

INSTALMENT SAVINGS Terms and Conditions

- 1. General**

These Terms and Conditions replace the Terms and Conditions dated 1 January 2002 and apply to each new or renewed Instalment Savings Agreement entered into on or after 1 August 2007, including Instalment Savings Agreements made under "Childcare Plus". The Instalment Savings Scheme is authorised under Section 53 of the Finance Act 1970 and is operated by An Post and permanent tsb, acting as agents for the National Treasury Management Agency.
- 2. Monthly Saving**

Under this Instalment Savings Scheme, an individual agrees to save stated monthly instalments (an "Instalment Savings Agreement"). The monthly instalment must be of an amount not exceeding €1,000, subject to a minimum of €25 per month. The amounts saved in each 12 month period (a "Contribution Period") may be held on deposit for a subsequent period of up to five years and shall earn interest under the terms specified below with effect from the first day of the month following completion of the relevant Contribution Period. No interest is payable during the Contribution Period. Interest is calculated thereafter on an annual basis (see Paragraph 6 below). Investors may cease their Instalment Savings Agreement at any time. The amount of the monthly instalment can only be changed for each new Contribution Period by notifying An Post prior to the beginning of the new Contribution Period.
- 3. Contribution Period and Automatic Renewal**

The period of deposit during which interest is earned on the amount contributed in any Contribution Period commences on the first day of the month following completion of the relevant Contribution Period. The next Contribution Period commences automatically on the same day. New agreements or renewal of
- current agreements will be subject to the Terms and Conditions prevailing on the date of the new or renewed Instalment Savings Agreement.
- 4. Eligibility**

Instalment Savings Agreements may be entered into by any individual who has reached the age of seven or by two or more such individuals jointly. Instalment Savings Agreements may also be held in trust for another individual or individuals and may be made on behalf of a child under 7 years of age. Corporate bodies are ineligible except where acting as trustees on behalf of beneficiaries who are natural persons.
- 5. Joint or Additional Agreements**

The maximum monthly instalment in a joint Instalment Savings Agreement is €1,000 regardless of the number of investors. Additional Instalment Savings Agreements may be entered into at any time provided that the maximum monthly instalment of any individual, howsoever contributed, whether alone or together with other individuals, shall not exceed €1,000.
- 6. Guaranteed Interest Rates**

The amount due on a repayment shall be:

 - the total amount of instalments contributed, where repayment is made on or before completion of the Contribution Period, without interest thereon: or,
 - as appropriate, the total amount of instalments contributed during the Contribution Period together with interest accumulating thereon at the following rates:
 - 3.0% after 1 year on deposit
 - 5.8% cumulative after 2 years on deposit
 - 9.3% cumulative after 3 years on deposit
 - 14.0% cumulative after 4 years on deposit
 - 20.0% cumulative after 5 years on deposit
- 7. Tax Exemptions**

In Ireland, any interest payable under an Instalment Savings Agreement is exempt from Income Tax, Capital Gains Tax and Deposit Interest Retention Tax and is not returnable as income to the Revenue Commissioners. Investors should note that in the event of any transfer of benefit of an Instalment Savings Agreement to another party (see Paragraphs 15 and 16 below), a liability to Capital Acquisitions Tax may arise.
- 8. How to Join the Scheme**

Complete the Instalment Savings Agreement attached hereto. Completed applications, together with the first instalment, may be lodged at any Post Office which transacts savings business or any branch of permanent tsb, or sent direct to An Post, Inpayments, 3D, GPO, Dublin 1. For Group Scheme savers (see Paragraph 12 below), the completed application form should be returned to your employer.
- 9. When Instalments are Due**

The first instalment is payable when the Instalment Savings Agreement is entered into. Subsequent instalments must be paid during each succeeding month for a total period of 12 months.
- 10. Missed Instalments**

The total amount saved during any Contribution Period shall comprise the instalments which have been paid in each of the 12 months of the Contribution Period. Payments may be made at any time during each of the relevant months. If, however, an investor fails to pay any instalment during the appropriate month, that amount will not be accepted at a future date. Back payments are not allowed. However, savers can resume the payment of instalments in the normal way in the following month.

