

Children's Bonds

This is a summary of the main features of our Children's Bonds, to help you compare them with other savings accounts. Please make sure you also read our separate key features leaflet, including the terms and conditions, before you renew a maturing Bond.

Account name	NS&I Children's Bonds
What is the interest rate?	<p>5-year term, Issue 37 2.00% tax-free/AER</p> <p>We calculate the interest daily and add it to the Bond on each anniversary of investment.</p>
Can NS&I change the interest rate?	You'll receive the rate on offer at the time you start a new investment term and that rate will be fixed for the 5-year term. We can change the fixed rate on offer at any time. Each time we change the rate on offer we release a new Issue of Bonds.
What would the estimated balance be at the end of the term based on a £1,000 deposit?	<p>A £1,000 deposit would be worth £1,104.08 at the end of the 5-year term.</p> <p>This is an illustration only, so it doesn't take into account your individual circumstances. It assumes that you don't make any withdrawals during the term.</p>
How do I open and manage my account?	<p>The current Issue of Children's Bonds is only available to existing customers renewing a maturing Bond.</p> <p>The Bonds will be in the child's name, but their parent or guardian will need to look after the investment until the child is 16.</p> <p>The person who looks after the Bond can manage it online, by phone or by post.</p> <p>As the current Issue isn't on general sale, you can't switch to it from another NS&I account or investment.</p>
Can I withdraw money?	<p>Yes, before the end of the term you can cash in all or part of the Bond online, by phone or by post with no notice. We will deduct a penalty equal to 90 days' interest on the amount you cash in. You need to keep a balance of at least £25 to keep the Bond open.</p> <p>At the end of the term you can cash in with no penalty. We'll contact you (or the child if they are over 16 at the time) about a month before to explain the options available at that time.</p>
Additional information	<p>The interest earned is tax-free, both for the child and the parent or guardian, so it won't count towards your Personal Savings Allowance. Find out more at nsandi.com/tax-and-savings</p> <p>We'll send you a statement shortly after each anniversary of investment, showing the interest earned and any withdrawals you might have made.</p>

Definitions

Tax-free means the interest is exempt from UK Income Tax and Capital Gains Tax.

AER (Annual Equivalent Rate) illustrates what the annual rate of interest would be if the interest was compounded each time it was paid. Where interest is paid annually, the quoted rate and the AER are the same.

