

7IM JUNIOR ISA (JISA) FREQUENTLY ASKED QUESTIONS

SEVEN 
Investment Management

FAQ // APRIL 2016

WHAT IS A JISA?

A Junior Individual Savings Account (JISA) is a tax-free savings account available to children under 18 years of age. Money invested in the Junior ISA remains tax free until the child's 18th birthday, when it is automatically converted into an adult ISA.

In the 2015/16 tax year the JISA subscription limit is £4,080, which can be split between a Cash and a Stocks & Shares JISA.

ACCOUNT OPENING

WHO IS ELIGIBLE FOR A JISA?

Any child resident in the UK who does not have a Child Trust Fund (CTF). If the child has a CTF, the CTF must be transferred in full to a 7IM JISA. 7IM JISA accounts are offered to children below the age of 14 years at the time of the application.

WHO CAN APPLY FOR A 7IM JISA?

Any existing 7IM account holder can open an account for a child for which they have parental responsibility.

WHAT TYPE OF JISA DOES 7IM OFFER?

Children are allowed to hold both types of JISA (Cash and Stock & Shares) as long as the combined subscriptions are below the annual subscription limit and they do not hold more than one of each. At 7IM we only offer the Stocks & Shares JISA.

WHAT IS THE SUBSCRIPTION LIMIT?

In the 2015/16 tax year the JISA subscription limit is £4,080. Any amount subscribed for a child is a gift to the child, and as such cannot be repaid to the subscriber if at a later date the subscriber changes their mind. There is no minimum subscription level.

CAN I TRANSFER IN A JISA / CTF FROM ANOTHER PROVIDER?

We currently accept Cash and Stocks and Shares transfers. Current year's subscriptions and any Stocks and Shares JISA must be transferred in full. Any CTF must be transferred in full.

WHEN I APPLY FOR A JISA, WILL I NEED TO PROVIDE ANY FURTHER IDENTITY DOCUMENTS?

As an existing 7IM client we have already seen sufficient documents from you. We may ask to see identity or guardianship documents regarding the child (the named JISA investor).

ACCOUNT MANAGEMENT

WHAT CAN A REGISTERED CONTACT DO?

The Registered Contact is able to make subscription and investment decisions. They are generally not able to make any withdrawals from the account. The child named in the account is the beneficial owner of the account investments.

HOW CAN I CHANGE THE REGISTERED CONTACT OF THE ACCOUNT?

Complete and return a 'Change of Registered Contact Form' available from your Financial Adviser or 7IM Relationship Manager.

ARE JISA WITHDRAWALS PERMITTED?

Fees and charges can be taken from the account. Withdrawals from JISAs are not generally permitted. A JISA must run until the child is 18 but the JISA can be transferred to another provider. When the child becomes 18 years old the JISA will be converted into an ISA at which time withdrawals are permissible.

There are a limited number of exceptional circumstances under which withdrawals are permitted. Please contact your Financial Adviser or 7IM Relationship Manager.

WHO IS THE BENEFICIAL OWNER OF THE INVESTMENTS?

The child named in the account is the beneficial owner of the account investments.



WHAT ARE THE CHARGES RELATED TO THE JISA ACCOUNT?

JISAs accounts will automatically be linked to the accounts of the Registered Contact. These accounts will be added to an existing family fee group. As with other family fee groups each account is charged as a proportion of the overall family investment fee. For a detailed fee breakdown please refer to the Fees & Charges Sheet you have been supplied with.

CAN THE JISA FEES BE TAKEN FROM ANOTHER ACCOUNT?

Yes, JISA fees can be deducted from the account of the Registered Contact associated with the JISA. The fees can continue to be taken from this account until the child becomes 18 and the JISA converts to an ISA.

WHO CAN ADD MONEY TO THE 7IM JISA?

Any person – Grandparents for example – can add money to the child's JISA as long as the total subscription for the tax year is not exceeded. Please remember that the money subscribed becomes property of the child and cannot be redeemed by anyone else. Any subscriptions made by a person other than the child is considered to be a gift to the child.

HOW CAN I TOP UP AN EXISTING 7IM JISA?

Once opened, the 7IM JISA can be topped up by anyone. This can be done by cheque or bank transfer. Please see your account opening pack for detailed instructions.

CAN MY CHILD HAVE MORE THAN ONE JISA?

Yes, the annual subscription allowance can be split between a Cash and a Stocks & Shares JISA, as long as the combined values do not exceed the subscription limit. 7IM does not offer a cash JISA.

DO YOU ACCEPT REGULAR SAVINGS THROUGH MONTHLY INVESTMENTS INTO JISAS?

Regular savers are available via a direct debit. Please see your account opening pack for detailed instructions.

WHAT HAPPENS WHEN THE CHILD TURNS 18 YEARS OF AGE?

The JISA account will automatically become an ISA account. We will write to the child before their 18th birthday setting out their options in relation to their 7IM ISA. If the child wishes to continue to make ISA investments or withdrawals, an ISA application form will need to be completed and returned.

In the tax year that the child becomes 18 they will be able to use the full JISA allowance as well as the full ISA allowance.