



Pension Management Bond

Key Features

The Financial Conduct Authority (FCA) is the independent financial services regulator. It requires us, Isle of Man Assurance Limited ("IOMA") trading as IOMA Life, to give you this important information to help you decide whether our Pension Management Bond (the "Bond") is right for you. You should read this document carefully so that you understand what you are buying, and keep it safe for future reference.

THE AIM OF THE PENSION MANAGEMENT BOND

- To provide the opportunity for tax efficient capital growth over the medium to long term through investment into a choice of fund options or other permitted investments.

THE COMMITMENTS

- An investment of a lump sum of at least £10,000, unless otherwise agreed by IOMA Life.

RISKS

- The return achieved by the Bond will depend upon the performance of the investments selected.
- The value of the Bond may fall as well as rise.
- If the Bond is surrendered the proceeds may be less than the original investment. The amount you get back will depend on the performance of the funds and assets you choose, how long you invest for, our charges and any withdrawals you make from the Bond.
- If withdrawals exceed the growth in the selected investments, the value of the Bond will be eroded.
- Past performance is not necessarily a guide to future performance.
- Where an asset allocated to the Bond is denominated in a currency other than Sterling, changes in the rate of exchange may cause the value of the investment to go up or down.
- The charges may be increased in the future.
- The taxation position of the Bond in the Isle of Man and any other relevant jurisdiction is not guaranteed and is subject to changes in legislation.
- Encashment in the first three years of the policy may result in a surrender charge.
- If you invest in any property asset or fund that holds property, IOMA Life has the right to delay switching any amounts out of the fund or paying claims for up to 6 months if IOMA Life thinks this is necessary to protect other policyholder's interests.

YOUR PERSONAL ILLUSTRATION

The enclosed illustration shows how the Pension Management Bond may work for you. This is an illustration only and is not intended as a forecast, projection or warranty of investment performance by IOMA Life. The actual performance will depend entirely on the performance of the underlying investments which are allocated to the Bond.

QUESTIONS AND ANSWERS

1. WHAT IS THE PENSION MANAGEMENT BOND?

The Bond is a series of single premium whole of life assurance policies issued by IOMA Life.

The premium will be invested in permitted investments selected by the policyholder or by the appointed Investment Manager. The value of the investments will dictate the value of the Bond. The income those investments produce (such as dividends or interest) also increases the value of the Bond.

2. WHO CAN INVEST IN THE PENSION MANAGEMENT BOND?

The Pension Management Bond is intended for use by Trustees of a recognised pension scheme. Often, although not exclusively, they will be Professional Trustees regulated by the relevant authority in the jurisdiction in which they operate, for example, the Financial Conduct Authority.

3. HOW MUCH CAN BE INVESTED?

The minimum single premium is £10,000. There is no maximum premium.

Additional premiums can be paid into the Bond at any time, subject to minimum premium of £5,000, unless otherwise agreed by IOMA Life.

4. CAN THE BOND BE FULLY OR PARTIALLY SURRENDERED?

Partial or full surrenders can be taken at any time, subject to a minimum surrender of £100. Any surrender, irrespective of value, in the first three years will attract a surrender charge.

5. HOW IS THE PREMIUM INVESTED?

Each premium, after charges, is invested into your Bond. You may invest in any one or more, of the IOMA Life's internal unit linked life funds (based in Sterling or United States Dollars) made available for investment by Policyholders of IOMA Life.

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Alternatively, you can arrange with IOMA Life to appoint an Investment Manager to select IOMA Life Funds and/or other funds, which are not managed by IOMA Life, to be allocated to your Bond. These assets form part of the long-term business fund of IOMA Life.

You are required to keep a minimum balance of 5% in cash at all times to cover Bond charges; IOMA Life will retain this in an internal cash fund in the same denomination as the Bond.

Selected investments can be switched at any time, subject to a minimum switch value of £150.

6. HOW MUCH WOULD BE RECEIVED ON ENCASHMENT?

The amount received from a partial or full surrender will depend on the price of the underlying investments and any ongoing or surrender charges that may be applicable. The Bond is designed to give best returns over the medium to long term that is over a minimum of 5 years. The Bond should not be used if money is needed to pay scheme administration and other fees. IOMA Life will pay the encashment amount into the scheme bank account following receipt of a valid request for encashment, and once the monies have been credited to the Cash Account from the sale of the underlying investments allocated to the Bond

7. DOES THE POLICY INCLUDE LIFE COVER?

The death benefit will be equal to 100% of the surrender value of the Bond plus £100. The Bond does not provide any significant element of life cover beyond the surrender value of the Bond at the date of death.

8. WHAT ARE THE CHARGES AND WHAT ARE THEY FOR?

Adviser Charges

You can instruct IOMA Life to facilitate Adviser Charge payments directly to your Adviser on your behalf. Any initial Adviser Charge will be deducted from your initial payment reducing the amount to be applied as the premium. Any on-going or ad-hoc Adviser Charges are permitted and would be deemed as a withdrawal from the Bond.



Bond Initial Charge

There will be an initial charge of 1.0% of the amount invested, which will be deducted from the premium prior to investment.

Bond Annual Management Charge

An Annual Management Charge of 0.5% of the value of the investment will be payable. This charge will be deducted proportionately, quarterly in arrears. The charge will be applied to the value of the Bond on the last working day of March, June, September and December.

If the Bond invests 100% into IOMA Internal Funds from the range available (excluding the range of IOMA Cash Funds) the Bond Annual Management Charge will be nil.

Bond Early Surrender Charge

All surrenders within 3 years of the policy start date, irrespective of value, will attract a surrender charge. The surrender charge will be applied as follows:

Year 1: 3% of the value being surrendered
Year 2: 2% of the value being surrendered
Year 3: 1% of the value being surrendered

Custodian and Dealing Charges

All dealing and custody charges levied by any third party which IOMA Life appoints to deal with the investments allocated to the Bond will be payable out of such investments. Details of up to date charges are available from IOMA Life on request.

Fund Charges

There may be charges on the fund options you select for investment within your Bond levied within the funds by the managers of those funds. Further details can be obtained from IOMA Life or from your appointed adviser.

Other Charges

If an Investment Manager is appointed, there will be a fee payable to that Manager which is agreed with you and can be paid directly on your behalf as a withdrawal from the Bond's Cash Account. There may be other additional miscellaneous expenses and levies, such as exchange rate costs and compensation levies which may be deducted from the Bond's Cash Account.

9. HOW ARE VALUATIONS OF THE BOND ACCESSED?

Whilst the Bond will be valued on the last working day of every calendar month, once a year you will be sent a full valuation statement of the Bond setting out the transactions that have occurred and the current value of the assets allocated to the Bond. Quarterly valuations will be available online at www.iomagroup.co.im. More frequent valuations may be obtained at any time.

These may be subject to an additional charge not exceeding £100.

10. HOW ARE PREMIUMS PAID?

Payment must be made in Sterling by cheque, banker's draft or Telegraphic Transfer to:

Account: Royal Bank of Scotland International
SWIFT: RBOSIMDX
Acc No: 58146347 (Ref Policy Number)
Sort code: 16-58-80
Acc Name: Isle of Man Assurance Limited - Life

IBAN Number if Requested:
GB65RBOS16588058146347

Cheques should be made payable to Isle of Man Assurance Limited. If the cheque is not drawn on an account in the name of the Corporate Trustees or in the name of the Pension Scheme you may be asked to verify the source of funds.

TAX

IOMA Life is not liable to any income tax, capital gains tax or corporation tax in respect of the assets allocated to the Bond. The only exception may be withholding tax, which is tax withheld by some countries on dividend income and interest.

IOMA Life is not providing any advice as to the tax implications of investing in the Bond.

DATA PROTECTION

The information provided by you will be held on our system to enable us to administer the Bond and may be used in the future to provide you with information on this and other products.

REGULATION

IOMA is authorised by the Isle of Man Government Insurance and Pensions Authority and is also regulated by the Financial Conduct Authority for UK Business. However, IOMA is not subject to the same regulatory system as that applicable in the UK. Holders of policies issued by IOMA Life will not be protected by the United Kingdom Financial Services Compensation Scheme if the company should become unable to meet its liabilities to them. However, the Isle of Man Life Assurance (Compensation of Policyholders) Regulations 1991 protects investors by providing a statutory guarantee equal to 90% of the amount of any liability of the insurance company under any life policy. This compensation would be received in the unlikely event that the insurer became unable to meet its liabilities.

Please note that the Isle of Man compensation is not payable in the event that IOMA Life is solvent but providers of underlying investments within your Pension Management Bond have failed. Alternative compensation arrangements may apply in such circumstances and you should seek further details from your adviser.

LAW

The Bond is construed in accordance with Isle of Man law. All communications relating to the Bond will be in the English language.

ISLE OF MAN ASSURANCE LIMITED

The Isle of Man & General Life Assurance Company was formed in 1971. In 1982 it changed its name to Isle of Man Assurance Limited. Isle of Man Assurance Limited is registered as a company in the Isle of Man.

QUERIES AND COMPLAINTS

For further information, or to complain about any aspect of the service received, please contact IOMA Life. Copies of our internal complaints procedure are available on request. If your complaint is not dealt with to your satisfaction you can complain to the Financial Services Ombudsman Scheme for the Isle of Man. Copies of our internal complaints procedure are available on request. Holders of policies issued by IOMA Life will not have the right to complain to the UK Financial Ombudsman Service.

However, the compensation is not payable in the event of the failure of providers of underlying investments within your Bond.

This is a brief guide to the features of the Pension Management Bond. Full details are contained in the Policy which is a legally binding contract of insurance between the policyholder and IOMA Life.

IMPORTANT NOTES

Past performance is not necessarily a guide to the future. The value of investments can go down as well as up.

References to legislation and taxation in this leaflet are based on IOMA Life's understanding of current law, which may change without notice.

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