transfer out charge of £10 per line of stock. This applies if the transfer out is in-specie or if the holding is encashed prior to transfer.

Levels of Service

For Private Clients

- Malloch Melville only offer Bespoke Discretionary Management of Junior ISAs for Private clients. We do not offer Advisory or Execution Only services.

For Clients of Financial Advisers

- Malloch Melville only offer Bespoke Discretionary Management of Junior ISAs for clients of Financial Advisers. We do not offer Advisory or Execution Only services.

Online Access

- The registered contact is able to view their child's Junior ISA account securely online. Online access is available through the Malloch Melville Online Valuation Portal.

Disclaimer: Opinions constitute our judgement as of this date and are subject to change without warning. The value of investments and the income derived from them can go down as well as up and you may not recover the amount of your original investment. Past performance is not a reliable indicator of future results and forecasts are not a reliable indicator of future performance. Where an investment involves exposure to a foreign currency, changes in rates of exchange may cause the value of the investment and the income derived from it to go up or down. The information in this document is not intended as an offer to buy or sell securities or any other investment or banking product, nor does it constitute a personal recommendation. The information within this documentation is prepared from sources we deem to be reliable and any views expressed are our own.