TRADING 212

Key features of the Stocks ISA

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The Financial Conduct Authority is a financial services regulator. It requires us, Trading 212 UK Limited, to give you this important information to help you decide whether our Stocks ISA is right for you. You should read this document carefully so that you understand what you are buying, and then keep it safe for future reference.

Its aims

The Stocks & Shares ISA (‘**Stocks ISA**’) offered by Trading 212 UK Limited (‘**Trading 212**’, ‘**we**’, ‘**us**’ or ‘**our**’) is a tax-efficient investment account that lets you invest in a wide range of assets, such as shares and ETFs. You can make regular or one-off payments up to the annual ISA Allowance Limit, which is set by HM Revenue & Customs (‘**HMRC**’) and keep any returns free from UK income tax and capital gains tax.

The ISA Allowance Limit is shared across all Individual Savings Accounts (‘**ISAs**’) (see the section entitled ‘*How much can I invest in my Stocks ISA?*’ below) each tax year. The value of the tax benefit is dependent on your individual circumstances and is subject to change by HMRC.

You can find out more about ISAs in our Help Centre.

Your commitment

Before opening a Stocks ISA with us:

- Please carefully consider your financial goals and circumstances; and
- Please make sure you understand the features, benefits, and risks of our Stocks ISA, so you are certain that it will meet your needs and expectations.

When you open your Stocks ISA with us, and while the account remains open, you agree to:

- Be bound by our ISA Terms, Invest Terms, the Individual Savings Account Regulations 1998 (as amended) (‘**ISA Regulations**’) and other related terms and conditions provided by us;
- Assess your situation regularly to ensure that our Stocks ISA continues to meet your needs; and
- Ensure that any payments you make do not exceed the annual ISA Allowance Limit (see section ‘*What is a Stocks ISA?*’ for further information below).

Risks

- The value of your investments can go down as well as up, so you may get back less than you invested. Past performance is not an indicator of future results;
- Certain investments carry higher risk, including overseas shares and complex financial instruments;
- If you invest in overseas markets, changes in currency exchange rates can affect the value of your investments when converted back to your base currency;
- Inflation may reduce the value of your savings and your purchasing power in the future;
- Changes in market interest rates may affect the interest rate offered on our Stocks ISA compared to other savings products; and
- The tax-free status of ISAs is subject to UK government laws and regulations and could change in the future, potentially affecting the tax advantages of your Stocks ISA.

Questions and Answers

What is a Stocks ISA?

Our Stocks ISA is a tax-efficient investment account that allows you to invest, tax-free, up to the ISA allowance limit set by HMRC each tax year. You can choose from a wide range of investments, including shares, funds and ETFs. Any returns will be kept from UK income tax and capital gains tax.

Please note that there are different names for the Stocks ISA used outside of Trading 212, such as ‘Stocks & Shares ISA’. They all refer to the same type of ISA.

Who can open a Stocks ISA?

To open a Stocks ISA with us, you must be aged 18 or over. You must also be a UK resident, or a Crown employee serving overseas (or the spouse or civil partner of such an employee).

How much can I invest in my Stocks ISA?

Each tax year, you can invest up to £20,000 across all your adult ISAs combined ('**ISA Allowance Limit**'). The ISA Allowance Limit can be split between a Stocks ISA, a Cash ISA, a Lifetime ISA (with a maximum of £4,000 per year in that type), and an Innovative Finance ISA.

How can you pay cash into your Stocks ISA?

You can pay money into your Stocks ISA by debit card, bank transfer, or direct debit. You cannot pay in shares or other investments directly unless you are transferring them from a qualifying scheme.

What can I invest in?

With our Stocks ISA, you can invest in UK and overseas shares listed on recognised exchanges, as well as exchange-traded funds (ETFs). You cannot directly invest in unquoted shares or warrants. You can treat the investment as medium to long-term, although withdrawals are possible at any time.

When can I take cash out?

You can withdraw available cash from your Stocks ISA at any time. Our Stocks ISA is flexible. This means you can withdraw cash and pay it back into the same ISA account within the same tax year without affecting your annual ISA Allowance Limit. This applies to cash contributed in the current and previous tax years.

If you have funds available for replacement, you will see them in the "Replaceable Funds" section on the Trading 212 app. You must replace them within the same tax year as they were withdrawn. The UK tax year runs from 6 April to 5 April each year.

How can I check the value of my Stocks ISA?

You can view your Stocks ISA's value and transaction history through the Trading 212 app and Website at any time. We will also send regular statements.

What are the tax benefits?

You do not pay UK income tax on interest or dividends earned within your Stocks ISA, and you do not pay capital gains tax on any investment growth. You also do not need to include Stocks ISA income or gains on your tax return.

Do I receive any interest payments?

You can hold cash in your Stocks ISA to invest in the future, and opt in to earn interest on your available cash at the variable rate of interest shown on the Terms & Fees page on our Website. Please see our Invest Terms for more information.

Interest is calculated and applied daily. We will not pay you interest if you haven't opted in to receive it.

You can always opt out of receiving interest through the Trading 212 app if you change your mind later. You can find more details on how to do this in our Help Centre.

Can I have multiple Stocks ISAs?

You can only open one Stocks ISA with Trading 212. However, you can have multiple Stocks ISAs with various providers. You will need to make sure that you don't breach your ISA Allowance Limit if you have ISAs with multiple providers, as you may face tax consequences. If you think you may have contributed more than the ISA Allowance Limit, please contact HMRC for more information. You are solely responsible for all tax obligations applying to you as a taxpayer.

Can I transfer my Stocks ISA?

Yes, you can transfer, in full or in part, your Stocks ISA into or out of another Stocks & Shares ISA or Cash ISA held with another ISA manager, at any time without any restrictions or fees charged by us. However, other ISA managers charge you a fee for doing so.

You can also transfer the cash held in a Lifetime ISA with another ISA manager to your Stocks ISA. When transferring cash from your Lifetime ISA to your Stocks ISA, your other Lifetime ISA manager will apply a 25% government charge for withdrawing funds from the Lifetime ISA wrapper.

To learn more about Stocks ISA transfers, visit our ISA & Portfolio transfers section of our Help Centre & refer to our ISA Terms. Transfers from previous tax years do not count towards your current year's allowance. You can transfer in cash or your existing investments.

Can I transfer investments out of my Stocks ISA to my Invest Account with Trading 212?

No, you can't transfer investments from your Stocks ISA to your Invest Account and vice versa. Please note that when you transfer investments out of your Stocks ISA, they lose their tax-free status. Any future growth or income in your Invest Account may be subject to Capital Gains Tax or Income Tax.

Can I transfer cash from my Stocks ISA to my Invest Account with Trading 212?

Yes, you can transfer cash from your Stocks ISA to your Invest Account and vice versa.

Can I transfer cash and investments from my Stocks ISA to a Cash ISA with Trading 212?

You can transfer cash from your Stocks ISA to your Cash ISA and vice versa with us at any time. However, you can't transfer investments to your Cash ISA as it's a cash-based ISA. You will need to sell your investments and transfer the proceeds to your Cash ISA if you would like to use such cash. We will first allocate the cash paid in the current tax year, and only afterwards will we consider cash paid in previous tax years.

What charges do I have to pay?

We do not charge commissions for trading or fees for holding your investments (custody fees). Our main fee is the 0.15% foreign exchange (FX) fee, which applies when you buy or sell an investment in a currency different from your ISA's base currency, GBP. Please note that Government taxes and levies, such as Stamp Duty on certain UK shares, also apply. You can find a full breakdown of our fees on the Terms & Fees page of our Website.

What happens to my Stocks ISA if I pass away?

When you pass away, your Stocks ISA will continue to benefit from its tax advantages until it is closed, until the administration of your estate is complete, or until three years have passed, whichever happens first. Your spouse or civil partner can inherit an additional ISA allowance equal to the value of your ISA at the date of your death or its closure.

What other terms and conditions apply to our Stocks ISA in addition to this document?

Our [ISA terms] and [Invest Terms] apply to your Stocks ISA with us. The documents can be found in the Trading 212 app and on our Website. Remember, the ISA Regulations always apply too.

Can you give me advice?

No, we are not authorised to provide any financial, legal or other advice on financial services or tax-related matters. If you need any advice, please contact a suitably qualified advisor. Free and impartial guidance is also available from the government-backed service MoneyHelper.

How is my cash protected?

Your cash is safeguarded in qualifying money market funds. You are also protected by the Financial Services Compensation Scheme up to £85,000 per partner bank. Personal and other circumstances may change the way the FSCS protection applies. Further information about the FSCS compensation is available at www.fscs.org.uk.

What if I have a complaint?

Customer satisfaction is essential to us. If you have any cause to complain about the services provided, please contact us at info@trading212.com.

The Complaints Procedure is included within our Disclosure Notice. If you aren't satisfied with our response, you may refer your complaint to the Financial Ombudsman Office at:
Financial Ombudsman Office,
Exchange Tower,
London,
E14 9SR

Tel: 0800 023 4567

What if I have any further questions?

You can find more information about our Stocks ISA on our Website. You can also contact us at the address shown above or by submitting a request on our Website.

Important

The information provided in this Key Features Document is provided based on our understanding of current law, practice, and taxation. This is always subject to change, and such change can be made without notice to you.

Full details of the legally binding contract between you and us are included in our ISA Terms, Invest Terms and other related documents.

Any undefined terms in this Key Features Document shall have the same meanings given to them in our ISA Terms, Invest Terms and ISA Regulations.