

# **VitalityInvest Investment Booster Schedule.**

**Investment Boosters that apply to the  
VitalityInvest Retirement Plan, ISA and  
Junior ISA with Healthy Fee Saver and  
Boosters.**

***You*** should read this document together with the *Terms and Conditions* and *Policy Document* for *your plan*, which explains the circumstances in which *we* may change the *Investment Booster* terms, rates or continuous minimum investment period.

In this document *we* have put some words in italics. These words have the same meaning as given in the Glossary section of the *Terms and Conditions* and *Policy Document* for *your plan*.

The below rates apply from 1<sup>st</sup> February 2020

The *Investment Booster* rates may change for future investments and *we* will make a new *Investment Booster Schedule* available at that time.

## What is the Investment Booster?

It's an enhancement to the value of the *policy* held in *eligible funds* for a continuous minimum investment period. It is allocated by reference to the *investment year* in which the amount is invested in *eligible funds*. It doesn't apply to any part of the *policy* that has been designated for *flexi-access drawdown*.

### Is your plan eligible for the Investment Booster?

The *Investment Booster* applies to the value of the *policy* linked to *eligible funds* only. *You* must remain invested in *eligible funds* for a continuous period of at least five years to receive the *Investment Booster*. The list of *eligible funds* is shown at the end of this schedule.

## What are the Investment Booster rates?

Period since the start of the investment year (continuous minimum investment period)	Investment Booster rate
5 years	2%
Every subsequent 5-year period	2%

**To calculate the Investment Booster we carry out the following steps:**

### Step 1 – Allocate investments to an investment year

- Investments linked to *eligible funds* will be allocated to an *investment year* based on the relevant *policy year* (or part year) in which they were paid. This will be the *investment year*.
- Each time any money is added to the *policy*, we calculate the percentage of the total *policy* value that is allocated to each *investment year*.
- When any money is deducted from the *policy*, we will deduct this from the most recent *investment year* and recalculate the proportion of the total *policy* value that is allocated to each *investment year*.
- A set of *Investment Booster* rates will be applicable to that *investment year*, provided that the money remains linked to *eligible funds* for the continuous minimum investment period specified in this schedule.

### Step 2 - Adding the Investment Booster

- At the end of each continuous investment period specified in this schedule, we'll calculate the current value of the investment allocated to that *investment year* (or part year). This is based on the performance of all investments linked to *eligible funds* within the *policy* over the period. This value is then multiplied by the *Investment Booster* rate associated with that *investment year* (or part year). This will give the *Investment Booster* amount that will be added to the *policy*.
- The *Investment Booster* is added to the value of the *policy* on the first day of the *policy year* following the end of the continuous minimum investment period. The amount of the *Investment Booster* will be allocated to the original *investment year*, and will be allocated proportionately across all *eligible funds* under the *policy* at that time.

## Here's an example of how we calculate and apply the Investment Booster:

Eesha started her *plan* on 1 June 2018 with an investment of £10,000. This amount is linked to Fund A which is an *eligible fund*. On 1 May 2019, Eesha invests a further £5,000 and links it to Fund A. The first *policy year* ends on 31 May 2019, so the total amount invested in *eligible funds* in the *policy year* is £15,000.

Investment date	Amount	Fund
1 <sup>st</sup> June 2018	£10,000	A
1 <sup>st</sup> May 2019	£5,000	A
Total paid in first policy year	<b>£15,000</b>	

By the 1 September 2019, the value of the *plan* is now £16,000, and on this date, Eesha invests a further £4,000. However, this time the amount is linked to Fund B, which is also an *eligible fund*. This is the second *policy year* so a new period of investment applies.

Investment date	Amount	Fund
1 <sup>st</sup> September 2019	£4,000	B
Total paid in second policy year	<b>£4,000</b>	

### Step 1 – Allocate investments to an investment year

The amount Eesha invested during the first *policy year* of £15,000 is allocated to the first *investment year*. The *Investment Booster* for this *investment year* is due to be added five years after the *investment year* started, which is on 1 June 2023.

The amount invested in the second *policy year* of £4,000 is allocated to the second *investment year*. The *Investment Booster* for this *investment year* is due to be added five years after the *investment year* started, which is on 1 June 2024.

**Total *plan* value as of 1<sup>st</sup> September 2019 = £20,000**

Amount allocated to:

**First investment year** £16,000 = 80% of total plan value  
(£16,000 / £20,000)

**Second investment year** £4,000 = 20% of total plan value  
(£4,000 / £20,000)

### Step 2 – Adding the investment booster

**1st June 2023: Investment Booster of 2% for the first investment year**

On 1<sup>st</sup> June 2023 the value of the investment in Fund A is now £18,000, and the value of the investment in Fund B is now £5,000, giving a total *plan* value of £23,000.

We first calculate the proportion of the total *plan* value that is allocated to the first *investment year*:

**Total *plan* value as of 1<sup>st</sup> June 2023 = £23,000**

Amount allocated to:

**First investment year** = total plan value x 80% = £18,400

**Second investment year** = total plan value x 20% = £4,600

The *Investment Booster* for the first *investment year* is therefore:

$$£18,400 \times 2\% = \text{£368}$$

This amount is added to the value allocated to the first *investment year* by purchasing *units* proportionately in all *eligible funds* held at that date.

Fund holding (% of total eligible funds)	Investment booster is allocated as follows:
Fund A: £18,000 = 78.3%	Fund A = £368 x 78.3% = £288
Fund B: £5,000 = 21.7%	Fund B = £368 x 21.7% = £80

After the *Investment Booster* is paid, we recalculate the proportion of the total *plan* value that is allocated to each *investment year*:

**Total *plan* value as of 1<sup>st</sup> June 2023 after *Investment Booster* added = £23,368**

Amount allocated to:

**First investment year** £18,768 = 80.3% of total plan value  
 ((£18,400+£368) / £23,368)

**Second investment year** £4,600 = 19.7% of total plan value  
 (£4,600 / £23,368)

**1st June 2024: Investment Booster of 2% for the second investment year**

On 1<sup>st</sup> June 2024, the value of the investment in Fund A has grown to £21,500 and the value of the investment in Fund B is £6,000, giving a total *plan* value of £27,500.

We now calculate the proportion of the total *plan* value that is allocated to the second *investment year*:

**Total *plan* value as of 1<sup>st</sup> June 2024 = £27,500**

Amount allocated to:

**First investment year** = total plan value x 80.3% = £22,086.61

**Second investment year** = total plan value x 19.7% = £5,413.39

The *Investment Booster* for the second *investment year* is therefore:

$$£5,413.39 \times 2\% = \textbf{£108.27}$$

This amount is added to the value allocated to the second *investment year* by purchasing *units* proportionately in all *eligible funds* held at that date.

Fund holding (% of total eligible funds)	Investment booster is allocated as follows:
Fund A: £21,500 = 78.2%	Fund A = £108.27 x 78.2% = £84.65
Fund B: £6,000 = 21.8%	Fund B = £108.27 x 21.8% = £23.62

After the *Investment Booster* is paid, *we* recalculate the proportion of the total *plan* value that is allocated to each *investment year*.

**Total *plan* value as of 1<sup>st</sup> June 2024 after *Investment Booster* added = £27,608.27**

Amount allocated to:

**First investment year** £22,086.61 = 80% of total plan value  
(£22,068.61 / £27,608.27)

**Second investment year** £5,521.66 = 20% of total plan value  
((£5,413.39+£108.27) / £27,608.27)

The value of the investment in Fund A is now £21,584.65 and the value of the investment in Fund B is £6,023.62, giving a total *plan* value of £27,608.27.

The following table shows all the funds that are eligible for the Investment Booster at the date of this schedule.

Fund management company	Fund name
VITALITYINVEST	Vitality Investec Multi-Asset Moderate Fund Series B
VITALITYINVEST	Vitality Investec Multi-Asset Balanced Fund Series B
VITALITYINVEST	Vitality Investec Multi-Asset Growth Fund Series B
VITALITYINVEST	Vitality Investec Multi-Asset Income Fund Series B
VITALITYINVEST	Vitality Investec Dynamic Multi-Asset Fund Series B
VITALITYINVEST	Vitality Invested Targeted Absolute Return Bond Fund Series B
VITALITYINVEST	Vitality Investec UK Listed Equity Growth Fund Series B
VITALITYINVEST	Vitality Investec Global Equity Growth Fund Series B
VITALITYINVEST	Vitality Investec UK Listed Equity Income Fund Series B
VITALITYINVEST	Vitality Invested Global Equity Income Fund Series B
VITALITYINVEST	VitalityInvest Risk Optimiser 3 Fund Series B
VITALITYINVEST	VitalityInvest Risk Optimiser 4 Fund Series B
VITALITYINVEST	VitalityInvest Risk Optimiser 5 Fund Series B
VITALITYINVEST	VitalityInvest Risk Optimiser 6 Fund Series B
VITALITYINVEST	VitalityInvest Risk Optimiser 7 Fund Series B
VITALITYINVEST	VitalityInvest Global Multi-Manager 3 Fund Series B
VITALITYINVEST	VitalityInvest Global Multi-Manager 4 Fund Series B
VITALITYINVEST	VitalityInvest Global Multi-Manager 5 Fund Series B
VITALITYINVEST	VitalityInvest Global Multi-Manager 6 Fund Series B
VITALITYINVEST	VitalityInvest Global Multi-Manager 7 Fund Series B
VITALITYINVEST	VitalityInvest Blended 3 Fund Series B
VITALITYINVEST	VitalityInvest Blended 4 Fund Series B
VITALITYINVEST	VitalityInvest Blended 5 Fund Series B
VITALITYINVEST	VitalityInvest Blended 6 Fund Series B
VITALITYINVEST	VitalityInvest Blended 7 Fund Series B
VITALITYINVEST	VitalityInvest Protector 3-4-5-6 Defensive Fund*
VITALITYINVEST	VitalityInvest Protector Growth Fund*

Please note that the series F version of all *Vitality funds* are not eligible for the *Investment Booster*. Please see the *Fund Factsheet* for your chosen *Vitality fund* for details.

\*For VitalityInvest Protector funds, there may be several different versions of these *funds* with different start dates. Each version will have the start date at the end of the *fund* name as shown in the *Fund Factsheet*. All versions will be classed as *eligible funds* unless *we* specifically state otherwise in a future *Investment Booster Schedule*.

### **Changes to eligible funds**

The list of *eligible funds* for the *Investment Booster* may change from time to time. If the list changes then *we'll* publish a new *Investment Booster Schedule* on *our* website at [vitality.co.uk/invest-literature](http://vitality.co.uk/invest-literature). *We'll* provide you with at least 30 days' notice if *you're* invested in any *funds* that will become non-*eligible funds*.



## How to contact us

If there is anything *you're* not clear about, please speak to *your financial adviser* if *you* have one, or *you* can contact *us*.

- **Email [investcustomerservices@vitality.co.uk](mailto:investcustomerservices@vitality.co.uk)**
- **Write to *us* at VitalityInvest, Sheffield, S95 1DD**
- **Call 0333 99 60 400. Calls to 03 numbers are charged at local rates. Call charges may vary, please check with *your* service provider. *We* may record or monitor calls to help improve service. For details visit [vitality.co.uk/contact](https://vitality.co.uk/contact).**

If *you* choose to contact *us* by email, there are some security measures that *you* should consider. To find out more about these measures, please visit [vitality.co.uk/data-protection](https://vitality.co.uk/data-protection). If *you're* unsure if *you* can securely send *us* an email, it's always safer to upload documents to *your* 'My Documents' page on the Invest section of *your* Member Zone, or give *us* a call.

Copies of all documentation can be provided in a variety of formats. If *you* would like this document to be issued to *you* in a different format please contact *us*. All documentation and communication will be in the English language.