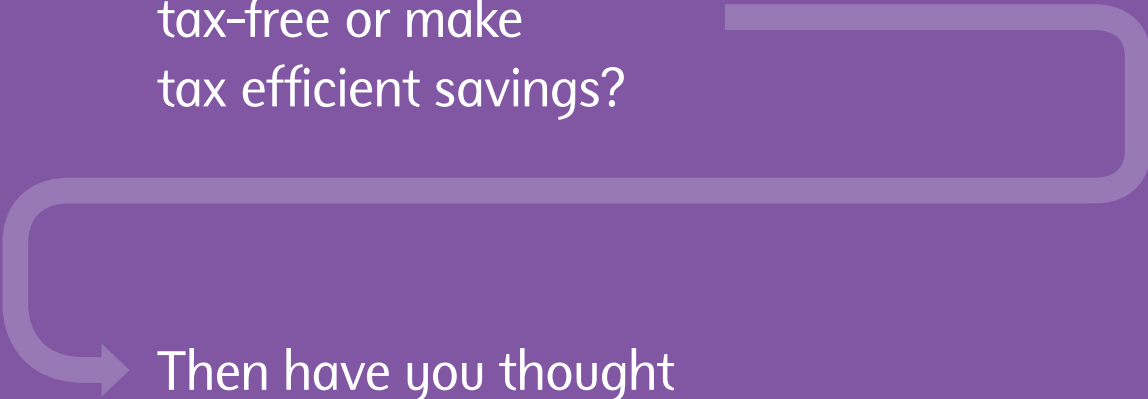


Different ways to save with an ISA



Do you want to save
tax-free or make
tax efficient savings?



Then have you thought
about an ISA?

ISA stands for Individual Savings Account. And if you've got some money to save an ISA could be a great place to start. That's because an ISA is different to a normal savings account in one important way.

With most savings accounts, taxpayers must hand over some of their savings interest to the tax man. But with a cash ISA you get to keep all the interest yourself. When you have a cash ISA you earn tax-free interest, meaning interest payable is exempt from UK Income Tax.

There's a limit to the amount you can pay into an ISA each year and there are different types of ISAs you can choose from. A Stocks and Shares ISA is another option which allows you to make tax efficient savings. Read on to find out more.

How much can I save?

For the 2011/2012 tax year

(which runs from 6th April 2011 to 5th April 2012)



Up to £5,340 in a cash ISA

Or



Up to £10,680
in a stocks and shares ISA

Or



Save up to £5,340 in a cash ISA
and put the remainder of the
£10,680 allowance into
a stocks and shares ISA

Plus



Up to £3,600 in a Junior ISA
for your child

For 2012/2013 your allowance will increase to: £5,640 in a cash ISA, £11,280 in a stocks and shares ISA or up to £5,640 in each.

For cash ISAs you must be 16 or over. For stocks and shares ISAs you must be 18 or over.

For all ISAs you must be a UK resident.

Variable cash ISAs

Do you want easy access to your money?

Do you want to be able to save whenever you like?

Then take a look at our variable-rate cash ISA and e-ISA

Variable rate means

your interest rate may go up or down at any time, but your money always grows by earning tax-free interest.



Save up to
= £5,340

this tax year



You can put money in or take it out whenever you want. However, if you take money out you will lose that amount from your allowance for that year.

Why choose a NatWest variable cash ISA?

- Tax-free interest is paid directly into your account
- Transfer-in ISA balances from other providers
- Pay in a lump sum deposit, or set up a standing order
- Withdraw at any time

Additional benefits of a NatWest cash ISA

- You get the flexibility of managing your money over the phone, in branch, by post or online

Visit natwest.com/cashisa for further details and current rates.

Additional benefits of a NatWest e-ISA

- Manage your money online only for a better rate of interest compared to our standard cash ISA

Visit natwest.com/eisa for further details and current rates.

Fixed rate cash ISA

Do you have a lump sum of at least £1,000 to save or an ISA balance of £1,000 or more held elsewhere?

Are you happy to leave it untouched for one to three years?

Then ask about our 1, 2 and 3 year Fixed Rate ISAs

Fixed rate means

your interest rate stays the same for a set period, so you'll know exactly how much tax-free interest you'll be earning.



You can make deposits up to a fixed date but no additional funds can be added into the account after the start date. Please see the information sheet online for more about the set date for this year and other helpful information.

You cannot make withdrawals from a Fixed Rate ISA, but if you need to access your savings you can close it. There will, however, be an interest charge depending on your ISA term:

- 1 year Fixed Rate ISA – 90 days' gross interest
- 2 year Fixed Rate ISA – 180 days' gross interest
- 3 year Fixed Rate ISA – 270 days' gross interest

View our information sheet online for further details on interest charges you may get when closing a Fixed Rate ISA.



Why choose a NatWest Fixed Rate ISA?

- Choose to save for a 1, 2 or 3 year option
- You could get a higher rate compared to our variable rate cash ISAs
- Manage your money over the phone, in branch, by post or online

Visit natwest.com/fixedrateisa to view our information sheet for further details on key dates and current rates.

Stocks and shares ISAs

Are you saving for the long term? 5 years or more?

Are you comfortable with an element of risk?

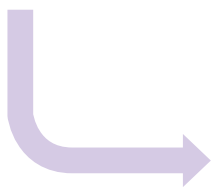
Then you might like to consider a stocks and shares ISA

Stocks and shares ISAs

give you the potential for higher levels of growth than cash ISAs do. It's just like any other stock market investment, but:

- You don't pay Capital Gains Tax when you sell it
- No further tax is paid on dividends received

It's important to remember that its value and any income from it can fall as well as rise, so you may not get back the full amount you invested.



Save up to
£10,680
this tax year



The most you can put into any stocks and shares ISA this tax year is up to £10,680. If you have put money into a cash ISA during the current tax year, then the most you can invest in any stocks and shares ISA is your annual limit minus the sum you've put into your cash ISA.



Our range of stocks and shares ISAs includes:

Managed ISAs

With our Expert Managed Solutions range your investment will benefit from unique access and experience of Aviva Investors. Aviva Investors is a global asset management business dedicated to building and providing focused investment solutions. Expert Managed Solutions are provided by RBS Collective Investment Funds Limited.

For more information on managed stocks and shares ISAs call us on **0800 404 5279** (Minicom **0800 404 6161**) or visit natwest.com/managedinvestments

Self-Select ISAs

Our non-advised Self Select ISAs allow you to get hands on with your investments and trade online or via the phone (separate charges apply). The Plan Manager for these is TD Direct Investing (Europe) Limited.

For more information on self-select ISAs call us on **0808 208 4400**

(Typetalk **18001 0808 208 4400**) or visit natweststockbrokers.com/isa

For more information on other stocks and share ISA options available, ask in branch or visit natwest.com/investmentisas

““ What is a Junior ISA?

It's a stocks and shares ISA that allows you to save up to £3,600 tax free for any child who is not eligible for a Child Trust Fund (i.e. born before 1 September 2002 or after 2 January 2011). You can set up the account with a direct debit of £20 or a lump sum of £250, and then you can top up with further amounts of £1 or more. The child can't access the ISA until they are 18. Because it's in your child's name, payments you make into a Junior ISA come out of their annual allowance, not yours. To find out more and apply, go to: natwest.com/juniorisa “”

““ I thought I couldn't have more than one ISA in the same tax year?

You can't pay into more than one cash ISA in the same tax year. However, you can pay into one stocks and shares ISA and one cash ISA as long as you don't exceed the limits detailed on the previous pages. “”

““ What about money I've saved in cash ISAs in previous years?

You can transfer one or more cash ISAs from any previous tax years into a new cash ISA as long as you follow the transfer process which is clearly explained below. If you don't transfer your combined savings continue to grow with tax-free interest. “”

““ How do I make a transfer to my new cash ISA?

The most important thing to remember is not to take the money out yourself. You must follow the transfer process, which involves filling out a transfer form from your new provider. Although it takes around 15 days to transfer a cash ISA, with some providers, including NatWest, you earn interest as soon as the account with your previous ISA provider is closed. So you won't lose any interest in the move. “”

““ What can I transfer?

You can transfer between stocks and shares ISAs and into a stocks and shares ISA from a cash ISA, but not the other way round. If you decide to go from a cash ISA to a stocks and shares ISA, you need to be comfortable with a potentially greater level of risk. For any transfer check if there are and charges or penalties to transfer. You can transfer complete or parts of **previous year's** allowance into a new ISA. If you want to transfer funds from your ISA for the **current year's** allowance you cannot split it and must transfer the full amount you have saved. “”

““ Can I replace money I take out of a cash ISA?

You can put money in, or take it out of a variable-rate cash ISA, whenever you want. However, your £5,340 annual limit refers to the amount you can **pay in**. So if you pay in £340 and then withdraw £300, you've still used the £340 of your tax-free allowance. You will not be able to pay back into your cash ISA the £300 you have withdrawn, so the remaining amount you can then save for that tax year would be £5,000. “”

For more about NatWest Cash ISAs

Call 0800 529 8117 (Customers with hearing and speech impairments can contact us on Minicom number **0800 404 6161**)

Visit natwest.com/savings

Ask at any branch

For all telephone numbers featured in this booklet, lines are open: Mon to Fri 7.30am–9pm, Sat 9am–3pm (excl. public holidays). Calls may be recorded.