

Guaranteed Investments (Net)

Important Information



11 November 2011

Overview

Guaranteed Investments are a category of Defined Return Investments designed for investors who want a guaranteed return over a short to medium investment period - usually between three months and five years and form a part of the Select Investment Range. For more information on Guaranteed Investments and their availability, please refer to the relevant product's Key Features Document or Select Investment Range guide and Select Investment List documents. You can get these from your financial adviser or from our Library located within the 'Customer Support' section on our website at www.alicowm.co.uk.

The Guaranteed Investments are designed to be 'no risk' investment options. The risk that the assets that Alico Wealth Management buys to back the guarantees do not perform as planned is borne by Alico Wealth Management and not you, providing you hold the investment until the end of the investment period.

How it works

These Investments provide a guaranteed return as long as they are held until the end of their investment period. The Annual Equivalent Rates (AER's) offered depend on the chosen investment period and apply from the date of entering the Investment until the selected Guarantee Date. We will confirm the Guaranteed Amount once your application or switch request is accepted.

The table below lists the AER's for investments under £100,000. These rates are available until 16 December 2011. For investments over £100,000, you may normally pre-select your own investment period, which can end on any working day between 3 months and 5 years from the date you invest. We will calculate a bespoke rate of return according to the current market levels, which may be higher than or the same as our published rates below. Please call us on 0800 013 2272 for details.

Investment period	Guaranteed Date	AER for investments below £100,000	
		Basic Rate Tax Payers	Higher Rate Tax Payers
1 Year	19 December 2012	0.60 %	0.80 %
2 Years	18 December 2013	0.95 %	1.27 %
3 Years	17 December 2014	1.45 %	1.93 %
4 Years	16 December 2015	1.80 %	2.40 %
5 Years	21 December 2016	2.20 %	2.93 %

Please note, although we will endeavour to offer a range of investment periods at all times, we may not offer certain investment periods if we consider the returns to be unattractive.

Suitability

Guaranteed Investments are suitable for those who are seeking a known return to be paid on a known date and are not looking for any stock market exposure. These investments are not suitable for investors who may need access to their investment prior to this date.

How to invest

Within the product application forms, under the 'Investment Choices' section, there are specific spaces for Guaranteed Investments. In these spaces, please enter the investment period - Guarantee Date combination that you would like to invest in from the table above.

Key information

Minimum investment	£5,000
Start Date	Upon receipt of a completed application form, your investment will be held in the Cash Holding Fund for 2 days and will accrue interest, after which your Guaranteed Investment for your chosen investment period will start.
Guarantee Date	This is the date that the Guaranteed Investment will mature. You can choose to reinvest the proceeds or withdraw them from the product on the business day following the Guarantee Date.

Important points and risks

1. You may get back less than you invested if you exit Guaranteed Investments prior to their Guarantee Date.
2. Guaranteed Investments are intended to be held until the end of their investment period. If you need access to your investment prior to the Guarantee Date, you will lose the guarantee. To calculate what you get back (surrender value), we will take into account the charges for the full period and also, the market value of the assets that we hold to provide the returns. Alico Wealth Management reserves the right to decline a request for early exit where it is difficult or unfeasible for us to realise the assets at an acceptable price.
3. Once we have received your completed Application Form, you will not be able to change the Guaranteed Investment you have chosen.
4. A Guaranteed Investment may not be partially encashed - if you wish to exit your Guaranteed Investment before the end of its investment period, you must surrender your full holding of the investment.
5. An indicative early surrender value can be obtained by contacting us. Early surrenders will usually take two business days to be processed.
6. The Asset Charge that applies to each Guaranteed Investment has been taken into account when setting the returns available.
7. Tax rules may change and this may mean you have to pay more tax than you expected. Tax treatment depends on individual circumstances and may be subject to change in the future.
8. Ongoing Adviser Remuneration is available from Guaranteed Investments. Any Adviser Remuneration taken will reduce the guaranteed rate for the investment period on a one for one basis.
9. Guaranteed Investments are available through all products in the Select Portfolio, except the ISA. Please note that only the Net versions are available through the Investment Bond and Advantage Investment Plan

Alico Wealth Management does not provide advice on selecting investments - investors should consult their financial adviser on the merits of any particular investment or fund. While Alico Wealth Management has used all reasonable endeavours to ensure the accuracy of the information contained in this factsheet, it neither accepts any liability in respect of the investment decisions of investors nor any loss arising from such decisions.