

# SIX GOOD REASONS TO CONSIDER PORTFOLIO BOND

## 1. INVESTMENT CHOICE:

- Over 320 funds from over 45 Fund Managers;
- Funds covering all major asset classes and risk options;
- Cautious and protected funds;
- Availability on the Cofunds investment platform provides opportunities to manage assets across wrappers;
- Availability for investment in up to 50 funds at any one time;
- Currently free switching.

## 2. TAX PLANNING OPPORTUNITIES:

- Potential for no additional liability for annual UK income tax as withdrawals from investment bonds are classed as a return of capital;
- No change to the taxation of investment bonds for individuals and trustees;
- Can switch easily between funds without incurring a tax charge;
- Natural 'income' option to help reduce erosion of capital – available on Legal & General's Distribution Funds, Property Fund, Managed Bond Fund and High Income Fund;
- Surrender of the bond can be deferred to suit the investor's tax position;
- Indexation relief for life funds is still an advantage in unpredictable market conditions.

## 3. EASE OF ADMINISTRATION:

- No dividends to declare;
- No record keeping for annual tax return until chargeable event occurs;
- Chargeable event certificate gives all information needed for a tax return.

## 4. AN IDEAL VEHICLE FOR TRUST PLANNING:

- Range of trust options and schemes;
- Discounted Gift Scheme;
- Can be assigned without triggering a tax charge;
- Estate planning opportunities. Your clients can choose their beneficiaries, providing 'peace of mind'.

## 5. OFFSHORE BONDS OPTION:

- Extensive range of funds, covering all major asset classes;
- Higher growth potential from gross roll-up tax treatment;
- Availability of deposit accounts;
- The increase in investor immigration and emigration pre- and post-retirement, offers opportunities for growth in offshore business;
- Availability on Cofunds investment platform.

## 6. LEGAL & GENERAL MULTI MANAGER FUNDS:

- Offers a multi-fund investment in one product wrapper;
- Choice of three funds, all actively managed by specially selected Legal & General fund managers;
- Each investment includes funds from well-known and respected managers;
- Each fund is structured to align customer and fund manager interests by including a performance fee – if the fund underperforms its benchmark, then no fee is payable.

**The fund(s) your clients choose will have a specific set of risks, please refer to the Funds key features document.**

**These details are based upon Legal & General's understanding of tax law and HM Revenue & Customs practice which are subject to change.**

**The value of a bond can go down as well as up, is not guaranteed, and customers may not get their full money back. Although there is no fixed term, an investment in the bond should be considered a medium to long-term investment of at least five years, ideally longer.**

**This is not a consumer advertisement. It is intended for professional financial advisers and should not be relied upon by private individuals or any other persons.**

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