

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

The **'Lifetime ISA'** is provided by Unity Mutual. For more information visit unitymutual.co.uk or call 0161 214 4650. The Financial Conduct Authority (FCA) is the competent authority of Unity Mutual. This Key Information Document (KID) was produced on 05 December 2024.

What is this product

Type **With Profits Lifetime ISA**

Objectives The Unity Mutual Lifetime ISA (LISA) is an insurance-based Stocks & Shares ISA designed for individuals aged 18-39 to help them save tax-efficiently for their first home or later life (from age 60). Contributions benefit from a 25% Government bonus - equivalent to £1 for every £4 saved.

Your money is invested in the Unity Mutual Property Saver Fund, offering a guaranteed annual return of 4% interest with no management fees. Like all ISAs, it allows you to save free from Income and Capital Gains Tax.

Track performance through annual statements, online at unitymutual.co.uk, or by calling 0161 214 4650.

Intended retail investor Anyone resident in the UK for tax purposes who is aged between 18 and 39 who wishes to save to buy a first home or, providing they are receiving the maximum contributions from their employer into their workplace pension, wishes to save for retirement. The investor must not contribute to another Lifetime ISA with another provider in the same tax year.

Insurance benefits If you should die 101% of the value of the fund held within the Lifetime ISA will be paid to your estate.


You can make contributions into this Lifetime ISA up to the HMRC Lifetime ISA contribution limit in each tax year. You can check the current limit at www.gov.uk/lifetime-isa. Your contributions also count to the overall ISA contribution limit. The minimum contribution is £10 per month or an initial £50 investment, and contributions can be stopped or changed at any time without penalty.

Further information There is no specified term for this product, capital is protected and growth is guaranteed over the next tax year. You should bear in mind that over the mid to long term (5-10 years and over), inflation is likely to erode the purchasing power of your investment.

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

Risk Indicator



 The summary risk indicator (SRI) assumes you keep the plan for 10 years. The actual risk can vary significantly if you cash in at the early stage and you may get back less.

- We have classified this account as 3 out of 7, which is “medium-low” risk class. This rates potential losses from future performance at a medium-low level.
- The risk category is not guaranteed and may shift over time.
- On closing your Lifetime ISA you would receive the current value of the policy if the withdrawal is authorised but, if the withdrawal is unauthorised, you will incur a 25% penalty which is charged by HMRC. On death, you would receive 101% of the value of your Lifetime ISA.
- The risk indicator is based on the current guaranteed return. This is set each tax year.

Performance Scenarios

Investment: £1,000 (each year)* Scenarios		1 Year	5 years	10 Years
Stress scenario	What you might get back after costs	£1,286.87	£6,286.87	£12,536.87
	Average return each year (%)	3.00%	0.20%	0.05%
Unfavourable scenario	What you might get back after costs	£1,299.15	£6,632.96	£13,206.35
	Average return each year (%)	4.00%	2.00%	1.00%
Moderate scenario	What you might get back after costs	£1,299.15	£6,832.15	£13,956.29
	Average return each year (%)	4.00%	3.00%	2.00%
Favourable scenario**	What you might get back after costs	£1,299.15	£7,036.62	£15,597.75
	Average return each year (%)	4.00%	4.00%	4.00%
Accumulated invested amount		£1,000.00	£5,000.00	£10,000.00

* Performance scenarios show investment after Government bonus, and, assume money is taken for authorised purposes which are not subject to the 25% penalty charge.

** This scenario assumes a 4.00% pa return, but the rate will be declared in advance for each tax year. It assumes premiums are paid at the start of each year, with Government Bonus received 1 month after.

The return under the LISA is declared in advance for the current tax year from 6 April to 5 April. The return for future tax years is not guaranteed (but cannot be less than 0%).

What happens if Unity Mutual is unable to pay out?

We are covered by the Financial Services Compensation Scheme (FSCS). If we cannot meet our obligations, you may be entitled to compensation under the scheme. Circumstances vary, but as this product is categorised as a long-term insurance product under the compensation scheme, it means you are covered for 100% of the claim with no upper limit for the claim amount in the unlikely event Unity Mutual default.

Further information about compensation arrangements is available from the FSCS website www.fscs.org.uk or by calling 0800 678 1100.

What are the costs?

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. The figures assume you invest £1,000 each year. The figures are estimates and may change in the future.

Costs over time

Investment: £1,000 (each year)	1 Year	3 Years	5 Years
Total costs (£)	£0.00	£0.00	£0.00
Impact on return (RIY) per year (%)	0%	0%	0%

Composition of costs

No charges are made by Unity Mutual for administration of the Lifetime ISA.

continued overleaf...

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

The money in your Lifetime ISA can be withdrawn at any time, however, if your investment is for less than five years it may not return any real growth as inflation is likely to erode the purchasing power of your investment. If the withdrawal is not considered to be an authorised withdrawal under HMRC rules you will incur a 25% penalty on the total value of your account charged by HMRC, which means you could get back less than you paid in.

For example, if you have invested £4,000 in your Lifetime ISA and have received a £1,000 Government bonus giving a total of £5,000, and you then make an unauthorised withdrawal of the £5,000, HMRC will apply a charge of £1,250 meaning you will only get £3,750 back.

Can I change my mind?

Following receipt of your application you will be given 30 days in which to change your mind, at which point a full refund of any contributions paid will be refunded. Please refer to section 3 of the Lifetime ISA Terms & Conditions for more information.

How can I complain?

If you wish to complain about any aspect of the service you have received, please contact the Compliance & Risk Officer, Unity Mutual, Oddfellows House, 184-186 Deansgate, Manchester, M3 3WB. Alternatively you can email us at insure@unitymutual.co.uk or by calling 0161 214 4650.

If your complaint is not dealt with to your satisfaction, you can then complain to the Financial Ombudsman Service, Exchange Tower, London E14 9SR. Alternatively you can email them at complaint.info@financial-ombudsman.org.uk, by calling 0800 023 4 567/0300 123 9 123 or by visiting www.financial-ombudsman.org.uk. Making a complaint will not prejudice your right to take legal proceedings.

Other relevant information

Additional information about the product and policy conditions can be found in our Terms & Conditions and are available on our website. Under the EU Solvency II Directive we are required to make our Solvency and Financial Condition Report available to the public each year. You can find all these documents on our website at unitymutual.co.uk.

Any 
questions?

If you have any questions about this document you can contact us on



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