

## Purpose

This document provides you with key information about this investment product. It is not Marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

### Junior Individual Savings Account (JISA) - Foresters Friendly Society - Regular Premium

Ancient Order of Foresters Friendly Society Ltd, 29-33 Shirley Road, Southampton, SO15 3EW. Telephone 0800 783 4162. Email [memberservices@forestersfriendlysociety.co.uk](mailto:memberservices@forestersfriendlysociety.co.uk). Website [www.forestersfriendlysociety.co.uk](http://www.forestersfriendlysociety.co.uk). Authorised by the PRA and regulated by the FCA and PRA (Reg No. 110029), KID version 2, 21/03/2018.

### You are about to purchase a product that is not simple and may be difficult to understand.

**Type** The Foresters Friendly Society JISA is a Stock & Shares Junior ISA and a way to save for a child in a tax-free manner with no Income or Capital Gains Tax to pay on any return. The minimum lump sum contribution is £500 (£50 for subsequent contributions). The minimum regular contribution, payable by direct debit, is £10 per month. Contributions can stop, restart, increase or decrease at any time without penalty and anyone can contribute. Total contributions in a tax year are subject to a limit of £4,260 (in tax year 2018/19) in total to one Stocks & Shares Junior ISA and one Cash Junior ISA. Contributions are invested in the Foresters Friendly Society's with profits Order Insurance Fund. The JISA matures on the child's 18th birthday when the child can take the proceeds. If the proceeds are not taken when the child is 18 the JISA automatically becomes an adult NISA subject to the terms & conditions then available. The child will be contacted before the maturity date and advised of the options available. No withdrawals can be taken before the child is 18 but the proceeds can be transferred to another JISA provider at any time although the JISA should be viewed as a medium to long-term investment. The figures in this document assume that £1,000 is invested each year by regular monthly contributions and the JISA is kept for 15 years.


**Objectives** To achieve long-term capital growth free of Income and Capital Gains Tax. Depending on the performance of the Order Insurance Fund annual bonuses may be added plus, in favourable investment conditions, a possible final bonus could be added when the JISA is transferred or the proceeds taken at maturity. However in adverse investment conditions a Market Value Reduction (MVR) could be applied when the JISA is transferred or the proceeds taken at maturity which would reduce the value of the JISA at that time and in some circumstances could mean that the child gets back less than was invested.

**Intended retail investor** Any parent or guardian who is resident in the UK for tax purposes can open a JISA for a child who is under age 16 and who is also resident in the UK. Children aged 16 and 17 can open a JISA themselves. If the child has a Child Trust Fund a JISA can only be opened if the Child Trust Fund is transferred into the JISA. All contributions should be seen as a gift to the child and cannot be returned to the person who paid them. The child may only have one stocks and shares Junior ISA and one cash Junior ISA. Children aged 16 and 17 may also have an adult cash ISA.

**Insurance benefits** 100% of the contributions invested plus attaching bonuses will be paid on death. No MVR will be applied to the death benefit.

## What are the risks and what could I get in return?

### Risk Indicator

1	2	3	4	5	6	7
← Lower risk			4	Higher risk →		
 <p>The risk indicator assumes you keep the product for the recommended holding period of 15 years.</p> <p>The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 4 out of 7, which is a medium risk class. This rates the potential losses from future performance at a medium level, and poor market conditions could impact our capacity to pay you. This product does not include any protection from future market performance so you could lose some or all of your investment.</p> <p>If we are not able to pay you what is owed, you could lose your entire investment. However, you may benefit from a consumer protection scheme (see the section "what happens if we are unable to pay you"). The indicator shown above does not consider this protection.</p>						

## Performance Scenarios

Investment £1,000pa  
Insurance premium £0

1 year

8 years

15 years  
Recommended holding period

## Survival Scenarios

Stress Scenario	What you might get back after costs	£985	£7,299	£12,684
	Average return each year	-2.71%	-2.28%	-2.26%
Unfavourable Scenario	What you might get back after costs	£1,001	£9,544	£21,963
	Average return each year	0.37%	4.34%	4.89%
Moderate Scenario	What you might get back after costs	£1,034	£10,404	£24,911
	Average return each year	6.47%	6.44%	6.44%
Favourable Scenario	What you might get back after costs	£1,068	£11,379	£28,430
	Average return each year	12.89%	8.62%	8.05%
<b>Accumulated invested amount</b>		<b>£1,000</b>	<b>£8,000</b>	<b>£15,000</b>

## Death Scenario

	What your beneficiaries might get back after costs	£1,034	£10,404	£24,911
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This table shows the money the child could get back over the next 15 years, under different scenarios, assuming that you invest £1,000 per year. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the product. The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

## What happens if Foresters Friendly Society is unable to pay out?

The Financial Services Compensation Scheme (FSCS) covers this plan. You may qualify for compensation from the scheme if we are unable to meet our obligations. You can get further information from us or from the FSCS ([www.fscs.org.uk](http://www.fscs.org.uk)).

## What are the costs?

### Costs over time

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs. The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest £1,000 per year. The figures are estimates and may change in the future.

**Table 1 Cost over time**

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment £1,000pa Scenarios	If you cash in after 1 year	If you cash in after 8 years	If you cash in after 15 years (at the recommended holding period)
<b>Total costs</b>	£10	£900	<b>£4,508</b>
Impact on return (RIY) per year	2.02%	2.02%	2.02%

# Composition of Costs

**Table 2 Composition of costs**

This table shows:

- The impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period
- What the different cost categories mean.

<b>This table shows the impact on return per year</b>			
<b>One-off costs</b>	<b>Entry costs</b>	n/a	The impact of the costs you pay when entering your investment.
	<b>Exit costs</b>	n/a	The impact of the costs of exiting your investment when it matures.
<b>Ongoing costs</b>	<b>Portfolio transaction costs</b>	0.12%	The impact of the costs of us buying and selling underlying investments for the product.
	<b>Other ongoing costs</b>	1.90%	The impact of the costs that we take each year for managing your investments.
<b>Incidental costs</b>	<b>Performance fees</b>	n/a	The impact of the performance fee.
	<b>Carried interests</b>	n/a	The impact of the carried interests.

## How long should I hold it and can I take money out early?

### Recommended holding period: 15 years

The JISA may be transferred to another provider at any time but taking money out is only allowed at age 18 unless the child is diagnosed with a terminal illness and approval is received from HMRC. The value on transfer or if the proceeds are taken at age 18 will depend on the amounts invested and any annual bonuses that have been added. Depending on the investment returns achieved and our costs, in favourable investment conditions a final bonus may be added. However in adverse investment conditions an MVR could be applied which would reduce the value of the JISA so the child could receive less than was paid in. The recommended holding period is at least until the child's 18th birthday at which time the child can choose to remain invested through the adult NISA available at this time. The figures in this example assume that the JISA will be held for 15 years.

## How can I complain?

If you wish to complain about this product or the service you have received please contact Foresters Friendly Society on the details given in this document. If the complaint is not dealt with to your satisfaction you may contact the Financial Ombudsman Service at Exchange Tower, Harbour Exchange Square, London E14 9SR. Telephone 0800 023 4567. Email [complaint.info@financial-ombudsman.org.uk](mailto:complaint.info@financial-ombudsman.org.uk). Website [www.financial-ombudsman.org.uk](http://www.financial-ombudsman.org.uk).

## Other relevant information

We provide you with a brochure that includes a section headed important information which we strongly advise you to read. This document together with this KID are available on our website the address for which is included in this document.