

Quick reference guide to tax efficient products

	Help To Buy ISA (only available until 1 December 2019)	Lifetime ISA (from 6 April 2017)	ISA	Personal Pension
Who is eligible?	Individuals aged 16 onwards	Individuals aged before 18 - 40	Individuals aged 16 onwards (a Junior ISA is available for children)	Individuals aged 18 onwards (restrictions can apply at age 75)
Eligible for Government incentive?	Yes 25% Bonus applied on first home purchase	Yes 25% Bonus applied yearly until age 50. Paid against first home purchase or retirement	Not applicable	Not applicable
Used for first time buyer purchases?	Yes up to £250,000 outside London or £450,000 in London	Yes up to £450,000	No but withdrawals for any purpose	Not applicable
Transfers allowed?	Yes to Lifetime ISA without penalty prior to 2018	Yes	Yes to other ISAs	Yes to other pensions
Payment limits	£2,400 pa subject to overall ISA annual limits	£4,000 pa subject to overall ISA annual limit	£15,240 before 5 April 2017 then £20,000 pa	100% of your earnings up to £40,000 annual allowance. Restrictions apply for higher earners, those with no earnings and those drawing pension benefits
Tax payable on entry	No	No	No	Relief granted at marginal rate of income tax subject to earnings
Tax payable on growth or interest	No	No	No	No
Tax payable on exit	No	No if used for retirement purposes after age 60	No	25% tax free lump sum. Remainder subject to income tax subject to Lifetime Allowance
Access available?	Yes but loss of bonus if accessed other than house purchase	Yes but loss of bonus if accessed other than house purchase (after 12 months) or retirement at age 60	Yes	Yes at minimum pension age (currently 55) or ill health

This document is for information purposes only and should not be inferred as a recommendation for any of the products mentioned. To assess whether one or more of the products listed is suitable for your personal circumstances, we recommend that you seek regulated financial advice.