



Child Trust Fund

What will yours grow into?



London Mutual
Credit Union

All about Child Trust Funds

Imagine being able to give your child a flying start to their future. By opening a Child Trust Fund account at London Mutual Credit Union, you could help them to buy their first car, support them through university or even put a deposit on their first house.

What are CTFs?

Child Trust Funds (CTF) are savings accounts for children. The government starts the savings by sending a £250 voucher (minimum) for each child and this must be invested in a CTF. Relatives or friends can top up the savings to a maximum of £1,200 a year. The child can only access the savings when they reach 18 (apart from in exceptional circumstances). There are no restrictions on how the money can be used after the age of 18.

Who are CTFs for?

Any child born on or after 1st September 2002 living in the UK and registered to receive Child Benefit will receive a CTF voucher. The vouchers are issued by HM Revenue & Customs.

What type of CTFs are available?

There are three types of CTF. A cash savings CTF is a long-term, risk-free savings account and is offered by London Mutual Credit Union. On account closure your child will be guaranteed to receive more than has been deposited (savings plus additional interest from the credit union).

The other types of CTFs are stakeholder CTFs and non-stakeholder CTFs. These are both investment accounts, the value of which is dependent on the fluctuations of the stock market and they may go down as well as up, making them more risky. For more information about the different types of accounts available please visit our website www.creditunion.co.uk

How do I open a CTF with London Mutual Credit Union?

Simply send your CTF voucher with this completed application form to London Mutual Credit Union at 79 Denmark Hill, London SE5 8RS. An adult must be nominated as the registered contact for the account and they must live or work in the London Boroughs of Southwark or Lambeth. Proof of address will need to be supplied with the application form. Full terms and conditions will be sent when the application is received and you will have a 14-day cooling off period from receipt of the application.

What if my child isn't eligible?

London Mutual Credit Union offers a Young Savers account, so you may like to use a Young Savers account to save for your child's future.

What do we offer?

- Safe and ethical place to save
- Regular, competitive interest
- No minimum contributions
- No set-up or closure costs
- Options to top up the account, regularly or now and then

What your child's CTF could be worth after 18 years

If London Mutual Credit Union pays a return of 3.5% per annum*

£250 voucher	£464
£250 voucher PLUS £10 per month	£3,459
£250 voucher PLUS £100 per month	£30,418

***Please note that the returns on CTFs are approximate and the rate is variable, subject to surplus and to agreement by the Board of Directors. Rates will be reviewed by the Board of Directors on a yearly basis.**

Application Form

IMPORTANT: Please write in capitals and use black ink only

A. Child's details

First name _____
Surname _____
SCU number if appropriate _____
Male Female Date of birth: _____
Address: _____

Postcode: _____
URN of CTF voucher: _____

B. Registered contact

Title: Mr/Mrs/Miss/Ms/Other _____
First name _____
Surname _____
SCU number if appropriate _____
Male Female Date of birth: _____
Address: _____

Postcode: _____
Daytime contact number _____
Mobile number _____
Email address _____
Relationship to child _____

I declare that:

- I am 16 years of age or over
- I have parental responsibility for the child named above
- I will be the registered contact for the CTF
- I understand that any additional deposits saved in this CTF account are also locked-in until the child reaches 18 years

I authorise London Mutual Credit Union Ltd:

- To hold the child's Inland Revenue contribution, subscriptions, CTF investments, interest, dividends and any other rights or proceeds in respect of those investments and cash, and
- To make on the child's behalf any claims to relief from tax in respect of CTF investments.

I agree to the CTF terms and conditions

Signed _____
Date _____

C. Ways to add to the CTF

You may wish to pay extra savings into your child's CTF and this can be done in a number of ways. You can either save regularly or occasionally with lump sums.

I wish to save by: *(Please select and tick as appropriate)*

- Direct Debit (Please complete your details on the form attached)
- Cash in a branch Post Standing Order
- Transfer from London Mutual Credit Union member account*

* Member number _____

Amount per month £ _____

Please note that any additional deposits saved in this CTF are locked in until the child reaches 18 years.

Instruction to your Bank or Building Society to pay Direct Debit



Originators Identification Number

Name and full address of your Bank or Building Society Branch

To: The Manager

Bank / Building Society

Address:

Postcode:

Name(s) of account holder(s):

Ref:

Branch Sort Code: - -

Bank / Building Society Account No:

Instruction to you Bank or Building Society

Please pay London Mutual Credit Union Ltd Direct Debits from the account detailed on this instruction subject to the safeguards assured by the Direct Debit Guarantee.

Signed:

Name:

Date:

You can choose to pay monthly on or about the 1st, 15th or the 25th of each month. Please indicate below which option would be the most suitable.

1st 15th 25th

Banks and Building Societies may not accept Direct Debit Instructions for some types of account.

A Standing Order facility is also available. Please ask the office for the appropriate form.

The Direct Debit Guarantee

This guarantee is offered by all Banks and Building Societies that take part in the Direct Debit Scheme. The efficiency and security of the Scheme is monitored and protected by your own Bank or Building Society.

If the amounts to be paid or the payment dates change London Mutual Credit Union Ltd will notify you ten working days in advance of your account being debited or an otherwise agreed.

If an error is made by London Mutual Credit Union Ltd or your Bank or Building Society, you are guaranteed a full and immediate refund.

London Mutual Credit Union also offers:

- Credit Union Current Accounts
- Safe savings
- Young Saver accounts
- Affordable loans (over 18s only)
- Life insurance (at no extra cost subject to terms & conditions)

Visit us at one of our branches

79 Denmark Hill
Camberwell
London SE5 8RS

221 Rye Lane
Peckham
London SE15 4TP

224b Brixton Hill
Brixton
London SW2 1HF

Monday-Thursday: 9.30am – 4.30pm
Friday: 11.00am – 4.30pm

18 Pilgrimage Street
Borough
London SE1 4LL

Monday-Wednesday: 9.30am – 4.30pm
Closed for lunch 12.30 – 1.30pm

Email: info@creditunion.co.uk
Telephone: 020 7787 0770
Fax: 020 7207 1444
Web: creditunion.co.uk

London Mutual Credit Union is
Authorised and regulated by the
Financial Services Authority



London Mutual
Credit Union