

IMPORTANT INFORMATION

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Index ISA

Key Features including Terms and Conditions and Application Form

Legal & General (Portfolio Management Services) Limited.
Registered in England No. 2457525
Registered Office: Temple Court, 11 Queen Victoria Street,
London EC4N 4TP
Regulated by the Financial Services Authority
www.legalandgeneral.com
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Key Features of the Legal & General Maxi and Mini Index-Tracking, Corporate Bond, High Income and Ethical ISAs

This is an important document which you should read and retain for future reference

General Key Features - Section 1

The following provides the Key Features of the Legal & General maxi and mini Index-Tracking, Corporate Bond, High Income and Ethical ISAs, including the Cash Trust option. You should also read the relevant Key Features relating to each specific trust in Section 2. See pages 7 to 17.

Its aims

- To provide a unit trust investment within a mini stocks and shares or a maxi tax privileged ISA (Account).
- Legal & General offers a wide range of unit trusts, which aim to provide capital growth or income (or a combination of both). Details of the individual aims of each of the trusts can be found in Section 2. See pages 7 to 17.

Your investment

- You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.
- The Cash Trust option is only available within a maxi ISA and must be held in conjunction with a stocks and shares investment option.

Risk factors

- Both capital and income values may go down as well as up and are not guaranteed.
- Capital may be used to pay charges where there is insufficient income.
- If you exercise your right to cancel the ISA, you may not get a full refund of the amount paid if the value of the investment falls before the notice of cancellation is received by Legal & General. This is because an amount equal to that fall in value will be deducted from any refund you would otherwise receive.
- The favourable tax situation of ISAs may not be maintained.
- Some trusts have specific risks. Full details of the specific risks associated with Legal & General's unit trusts can be found in Section 2. See pages 7 to 17.

Your Questions Answered

What is an ISA?

An ISA is a tax wrapper which goes round an investment product, for example a unit trust, to make it more tax efficient. The ISAs in this document allow you to save money in a unit trust, without having to pay tax on income or capital gains.

You are entitled to an ISA allowance each tax year. There are 2 types of ISA – the maxi and the mini ISA.

What is the difference between a maxi and a mini ISA?

A maxi ISA must be held with a single account manager (maximum investment £7,000). The maxi ISA can be made up of no more than £3,000 in cash and £1,000 in life insurance, but the full £7,000 can be invested in stocks and shares.

There are 3 types of mini ISA; the mini stocks and shares ISA (maximum investment £3,000), the mini cash ISA (maximum investment £3,000) and the mini life insurance ISA (maximum investment £1,000).

These can be held with the same or different account managers. You cannot invest in a maxi ISA and a mini ISA in the same tax year. The ISA annual subscription limit will remain until at least the 2006/2007 tax year.

Who can open an ISA?

- You must be age 18 years or over to apply.
- ISAs must be held in single names only.
- You must be resident and ordinarily resident in the UK for tax purposes.
- All units held under an ISA will be registered in the name of the 'Account Manager' (Legal & General) and held in a designated account for you, 'the Investor'.

How does a Legal & General Index-Tracking, Corporate Bond, High Income or Ethical ISA work?

You make a lump sum payment and/or regular monthly payments, which is/are invested on your behalf in either the maxi or mini ISA of your choice. The investment can be split between several trusts, as detailed below.

To help you decide which trust to select, please read the Fund Specific Key Features for each trust in Section 2.

See pages 7 to 17.

How much can I invest?

Maxi ISAs

For lump sum investments:

- The minimum you can invest is £500. You can hold a combination of trusts in your ISA.
- The maximum you can invest is £7,000 in a tax year.
- The Cash Trust option (held in conjunction with a stocks and shares investment option within a maxi ISA) allows you to invest a maximum of £3,000 in a tax year. This limit is included in the overall maximum maxi ISA limit shown above.

For monthly investments:

- The minimum you can save is £25. You can hold a combination of trusts in your ISA.
- Your total monthly contributions (and any additional lump sum investments) cannot exceed £7,000 in a tax year.
- The Cash Trust option (held in conjunction with a stocks and shares investment option within a maxi ISA) allows you to invest a maximum of £3,000 in a tax year. This limit is included in the overall maximum maxi ISA limit shown above.
- Monthly savings must be collected by Direct Debit.
- With a maxi ISA you cannot invest in any other ISA except a 'Tessa only ISA' for any tax year you invest into this account.

Mini ISAs

For lump sum investments:

- The minimum you can invest is £500. You can hold a combination of trusts in your ISA.
- The maximum you can invest is £3,000.

For monthly investments:

- The minimum you can save is £25. You can hold a combination of trusts in your ISA.
- Your total monthly contributions (and any additional lump sum investments) cannot exceed £3,000 in a tax year.
- Monthly savings must be collected by Direct Debit.
- With a mini ISA you can only invest in one mini stocks and shares ISA in a tax year. You are also able to invest in a mini cash ISA, a mini insurance ISA and a 'Tessa only ISA' with the same provider or another manager.

Can I change my maxi to a mini ISA or mini to a maxi ISA?

No, not within the same tax year. And unless you notify us otherwise, any future investment you make will be made into the same ISA type.

To change from one to the other you must notify us in writing before the first payment in a new tax year.

What is a CAT standard?

The government has introduced a voluntary CAT standard, which is applicable to certain ISAs. This standard refers to Charges, Access and Terms (CAT).

Do Legal & General's ISAs in this brochure meet the CAT standard?

As long as your investment remains within the UK Index, European Index, Fixed Interest (Corporate Bond) and Ethical Trusts your ISA will meet the CAT standard described above.

However, if you opt to invest in the US Index, Pacific Index, Japan Index, Global Technology Index, Global Health and Pharmaceuticals Index Trusts, the High Income Trust or the Cash Trust, your ISA will not meet the CAT standard.

The CAT standard specifies that at least 50% of the ISA investment must be in qualifying UK and European Union investments.

The CAT standard does not guarantee performance nor does it mean that the product is suitable. If in doubt, obtain financial advice.

The table below outlines the CAT standard together with Legal & General's range of ISAs included in this brochure.

Outline of CAT standard	Annual management charge and extra expenses* No more than 1% p.a. No other charge	Minimum lump sum no more than £500 minimum monthly contribution no more than £50	Fund to be single-priced and at least 50% invested in UK and European stocks	Does this ISA meet the CAT standard?
UK Index Trust	0.5% annual management charge 0.03% p.a. extra expenses No other charges	£500 lump sum £25 per month	Yes	Yes
Fixed Interest (Corporate Bond) Trust	0.5% annual management charge 0.04% p.a. extra expenses No other charges	£500 lump sum £25 per month	Yes	Yes
European Index Trust	0.75% annual management charge 0.08% p.a. extra expenses No other charges	£500 lump sum £25 per month	Yes	Yes
Ethical Trust	1.0% annual management charge No other charges	£500 lump sum £25 per month	Yes	Yes
US Index Trust	0.75% annual management charge 0.05% p.a. extra expenses No other charges	£500 lump sum £25 per month	No	No
Japan Index Trust	0.75% annual management charge 0.14% p.a. extra expenses No other charges	£500 lump sum £25 per month	No	No
Pacific Index Trust	0.75% annual management charge 0.23% p.a. extra expenses No other charges	£500 lump sum £25 per month	No	No
Global Technology Index Trust	1.0% annual management charge No other charges	£500 lump sum £25 per month	No	No
Global Health and Pharmaceuticals Index Trust	1.0% annual management charge No other charges	£500 lump sum £25 per month	No	No
High Income Trust	1.0% annual management charge No other charges	£500 lump sum £25 per month	Not guaranteed to invest 50% in European stocks	No

*Extra expenses: trustees expenses, custodian fees, registrar fees, audit fees, regulator fees as at 31 January 2002.

How is my money invested?

When you make a lump sum payment, your money will be used to buy units in your chosen maxi or mini ISA at the price calculated at 12 noon i.e. the Valuation Point following receipt of the application and subscription. For monthly contributions, Direct Debits will be collected and invested each month on the date chosen on your application, or on the next business day.

See Further Information and the Terms and Conditions for more details. See from pages 5 and 19.

Can I take any income from the Account?

Income generated by the units under the Account together with any tax credit can either be retained within the Account or paid out.

- If you elect not to receive your income you will be allocated Accumulation Units. The net income arising in respect of units is rolled over within the trust so as to increase the value of units. Tax credits on the income will be used to buy further units.
- If you elect to receive an income, you will be allocated Distribution Units and income, including any tax credit, will be paid direct to your bank or building society.

To be eligible for the distribution and subsequent tax credits, units must have been purchased before the previous ex-dividend date of the trust as detailed in the 'Terms and Conditions.'

We will change your income arrangements by switching between unit types as detailed above at any time, upon receipt of your written instructions.

See Appendix A of the Terms and Conditions for further details of 'income distribution' dates. 🔄 See page 25.

Income cannot be taken from the Global Technology Index Trust or the Cash Trust, which offer Accumulation Units only.

Distribution Units cannot be held if you are investing monthly by Direct Debit.

Can I switch my investment to other trusts?

You can switch your investment to any other stocks and shares based ISA at any time (subject to availability). There is currently no cost for the switch facility. Where a switch is made, the subscription date will remain the same. Switches into our actively managed trusts not included in this brochure are possible. Switches cannot be made to or from the Cash Trust.

Can I make additional investments?

You can top-up your investment to the maximum within the tax year in which the initial investment was made. The current minimum additional lump sum investment is £100, you can do this by sending a cheque or by paying with Switch or Delta through online servicing. The minimum additional monthly contribution is £10, you need to confirm this in writing. 🔄 See 'Contacts'.

What if I stop or change my regular payments?

You can stop and start your regular payments into your ISA if you wish and there is no charge for this. You can also increase or reduce the amount you pay in monthly. You simply need to write in to us to change your regular payments. If you wish to change your investment choice and invest future monthly contributions into a different trust, instructions to do this must be in writing.

Please note, we need to receive your written instruction at least 5 business days before the collection date to change the payment for that month.

What happens if I need to get my money out?

You may withdraw amounts of £500 or more from the Account at any time, providing a minimum of £500 remains in your Account.

If you wish to make a withdrawal or terminate the Account, you should write to the Account Manager with your instructions. Payment will then take place within 4 business days (one business day for the Cash Trust) following the sale of your units.

If you make a withdrawal and you have already invested the maximum allowed in the current tax year, no further contributions can be made until the next tax year.

🔄 See 'Terms and Conditions' from page 19 for full details.

What happens to my investment if I die?

If you die, the Account will automatically terminate. Upon receipt of proof of death and all other documentation reasonably required to make payment, all units will be sold (as described in the Terms and Conditions). Then within 4 business days (one business day for the Cash Trust), we will transfer the total cash value of the Account to your legal personal representatives.

Any tax credits received by the Account after the date of your death will be paid direct to the Inland Revenue and deducted from the proceeds of the sale.

What about tax?

Tax assumptions are those currently applicable and are subject to statutory change. The value of tax relief will depend on your individual circumstances.

Under current legislation, all ISA investments are free of income and capital gains taxes. You should refer to your financial adviser for further information.

Interest distributions

(Normally paid by trusts investing in fixed interest securities i.e. the Fixed Interest, High Income, and Cash Trusts)

The reclaimable tax credit on interest distributions is currently 20% with no indication that this will be removed.

Dividend distributions

(Normally paid by trusts investing in shares i.e. all other Legal & General trusts detailed in these Key Features)

Tax credits on UK dividend distributions are currently at a rate of 10%, however from April 2004 this tax credit will no longer be reclaimable.

Equalisation

The first distribution paid in relation to any unit will include an amount of equalisation. This is the average amount of income already in the price of all units when they are bought, and for the first distribution this is treated as a return of capital. Consequently, this part of the distribution will not have a tax credit.

Withdrawals

The proceeds from a full or partial withdrawal from an ISA are free of income and capital gains taxes.

What documentation will I receive?

A welcome letter confirming receipt of your application. For lump sum investments, a 'Contract Note' confirming the details of the investment will be issued within one business day of the purchase of units held under the Account.

How can I keep track of my investment?

Unit prices are calculated daily, the prices together with the net yields of each trust are published in the Financial Times and The Independent.

To find out how much your investment is worth, simply multiply the number of units you hold by the 'bid' price i.e. the sale price shown in the newspaper.

For monthly contributions the number of units will increase every month. To find out the value of your monthly contribution ISA call the Customer Services Centre.

You can also register for our free online valuation service via our website www.legalandgeneral.com

Every 6 months, we will send you a statement (detailing all Account transactions made during the last 6 months) and a valuation. For monthly contributions, a 'Transaction Statement' will be issued with each half-yearly statement.

On request we will issue you with Scheme Particulars and Managers' Report and Accounts.

What if I have any doubt about the suitability of this investment contract or require personal advice?

If you have any doubt as to whether this investment contract is suitable for you or you wish to obtain personal advice, please contact your financial adviser. You may be charged for this advice. If you do not have a financial adviser please contact Legal & General. See 'Contacts'.

How much will any advice cost?

Your adviser will give you details about the cost. The amount will depend on the size of your investment. It will be paid for out of the charges.

If you apply directly to Legal & General, commission may be payable in some cases. The amount will be confirmed after your investment is made or on request.

How will charges and expenses affect my investment?

The Fund Specific Key Features relating to your chosen trust within Section 2 detail the effect of the charges and expenses on an example investment of £1,000 lump sum and £50 per month. See pages 7 to 17.

Note: Legal & General reserves the right to increase its charges from time to time. You will be given prior notice of any such increase.

Where can I get help?

Consult your usual financial adviser or, alternatively, you can call our Customer Services Centre and we will be pleased to answer any questions you may have.

Contacts

You can write to us at this address, if you wish to obtain information, give us instructions on your account, or have any queries or complaints:-

Legal & General Retail Investments
Customer Services Centre
PO Box 1004
CARDIFF
CF24 OYS

You can call us on these telephone numbers:-

Customer Services Centre 029 2044 8412

For general information on our range of ISAs or for queries about your account.

Dealing Line 029 2068 3512

For buying, switching or selling your ISA over the telephone.

Lines are open Monday to Friday 8.30am to 6.00pm and on Saturday 9.00am to 1.00pm. For your protection we may record and monitor calls.

Further Information

Dealing

Dealing takes place every business day. Units are usually valued each business day at 12 noon i.e. the Valuation Point. Dealing hours are Monday to Friday 8.30am to 6.00pm and 9.00am to 1.00pm on Saturdays. Where units are bought or sold, the price of units will relate to the Valuation Point following receipt of your instructions.

Unit Prices

The quoted buying and selling prices of units in the trusts will be the same. When we are net sellers of units these prices will normally be based on the price of buying securities in the trust, and when we are net buyers of units from holders these prices will normally be based on the price of selling the securities. The current maximum difference (as at 01/02/02) between these 2 valuation bases is shown in Appendix A of the Terms and Conditions, in column marked 'Maximum Price Spread'.

See page 25.

Prices of units are quoted daily in the Financial Times and The Independent, but you should note that these relate to the previous day, for the current prices you should telephone the Manager.

Autoswitch facility

This facility gives you the opportunity to switch an agreed amount of money held within your investment outside an ISA into an ISA at the start of a tax year. This gives you the opportunity to automatically move your investment into a more tax privileged environment as soon and as easily as possible. Withdrawal fees on the underlying trust will not be taken on such an automatic switch if going into the same trust within an ISA.

If you select the Autoswitch facility, we will write to you prior to the transaction taking place. Inland Revenue rules do not allow us to simply transfer existing investments into an ISA. To carry out the switch, we will have to sell units from your investment outside the ISA and buy new units within the ISA with the proceeds.

Selling units

You can sell your units back to Legal & General at any time but an instruction to sell needs to be made in writing and sent to us. See 'Contacts'. Alternatively, you can send instructions using online servicing via our website.

Units will be sold at the price calculated at the Valuation Point following receipt of your instructions. Payment will then take place within 4 business days (one business day for the Cash Trust) of the redemption.

Transfers

To Legal & General

You may transfer funds with another account manager to Legal & General on completion of our Transfer Application Form. We arrange the transfer on your behalf and make no charge for this. However, your existing account manager may charge an exit fee.

We cannot accept any full or partial transfer into a Legal & General ISA which includes the following:

- Insurance component
- Cash element which includes funds relating to contributions paid into a mini ISA in the same tax year as the transfer is made.

For further details or a Transfer Application Form, please contact your usual financial adviser or the Customer Services Centre. See 'Contacts'.

From Legal & General

If you wish to transfer your ISA from Legal & General to another account manager, you will need to notify us in writing. On receipt of your notification, the units held within your Account will be sold, and the cash value will then be transferred to your new account manager. There is no charge for this for trusts detailed in these Key Features.

If you have invested in your ISA in the tax year in which you wish to transfer your Account, you must transfer your entire ISA holding.

If there is a rise in the markets whilst the ISA transfer, either to or from Legal & General, remains pending, there is a potential for a loss of income or growth.

Your Direct Debit Guarantee

- This Guarantee is offered by all Banks and Building Societies that take part in the Direct Debit Scheme. The efficiency and security of the Scheme is monitored and protected by your own Bank or Building Society.
- If the amounts to be paid or the payment dates change, Legal & General will notify you 5 working days in advance of collection, or as otherwise agreed.
- If an error is made by Legal & General or your Bank or Building Society, you are guaranteed a full and immediate refund from your branch of the amount paid.
- You can cancel a Direct Debit at any time by writing to your Bank or Building Society. Please also send a copy of your letter to Legal & General.

Your right to cancel

For monthly investments you will receive notice of your right to cancel this whole instruction required by law after receipt of your application form and Direct Debit Instruction.

For lump sum investments, or fund switches, into any trust you will receive a cancellation notice each and every time you make such an investment and your application is accepted. You will then have 14 days in which you can change your mind.

If you decide to cancel an ISA transferred to Legal & General (see transfers section above), you will lose the ISA entitlement relating to that transfer.

If you exercise your right to cancel a switch, your original fund will be reinstated less any reduction for any fall in the value of the fund.

Complaints

If you wish to complain about any aspect of the service you have received from Legal & General, please contact us.

📞 See 'Contacts' on page 25 for details.

Any complaints we cannot settle can be referred to the:

Financial Ombudsman Service,
South Quay Plaza,
183 Marsh Wall,
London, E14 9SR.

Making a complaint will not prejudice your right to take legal proceedings.

Compensation

Under the Financial Services Compensation Scheme, which was established under the Financial Services and Markets Act 2000, should the company be unable to meet all its liabilities to investors, compensation may be available. Information can be obtained on request.

Managers and Trustees

Account Manager:

Legal & General (Portfolio Management Services) Limited
Registered in England No. 2457525

Unit Trust Manager:

Legal & General (Unit Trust Managers) Limited
Registered in England No. 1009418

Registered Office:

Temple Court,
11 Queen Victoria Street,
London, EC4N 4TP
Telephone No. 020 7528 6200

Both companies are regulated by the Financial Services Authority. Legal & General is a member of the Investment Management Association.

Trustees:

The Trustee of the European Index Trust, the Japan Index Trust and the Pacific Index Trust is:

Citicorp Trustee Company Limited,
Lewisham House,
25 Molesworth Street,
London, SE13 7EX.

The Trustee of all the other unit trusts in these Key Features is:

The Royal Bank of Scotland plc,
Regents House,
PO Box 348,
42 Islington High Street,
London, N1 8XL.

Scheme Particulars and Managers' Report and Accounts

Scheme Particulars and Managers' Report and Accounts can be obtained on request.

Full details of the products discussed in the Key Features sections are contained in the Terms and Conditions, which is the legally binding contract between you and Legal & General.

Fund Specific Key Features - Section 2

Index-Tracking Range

The UK Index Trust


Its aims

- To provide the potential for reliable growth by tracking the performance of the FTSE All-Share Index.
- To gain exposure to the UK stock market, but without all the risk attached to individual stock selection.
- To provide an income where required.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

-  Please refer to the 'Risk factors' on page 22.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 0.5% will be deducted from the fund to cover the Manager's management costs.

Extra expenses

Each year the fund will bear other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees) which amount to approximately 0.03% and these will be deducted as due. All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect on an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year is set out in the table below.

At the end of year		Distribution Units			Accumulation Units		
		Investment to date (£)	Income to date* (£)	Effect of deductions to date (£)	What you might get back (£)	Effect of deductions to date (£)	What you might get back (£)
1	Lump sum	1,000	24.80	5.62	1,030.00	5.66	1,060.00
	Monthly	600	N/A	N/A	N/A	1.80	620.00
3	Lump sum	1,000	74.90	18.70	1,120.00	19.30	1,200.00
	Monthly	1,800	N/A	N/A	N/A	16.80	1,980.00
5	Lump sum	1,000	126.00	34.80	1,220.00	36.60	1,360.00
	Monthly	3,000	N/A	N/A	N/A	50.40	3,520.00
10	Lump sum	1,000	274.00	91.50	1,490.00	101.00	1,860.00
	Monthly	6,000	N/A	N/A	N/A	250.00	8,350.00

* These figures assume a rate of income of 2.15% net p.a. based on the net running yield as at 31 January 2002.

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £91.50 for lump sum investments with Distribution Units, £101.00 with Accumulation Units, and £250.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 6.4% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

The European Index Trust


Its aims

- To provide the potential for reliable growth by tracking the performance of the developed and advanced emerging segments of the FTSE All-World Europe (ex UK) Index.
- To gain exposure to European stock markets, but without all the risk attached to individual stock selection.
- To provide an income where required.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- Because this trust invests overseas, exchange rate variations may cause the value of your investment to increase or decrease.
-  Please also refer to the 'Risk factors' on page 22.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 0.75% will be deducted from the fund to cover the Manager's management costs.

Extra expenses

Each year the fund will bear other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees) which amount to approximately 0.08% and these will be deducted as due. All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect on an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year with Accumulation Units is set out in the table below.

	At the end of year	Investment to date (£)	Effect of deductions to date (£)	What you might get back (£)
1	Lump sum	1,000	8.85	1,060.00
	Monthly	600	2.82	619.00
3	Lump sum	1,000	30.10	1,190.00
	Monthly	1,800	26.20	1,970.00
5	Lump sum	1,000	57.00	1,340.00
	Monthly	3,000	78.60	3,500.00
10	Lump sum	1,000	156.00	1,810.00
	Monthly	6,000	388.00	8,210.00

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £156.00 for lump sum investments and £388.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 6.1% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

The US Index Trust


Its aims

- To provide the potential for reliable growth by tracking the performance of the FTSE All-World USA Index.
- To gain exposure to the US stock market, but without all the risk attached to individual stock selection.
- To provide an income where required.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- Because this trust invests overseas, exchange rate variations may cause the value of your investment to increase or decrease.
-  Please also refer to the 'Risk factors' on page 22.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 0.75% will be deducted from the fund to cover the Manager's management costs.

Extra expenses

Each year the fund will bear other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees) which amount to approximately 0.05% and these will be deducted as due. All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect on an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year with Accumulation Units is set out in the table below.

	At the end of year	Investment to date (£)	Effect of deductions to date (£)	What you might get back (£)
1	Lump sum	1,000	8.53	1,060.00
	Monthly	600	2.72	619.00
3	Lump sum	1,000	29.00	1,190.00
	Monthly	1,800	25.20	1,970.00
5	Lump sum	1,000	55.00	1,340.00
	Monthly	3,000	75.70	3,500.00
10	Lump sum	1,000	151.00	1,810.00
	Monthly	6,000	374.00	8,220.00

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £151.00 for lump sum investments and £374.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 6.1% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

The Japan Index Trust


Its aims

- To provide the potential for reliable growth by tracking the performance of the FTSE All-World Japan Index.
- To gain exposure to the Japanese stock market, but without all the risk attached to individual stock selection.
- To provide an income where required.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- Because this trust invests overseas, exchange rate variations may cause the value of your investment to increase or decrease.
-  Please also refer to the 'Risk factors' on page 22.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 0.75% will be deducted from the fund to cover the Manager's management costs.

Extra expenses

Each year the fund will bear other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees) which amount to approximately 0.14% and these will be deducted as due. All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect on an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year with Accumulation Units is set out in the table below.

	At the end of year	Investment to date (£)	Effect of deductions to date (£)	What you might get back (£)
1	Lump sum	1,000	9.48	1,060.00
	Monthly	600	3.02	619.00
3	Lump sum	1,000	32.20	1,190.00
	Monthly	1,800	28.10	1,970.00
5	Lump sum	1,000	61.00	1,340.00
	Monthly	3,000	84.10	3,490.00
10	Lump sum	1,000	167.00	1,790.00
	Monthly	6,000	415.00	8,180.00

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £167.00 for lump sum investments and £415.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 6.1% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

The Pacific Index Trust


Its aims

- To provide the potential for reliable growth by tracking the performance of the developed and advanced emerging segments of the FTSE All-World Asia Pacific (ex Japan) Index.
- To gain exposure to the stock markets in the Pacific region, but without all the risk attached to individual stock selection.
- To provide an income where required.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- The volatility of unit prices of the Pacific Index Trust may be greater than the average of all unit trusts.
- Because this trust invests overseas, exchange rate variations may cause the value of your investment to increase or decrease.
-  Please also refer to the 'Risk factors' on page 22.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 0.75% will be deducted from the fund to cover the Manager's management costs.

Extra expenses

Each year the fund will bear other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees) which amount to approximately 0.23% and these will be deducted as due. All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect on an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year with Accumulation Units is set out in the table below.

	At the end of year	Investment to date (£)	Effect of deductions to date (£)	What you might get back (£)
1	Lump sum	1,000	10.40	1,050.00
	Monthly	600	3.33	619.00
3	Lump sum	1,000	35.50	1,180.00
	Monthly	1,800	30.90	1,970.00
5	Lump sum	1,000	67.10	1,330.00
	Monthly	3,000	92.50	3,480.00
10	Lump sum	1,000	183.00	1,780.00
	Monthly	6,000	456.00	8,140.00

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £183.00 for lump sum investments and £456.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 6.0% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

The Global Technology Index Trust


Its aims

- To provide the potential for reliable growth by tracking the performance of the developed and advanced emerging segments of the FTSE All-World Index which are engaged in Information Technology.
- To gain exposure to stock market investment, but without all the risk attached to individual stock selection.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- The volatility of unit prices of the Global Technology Index Trust may be greater than the average of all unit trusts.
- Because this trust invests overseas, exchange rate variations may cause the value of your investment to increase or decrease.
-  Please also refer to the 'Risk factors' on page 22.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 1.0% will be deducted from the fund to cover the Manager's management costs and any other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees). All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect of an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year with Accumulation Units is set out in the table below.

	At the end of year	Investment to date (£)	Effect of deductions to date (£)	What you might get back (£)
1	Lump sum	1,000	10.60	1,050.00
	Monthly	600	3.40	619.00
3	Lump sum	1,000	36.20	1,180.00
	Monthly	1,800	31.50	1,960.00
5	Lump sum	1,000	68.40	1,330.00
	Monthly	3,000	94.40	3,480.00
10	Lump sum	1,000	187.00	1,770.00
	Monthly	6,000	465.00	8,130.00

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £187.00 for lump sum investments and £465.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 5.9% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

The Global Health and Pharmaceuticals Index Trust


Its aims

- To provide the potential for reliable growth by tracking the performance of the developed and advanced emerging segments of the FTSE All-World Index which are engaged in Health and Pharmaceuticals.
- To gain exposure to stock market investment, but without all the risk attached to individual stock selection.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- The volatility of unit prices of the Global Health and Pharmaceuticals Index Trust may be greater than the average of all unit trusts.
- Because this trust invests overseas, exchange rate variations may cause the value of your investment to increase or decrease.
- A substantial proportion of the assets in the trust will be represented by the shares of a few companies.
-  Please also refer to the 'Risk factors' on page 22.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 1.0% will be deducted from the fund to cover the Manager's management costs and any other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees). All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect of an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year with Accumulation Units is set out in the table below.

	At the end of year	Investment to date (£)	Effect of deductions to date (£)	What you might get back (£)
1	Lump sum	1,000	10.60	1,050.00
	Monthly	600	3.40	619.00
3	Lump sum	1,000	36.20	1,180.00
	Monthly	1,800	31.50	1,960.00
5	Lump sum	1,000	68.40	1,330.00
	Monthly	3,000	94.40	3,480.00
10	Lump sum	1,000	187.00	1,770.00
	Monthly	6,000	465.00	8,130.00

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £187.00 for lump sum investments and £465.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 5.9% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

Fixed Interest Range

The Fixed Interest Trust


Its aims

- To provide an income by investing in fixed interest securities issued by governments and companies.
- To provide the potential for some growth on your investment, where required.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- Because this trust invests in fixed interest securities, unit values are sensitive to interest rate trends. The capital value of units is likely to fall if interest rates rise in the medium and long term and vice versa.
-  Please also refer to the 'Risk factors' on page 22.

What is a redemption yield?

A redemption yield applies to a fund holding fixed interest securities.

The running yield on a trust gives an indication of the current level of income. The redemption yield is the running yield adjusted for any capital profit or loss if the stock is held to maturity. In practice, the stock will not usually be held to maturity as the fund manager seeks to reduce any loss by active fund management.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 0.5% will be deducted from the fund to cover the Manager's management costs.

Extra expenses

Each year the fund will bear other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees) which amount to approximately 0.04% and these will be deducted as due. All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect on an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year is set out in the table below.

		Distribution Units			Accumulation Units		
At the end of year	Investment to date (£)	Income to date* (£)	Effect of deductions to date (£)	What you might get back (£)	Effect of deductions to date (£)	What you might get back (£)	
1	Lump sum	1,000	60.80	5.64	1,000.00	5.76	1,060.00
	Monthly	600	N/A	N/A	N/A	1.84	620.00
3	Lump sum	1,000	183.00	18.10	1,000.00	19.60	1,200.00
	Monthly	1,800	N/A	N/A	N/A	17.10	1,980.00
5	Lump sum	1,000	305.00	32.50	1,000.00	37.30	1,360.00
	Monthly	3,000	N/A	N/A	N/A	51.30	3,520.00
10	Lump sum	1,000	614.00	78.40	1,010.00	103.00	1,860.00
	Monthly	6,000	N/A	N/A	N/A	255.00	8,340.00

* These figures assume a rate of income of 5.99% gross p.a. based on the gross running yield as at 31 January 2002.

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £78.40 for lump sum investments with Distribution Units, £103.00 with Accumulation Units, £255.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 6.4% a year for both lump sum investments and monthly contributions. All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

The High Income Trust


Its aims

- To provide an income by investing in a wide variety of fixed interest securities, including overseas issues.
- To provide the potential for some growth on your investment, where required.

Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- In order to achieve a higher rate of income, the trust will invest in a broad range of fixed interest securities, involving a higher risk of default and consequential risk to capital.
- Because this trust invests in fixed interest securities, unit values are sensitive to interest rate trends. The capital value of units is likely to fall if interest rates rise in the medium and long term and vice versa.
- The High Income Trust will include overseas investments which are not denominated in sterling, so exchange rate changes may cause the value of these investments and the level of income received to go up or down. However, the manager will hedge most or all of the currency risk to capital to reflect the sterling base of the trust.
-  Please also refer to the 'Risk factors' on page 22.

What is a redemption yield?

A redemption yield applies to a fund holding fixed interest securities.

The running yield on a trust gives an indication of the current level of income. The redemption yield is the running yield adjusted for any capital profit or loss if the stock is held to maturity. In practice, the stock will not usually be held to maturity as the fund manager seeks to reduce any loss by active fund management.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 1.0% will be deducted from the fund to cover the Manager's management costs and any other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees). All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income). The figures in the table do not include dealing costs incurred by the fund.

Example

The effect of an investment of £1,000 lump sum and £50 monthly, assuming growth of 7.0% a year is set out in the table below.

		Distribution Units			Accumulation Units		
At the end of year	Investment to date (£)	Income to date* (£)	Effect of deductions to date (£)	What you might get back (£)	Effect of deductions to date (£)	What you might get back (£)	
1	Lump sum	1,000	79.10	10.30	978.00	10.60	1,050.00
	Monthly	600	N/A	N/A	N/A	3.40	619.00
3	Lump sum	1,000	232.00	32.50	936.00	36.20	1,180.00
	Monthly	1,800	N/A	N/A	N/A	31.50	1,960.00
5	Lump sum	1,000	379.00	57.10	896.00	68.40	1,330.00
	Monthly	3,000	N/A	N/A	N/A	94.40	3,480.00
10	Lump sum	1,000	719.00	131.00	803.00	187.00	1,770.00
	Monthly	6,000	N/A	N/A	N/A	465.00	8,130.00

* These figures assume a rate of income of 7.87% gross p.a. based on the gross running yield as at 31 January 2002.

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £131.00 for lump sum investments with Distribution Units, £187.00 with Accumulation Units, and £465.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 5.9% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

Ethical

The Ethical Trust


Its aims

- To provide the potential for reliable growth by investing in a portfolio of companies in the FTSE 350 Index, whose business conforms to a range of ethical and environmental guidelines.
- To provide an income where required.


Your investment

You agree to invest a lump sum and/or make monthly contributions, which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- The maximum holding allowed of any one share is 10% of the value of the trust. Where any company makes up more than 10% of the filtered FTSE 350 Index, the accuracy of the tracking of the index will be affected.
-  Please also refer to the 'Risk factors' on page 22.

Ethical Criteria

-  Details of the Ethical Criteria can be found on page 43.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 1.0% will be deducted from the fund to cover the Manager's management costs and any other expenses (trustee fees and expenses, custodian fees, registrar fees, audit fees, regulator fees). All charges and expenses are paid out of income (capital may be used to pay charges where there is insufficient income).

The figures in the table do not include dealing costs incurred by the fund.

Example

The effect on an investment of £1,000 lump sum and £50 monthly assuming growth of 7.0% a year is set out in the table below.

		Distribution Units			Accumulation Units		
At the end of year	Investment to date (£)	Income to date* (£)	Effect of deductions to date (£)	What you might get back (£)	Effect of deductions to date (£)	What you might get back (£)	
1	Lump sum	1,000	19.70	10.60	1,030.00	10.60	1,050.00
	Monthly	600	N/A	N/A	N/A	3.40	619.00
3	Lump sum	1,000	59.40	35.30	1,120.00	36.20	1,180.00
	Monthly	1,800	N/A	N/A	N/A	31.50	1,960.00
5	Lump sum	1,000	100.00	65.60	1,210.00	68.40	1,330.00
	Monthly	3,000	N/A	N/A	N/A	94.40	3,480.00
10	Lump sum	1,000	218.00	172.00	1,490.00	187.00	1,770.00
	Monthly	6,000	N/A	N/A	N/A	465.00	8,130.00

* These figures assume a rate of income of 1.71% net p.a. based on the net running yield as at 31 January 2002.

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £172.00 for lump sum investments with Distribution Units, £187.00 with Accumulation Units, and £465.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 7.0% a year down to 5.9% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

Cash

The Cash Trust


Its aims

- To provide the potential for higher returns on your cash deposits by investing in deposits or short-term instruments in which investment is permissible for a money market fund.

Your investment

You agree to make a lump sum investment and/or make monthly contributions which should be viewed as a medium to long term investment, e.g. at least 5 years.

Risk factors

- The value of units may be adversely affected by insolvency or other financial difficulties affecting the banks and building societies with whom the fund's monies are deposited. These deposits are not covered by the Deposit Protection Scheme.
- If you have a building society savings account, closing or reducing the amount in the account may result in you losing the right to participate in a special bonus or share issue in the event of the building society changing its status.
-  Please also refer to the 'Risk factors' on page 22.

How will charges and expenses affect my investment?

Initial charge

There is no initial charge on the purchase of the units.

Annual management charge

Each month an amount equal to 1/12th of 0.5% will be deducted from the fund to cover the Manager's management costs. The figures in the table do not include dealing costs incurred by the fund.

Example

The effect on an investment of £1,000 lump sum and £50 monthly, assuming growth of 5.0% a year with Accumulation Units is set out in the table below.

	At the end of year	Investment to date (£)	Effect of deductions to date (£)	What you might get back (£)
1	Lump sum	1,000	5.24	1,040.00
	Monthly	600	1.68	614.00
3	Lump sum	1,000	17.20	1,140.00
	Monthly	1,800	15.20	1,920.00
5	Lump sum	1,000	31.50	1,240.00
	Monthly	3,000	44.60	3,350.00
10	Lump sum	1,000	79.40	1,540.00
	Monthly	6,000	207.00	7,540.00

The last line of the table shows that over 10 years the effect of total charges and expenses could amount to £79.40 for lump sum investments and £207.00 for monthly contributions.

Putting it another way, this would have the same effect as bringing investment growth from 5.0% a year down to 4.5% a year for both lump sum investments and monthly contributions.

All figures in the table above are rounded down to 3 significant figures.

The above figures are not guaranteed and serve only to demonstrate the effect of charges and expenses on an investment.

Terms and Conditions

Legal & General Individual Savings Account

1. Definitions

(a) **“Account”** means your Individual Savings Account (“ISA”), which may be a maxi or a mini account, which is contracted under these Terms and Conditions. Each tax year’s ISA will be deemed to be a separate Account.

(b) **“Account Manager”** means Legal & General (Portfolio Management Services) Limited.

(c) **“Accumulation Units”** allow for the net income earned to be retained in the unit value, the interests of the unit holders in the amount earned is satisfied by an increase in the capital value of the property.

(d) **“Application”** shall mean either a Written application in a form named as such which is supplied by the Account Manager and complies with the Regulations or at the Account Manager’s discretion an application not in Writing but which provides the same information, makes the same declaration and provides the same authority as required in the Written application form and with the Regulations.

(e) **“Conditions”** means these Terms and Conditions.

(f) **“Dealing Day”** means any business day or as soon as reasonably practicable thereafter.

(g) **“Direct Debit Dealing Day”** means the business day on which we request your Direct Debit payment. This will usually be the day of each month as selected on the Application, or if this is not a business day the next business day.

(h) **“Distribution Units”** allow for the net income earned to be passed on to the unit holders by means of periodic income payments.

(i) **“Nominee”** is a corporate body whose business is limited to the holding, and activities related to the holding, of Investments.

(j) **“Regulations”** means “The Individual Savings Account Regulations 1998” as amended from time to time.

(k) **“Transfer Values”** means that value of the whole or part of an account transferred from another account manager to the Account Manager.

(l) **“Unit Trust”** means one or more authorised unit trusts offered by the Account Manager as an investment in the Account and selected by you.

(m) **“Valuation Point”** means the time a valuation is deemed to take place (normally this will be noon each business day except 10.00am for the (Barclays) FTSE 100 Trust).

(n) **“Written”** or **“in Writing”** means an instruction including your original signature.

(o) **“you”** and **“your”** refer to an account holder, that is an individual who has applied to open an Account under these Conditions.

Important Note: It is intended to change the Valuation Point for the (Barclays) FTSE 100 Trust to noon each day from 13 May 2002. Details will be available on request at that time.

The Conditions, which are governed by English law, shall apply to an account as soon as it is accepted. In the event of any conflict between the Regulations and the Conditions, the former will prevail.

2. Acceptance

The Account will be accepted subject to any right to withdraw under Clause 3 of these Conditions when both an Application and a subscription have been received at the address shown in Clause 25 unless:

(a) In the reasonable opinion of the Account Manager the Application is incomplete, or you are not eligible to hold an Account or it is necessary to clarify information on the Application, or

(b) You send the Account Manager an Application without inserting your National Insurance number, Date of Birth, full name, address and/or postcode, in which case it will be accepted subject to you providing such information within 30 days of this acceptance.

(c) The Account is being funded by Direct Debit payments and is in conjunction with a mortgage in which case it will commence on the date advised to the Account Manager by you or your adviser or our appointed representative acting on advice from you.

Where an Application is made other than in Writing, the Account Manager will make a written declaration confirming all the details provided by you in the Application and send a copy to you. You will have 30 days to notify any corrections to the Account Manager from the date the copy declaration is sent to you. Any revised declaration will take effect from the date of the original declaration by the Account Manager on your behalf. If a revised declaration is received after 30 days have elapsed that declaration will only take effect from the date of receipt at the address in Clause 25.

The subscription paid to the Account Manager shall be of such an amount as is permitted in the current application form issued by the Account Manager.

The Account Manager reserves the right to reject an Application and, in particular, may do so if it is not tendered using the current application form in the case of a Written application. The Account Manager is entitled to rely upon the accuracy of the Application.

3. Cancellation rights

On acceptance of either your monthly contribution ISA application form and Direct Debit Instruction, or a lump sum ISA investment, a cancellation notice will be sent to you by post.

In accordance with the Financial Services Authority Handbook you have 14 days from the date you received the cancellation notice to reconsider the Account and, if you wish, to withdraw from the transaction. This can be done by simply returning your completed cancellation notice form. If you exercise your right to

cancel the Account you may not get a full refund of your original subscription if the value of units under the Account has fallen by the day the notice of cancellation is received by the Account Manager. This is because an amount equal to that fall in value will be deducted from any refund you would otherwise receive. Cancelled switches will incur any applicable fall in value. If you exercise the right to cancel a transfer, you will permanently lose your ISA entitlement relating to that transfer.

Such payment will be made once the Account Manager is assured of cleared funds in respect of your subscription (banks and building societies can take up to 21 working days to fully honour payment).

4. How subscriptions are invested

All subscriptions will be banked by the Account Manager into a client money account no later than the business day following receipt. This account, which will be in the name of the Account Manager, will be held with Royal Bank of Scotland plc (or such other bank or authorised institution as the Account Manager may from time to time nominate). No interest earned will be allocated to your account.

(The Account Manager does not accept liability for default by any bank or authorised institution, which holds cash under these Conditions.)

The Account Manager will return, without interest, any part of a subscription received which is in excess of the limits allowed by the Regulations.

Lump sum subscriptions will be invested in units of the selected Unit Trust(s) at the price calculated at the Valuation Point following the receipt of the Application and subscription. Your contribution will be invested in Accumulation Units unless you have elected to take an income, or unless your Application was made before Accumulation Units were made available, in which case it will be invested in Distribution Units (See Clause 8).

Monthly subscriptions will only be collected by Direct Debit. The amount, less any charges described in Clause 9, will be invested at the Valuation Point on each Direct Debit Dealing Day. The first Direct Debit will be collected on the first Direct Debit Dealing Day after a period of 14 days since acceptance. Monthly contributions will be invested in Accumulation Units, where offered at the time of acceptance. Otherwise, regular contributions will be invested in Distribution Units and any subsequent income will be reinvested in accordance with Clause 8. If you wish to cancel your Direct Debit, the Account Manager must receive Written instruction at least 5 business days before the collection date.

Where a top-up application is submitted without selecting a specific unit trust(s), lump sum contributions will be invested in accordance with the most recent previous lump sum investment and regular contributions will be invested in proportion to the existing account. Any increase in regular contribution will be collected on the same day as the existing Direct Debit.

All purchases of units will be effected at the price for that day advised to the trustee of the Unit Trust as the standard issue price of the units.

5. Ownership of assets

All units relating to your Account will be registered along with other ISA unit holdings in the name of the Account Manager or any Nominee it may appoint, but you will beneficially own them with your name recorded on the sub-register.

You undertake not to charge or pledge them and to remain their sole beneficial owner.

6. Conflict of Interest and Material Interest

Where the Account Manager or any associated company has directly or indirectly a material interest in a transaction or a relationship with another party which may involve a potential conflict with their duty to you then they have systems and controls in place which are designed to ensure your fair treatment.

7. Information provided

Half-yearly the Account Manager will issue you with a transaction statement and bid valuation of the Account. These will include details of all investment transactions and reclaimed tax credits, but will include no measure of the performance of the Account. It will also confirm the registered holder and custodian of the assets. (Investors are advised to keep their latest half-yearly statement and valuation as evidence of their investment.) Details of the exact statement dates are available on request from the address in Clause 25.

The Account Manager will issue a contract note to you following each lump sum unit purchase. Where subscriptions are made monthly, information regarding each purchase will accompany the half-yearly statements.

The Account Manager shall, on Written request by you, make arrangements for you:-

- (a) To receive the latest Managers' Report(s) for the Unit Trust(s) in which you hold units.
- (b) To exercise the rights of a unit-holder to attend meetings.
- (c) To exercise voting rights at such meetings.
- (d) To receive any other information generally issued to unit-holders.

8. Electing to take an income

For applications made after Accumulation Units were made available (see Appendix A), where an election to receive income has not been made, for all monthly Direct Debit investments and for investments in funds offering only Accumulation Units subscriptions will be invested in Accumulation Units and income will be credited to capital and included in the unit price. Any tax credit will on receipt by the Account Manager, be immediately reinvested to purchase additional units. Funds offering only Accumulation Units are shown in Appendix A.

For applications made before the date Accumulation Units were made available (see Appendix A) where an election to receive income has not been made and for all monthly investments, any distribution payment or tax credit will, on receipt by the Account Manager, be immediately reinvested to purchase additional units. If you switch your entire unit holding out of a fund between the ex-dividend date and the distribution date, your income payment may be sent to you rather than reinvested.

You may, for lump sum investments into Unit Trusts offering Distribution Units, elect to receive the income from your Account. Where such an election is made subscriptions will be invested in Distribution Units. An election made after the commencement of your Account will involve a switch from Accumulation to Distribution Units. Where this occurs, the first payment will only include income arising after the date of the switch.

Payments will consist of the net distribution appertaining to the units held prior to the relevant Unit Trust's previous ex-dividend (XD) date, together with the tax credit relating to them.

As the Account Manager is advancing the tax credit before receiving this payment from the Inland Revenue, you undertake to permit the Account Manager to reimburse itself of such payment from your Account.

Normally, for any unit purchased, the first distribution paid will include an amount of equalisation. This is the average amount of income already included in the price of all units issued in that accounting period and is treated as a return of capital. Consequently, this part of the first distribution will not generate a tax credit.

Income payments will only be made by direct credit to a bank or building society account. Please note that any income payments remaining uncleared 6 months after their distribution date will where available be reinvested in Accumulation Units and existing Distribution Units will be automatically switched to Accumulation Units. Where Accumulation Units are not available, then this income payment and all future income payments will be reinvested into Distribution Units as detailed in this Clause.

Appendix A gives details of when income is distributed.

9. Charges

Charges in connection with the account are as follows:

(a) For trusts in Sections 3 and 6 of Appendix A there is an initial charge made by Legal & General (Unit Trust Managers) Limited (an associated company of the Account Manager) included in the bid offer spread. This charge, as detailed in Appendix A, will apply to lump sum and monthly contributions.

(b) Where you make subscriptions by monthly Direct Debit the following table of fees for investing each monthly subscription to acquire units will apply. There are no initial charges where a subscription is made by way of a lump sum payment for trusts in Sections 1, 2, 4 and 5 of Appendix A. For trusts in Sections 3 and 6 of Appendix A there is no initial charge in addition to that detailed in (a) above.

There is no initial charge on monthly subscriptions for trusts in Sections 2, 4 and 5 of Appendix A.

For Unit Trusts in Section 1 the Account Manager makes the following charges:

Monthly subscription	Initial charge per subscription
£25 - £99	5%
£100 - £249	4%
£250 - £499	3%
£500+	Nil

(c) Legal & General (Unit Trust Managers) Limited, as manager of the Unit Trusts in which an Account invests makes a periodic charge payable out of the assets of such Unit Trusts. This charge accrues daily and is paid monthly in arrears to the manager. The annual amounts of the charges, with the maximum amount to which they may be increased, on giving 90 days' notice, are shown in Appendix A.

(d) There are no withdrawal fees at any time for the trusts in Sections 4, 5 and 6 of Appendix A. For the other unit trusts there are no withdrawal fees after 5 years. However, where a partial or full encashment of an Account takes place prior to this, the following withdrawal fee will be made by the Account Manager:

Encashment date	Deduction from the bid value of Account units purchased by the subscription(s)	
	Trusts in Appendix A	Trusts in Appendix A
	Section 1 and 2	Section 3
Before 1st anniversary	5%	3%
Before 2nd anniversary	4%	2%
Before 3rd anniversary	3%	1%
Before 4th anniversary	2%	Nil
Before 5th anniversary	1%	Nil
Thereafter	Nil	Nil

For partial withdrawals the earliest purchased units will be sold first unless otherwise requested.

The withdrawal fee normally charged by Legal & General (Unit Trust Managers) Limited will be waived.

(e) Apart from units in the Cash Trust some or all of the units of a Unit Trust may be switched into units of another Unit Trust offered by the Account Manager following receipt of your Written instructions, or any other method deemed acceptable by the Account Manager, to this effect. The minimum amount which can be switched is £500 and the minimum value that can remain in a Unit Trust is £500.

Where you elect to make such a switch, units of the original Unit Trust will be sold and units of the new Unit Trust will be purchased at the price calculated at the Valuation Point following receipt of your instructions. The withdrawal fee will be applied, if appropriate, if switching into trusts in Section 4, 5 or 6 of Appendix A. A withdrawal fee will be applied, if appropriate, for a switch from a trust in Sections 1 or 2 to a trust in Section 3. Withdrawal fees will not be applied if switching between Accumulation and Distribution Units in the same trust, between trusts in Section 1 or 2 of Appendix A or between trusts in Section 3 Appendix A. Where subscriptions are made by monthly Direct Debit, you may, on giving Written notice, or any other method deemed acceptable by the Account Manager, elect that starting from the month following receipt of your notice, contributions are invested in a different Unit Trust(s) of your choice. Notice of a Direct Debit switch must be received by the Account Manager 5 business days before the collection date.

10. Spread

For all Unit Trusts in Sections 1, 2, 4 and 5 of Appendix A, the quoted buying and selling prices of units in the quoted Unit Trust will be the same. For all trusts in Sections 3 and 6 of Appendix A, the spread will include the initial charge as detailed in Appendix A. When Legal & General (Unit Trust Managers) Limited is a net seller of units to holders these prices will normally be based on the price of buying the securities in the Unit Trust and when Legal & General (Unit Trust Managers) Limited is a net buyer of units from holders these prices will normally be based on the price of selling the securities. The current maximum price spreads between these pricing bases are shown in Appendix A.

11. Tax reclaims

You authorise the Account Manager on your behalf to apply to the Inland Revenue to make all appropriate claims for the repayment of, or credit against, tax in respect of units held under the Account and the income arising there from and for this purpose authorise the Account Manager to provide the Inland Revenue with all relevant particulars and certificates as may be required under the Regulations.

12. Liabilities

Subject to Section 150 of the Financial Services and Markets Act 2000, the Account Manager shall not be liable for any losses suffered through a fall in the value of assets held within the Account or any other losses of any kind whatsoever suffered by you unless caused by the negligence or wilful default of the Account Manager, its servants or agents. You undertake to indemnify the Account Manager against all proceedings, costs, demands, losses or any other liabilities reasonably incurred by the Account Manager in connection with the lawful and proper exercise of its duties under your Account.

13. Making withdrawals

You may withdraw amounts of £500 or more from the Account by giving Written notice, or any other method deemed acceptable by the Account Manager, to the Account Manager provided that the value remaining under the Account is at least £500. If the value subsequently falls below £350 the Account Manager reserves the right to terminate the Account.

If you are invested in more than one Unit Trust any withdrawal shall always relate to the Unit Trust(s) in which your subscriptions were first invested unless you advise us to the contrary.

14. Terminating the Account

You may terminate or otherwise make withdrawals from the Account by giving Written notice, or any other method deemed acceptable by the Account Manager, to the Account Manager. Units will be sold at the price calculated at the Valuation Point following receipt of the notice unless reasonable verification of your instruction or signature is required. Where requested the discharge may be in the form of units rather than cash.

Termination of this agreement pursuant to this provision and Clause 15 shall be without prejudice to the completion of transactions already initiated.

The Account Manager shall have absolute discretion to terminate the Account on giving one month's notice to you. In particular, the Account Manager may give written notice to terminate the Account if it ceases to be feasible to continue it following changes in the Regulations, or if you are in breach of any of these provisions, or if the Account Manager is in breach of the Regulations. The Account Manager shall not be liable to you for any loss, liability or damage that you may suffer following the Account Manager exercising such discretion.

Where two successive Direct Debit account payments fail to be collected the Account Manager reserves the right to terminate an Account if the aggregate value of the subscriptions received at that time is less than £350.

If the Account becomes void under the Regulations, unless you advise us to the contrary, enough units will be sold in order to make such deduction from the Account's value as required by the Inland Revenue. The remaining Units will be registered outside the ISA but you will remain the beneficial owner. The Terms and Conditions of this revised holding will supersede these Terms and Conditions and will be sent to you at that time.

15. When do we make the settlement?

Settlement on termination of, or withdrawal from the Account will take place no later than 4 business days (one business day for the Cash Trust) following the Valuation Point following receipt of your instruction.

All settlements are subject to any reasonable verification of the signature or the validity of a non Written instruction deemed acceptable by the Account Manager.

The Account Manager reserves the right to defer payment where this is necessary to fulfil the requirements under the UK Money Laundering Regulations 1993. (This will not affect payments up to the limit set by these regulations, £9,000 for 2002, or in excess of this figure where paid directly to you.) In the case of Direct Debit contributions, payment may be deferred in relation to the last Direct Debit collection until such a time as we are satisfied that payment has been successfully collected. Third party payments will only be made upon death (see Clause 16) or when transferring to another Account Manager (see Clause 20).

No interest will be earned between the date units are sold and the date any payment clears into your account.

16. Procedure following upon death

Upon your death the Account automatically terminates.

Any Units will be sold at the price calculated at the Valuation Point, following receipt by the Account Manager of such documentation (proof of death and proof of entitlement) as in the Account Manager's absolute discretion is considered to give a complete discharge. The cash value realised will be transferred to your personal representatives within 4 business days thereof (one business day for the Cash Trust).

Tax credits accruing to the Account after the date of your death will be paid to the Inland Revenue and your personal representatives will receive the cash value of the Account subject to that deduction.

The Conditions shall be binding on your personal representatives.

17. Changing the Conditions

The Account Manager may, at its discretion and subject to giving at least 14 days notice to you, vary or amend the Conditions, provided that such variation or amendment does not result in the Account ceasing to qualify under the Regulations and is permitted under the Financial Services Authority.

18. Transferring our duties

The Account Manager may at its absolute discretion and to the extent permitted by the Regulations appoint agents of whose competence it is satisfied to carry out its obligations under these Conditions, but its liability to you under these Conditions will not be affected thereby.

19. Processing data and providing information to others

Where you advise the Account Manager that the Account is being used in connection with a mortgage or mortgages from a named lender or lenders, then the Account Manager may inform the lender(s) and any other person you permit in Writing, of any information appertaining to the Account.

The Legal & General Group of Companies will hold and process by computer or otherwise information obtained about you as a result of this application whether or not it proceeds and also details in respect of any policy and/or contract taken with those companies as a result.

20. Transferring an Account to another account manager

You may at any time by notice require the Account Manager to transfer the whole or part of the Account, as permitted in the Regulations, to another account manager. The transfer will only take effect within such time as may be agreed between the parties, and will be subject to any retentions or deductions to which the Account Manager may be entitled or bound to make hereunder or under the Regulations. Any distribution and/or tax credit payable after the completion of a transfer will be sent to you.

21. Transferring from another account manager

The Account Manager will, at his discretion, allow an Account(s) to be transferred from another account manager:

- (a) Any reference to an Application in these Conditions shall include the current transfer application form.
- (b) The account(s) to be transferred must be converted into cash and such cash shall be of such an amount as is not less than the minimum subscription permissible under the Account.
- (c) Only the last paragraph in Clause 2 will apply, as a new Account is not being established.
- (d) The transfer date will be a date to be agreed between the Account Manager and the previous account manager.
- (e) Payments relating to dividends and reclaimed tax credits received subsequent to the rest of the transfer value of the account will be reinvested into the Account, into the same funds and in the same proportions, on the Dealing Day after receipt.
- (f) Cash held in the transferred account will be invested at the price calculated at the Valuation Point following receipt of the transferred cash.

(g) Where more than one account of any sort is transferred, each tax year's account will be treated as a separate Account.

(Investors should note that the banking arrangements in Clause 4 would continue to apply.)

22. Regulators

Legal & General (Portfolio Management Services) Limited is regulated by the Financial Services Authority. Its rules regulate the conduct of the Account Manager in relation to the Account.

23. Complaints

The Account Manager has established a procedure to investigate any complaints relating to the operation of the Account, a copy of which is available to you on request at the address in Clause 25. In the event you are not satisfied you also have a right of complaint direct to the Financial Ombudsman Service.

24. Financial Services Compensation Scheme

In the event that the Account Manager is not able to meet its financial liabilities to the Investor, you may be entitled to compensation under the Financial Services Compensation Scheme established under the Financial Services and Markets Act 2000, details of which are available from the Account Manager on request.

25. Giving Notice

The Account Manager shall not be bound to act in accordance with the instructions of anyone other than you or your accredited personal representatives. Any notice given to the Account Manager by you must be in Writing (or any other method deemed acceptable by the Account Manager) and should be sent to and will only become effective on receipt at one of the following:

Legal & General Retail Investments, Customer Services Centre,
PO Box 1004, CARDIFF, CF24 0YS.

Or

Legal & General Retail Investments, Customer Services Centre,
4th Floor, Brunel House, 2 Fitzalan Road,
CARDIFF, CF24 0EB.

Or such other address of which you may be notified after acceptance.

The Account Manager will acknowledge such notice and comply with it except where it believes that any compliance would be impracticable or contrary to any law or rule or regulation.

26. CAT Standard

Where an ISA component has been represented to you by Legal & General or has recently been advertised by them as managed in accordance with any CAT standards, these standards will be adhered to.

Should it become impossible to do so, we will endeavour to give you 3 months notice of the cessation of adherence to the standards.

27. Advice

Where you have received advice on your investment you will have also received a notice indicating whether the advice is independent or restricted to the packaged products of the Legal & General Marketing Group.

Ethical Criteria

The Ethical Trust has been designed to track the FTSE 350 Index excluding any company that is substantially involved in any of the following criteria.

The Ethical Trust will exclude company groups which:

Animal Testing

- manufacture or develop cosmetics or toiletries unless they confirm that they have not tested on animals within the last 5 years or since a fixed cut-off date, although they do not have a strict fixed cut-off date policy
- manufacture or develop cosmetic intermediates unless they confirm that they have not tested these intermediates on animals within the last 5 years or since a fixed cut-off date

Gambling

- derive more than 10% of their reported annual turnover from gambling

Greenhouse Gases

- have at least a 5% share of the UK high energy use sub-sectors of industry

Health and Safety Convictions

- have same part (subsidiary, associated or parent company) that has been convicted more than once during the period covered following a prosecution by the Health and Safety Executive

Human Rights

- including a subsidiary or associated company registered in at least 5 of the countries which Freedom House has given a rating of 6.5 or worse

Intensive Farming

- derive any turnover from poultry or pig farming unless intensive methods are not used

Military - nature of involvement

- have been involved in the sale or production of weapons systems or the sale or production of strategic goods or services for nuclear weapons systems
- have been involved in the sale or production of nuclear weapons systems
- have been involved in the construction or management of, or strategic services for, nuclear bases
- have been classified as major arms traders by Campaign Against the Arms Trade

Nuclear Power

- own or operate nuclear power stations

Ozone-Depleting Chemicals

- manufacture or supply ozone-depleting chemicals

Pornography

- publish, print or wholesale magazines that CPC says contain pornographic material or newspapers that have a page 3 photograph of a topless woman
- distribute cut 18 certificate films or videos

Roads

- have at least a 5% share of the UK car or private commercial vehicle manufacturing sectors

Tobacco

- derive more than 10% of their reported annual turnover from the production or sale of tobacco or tobacco products

Tropical Hardwood

- EIRIS has estimated retail more than 2,000 cubic metres of tropical hardwood joinery, timber or furniture annually, excluding any from sustainable sources
- EIRIS has estimated use more than 2,000 cubic metres of tropical hardwood in construction, joinery, timber or furniture manufacture annually, excluding any from sustainable sources
- EIRIS has estimated import, process or merchant more than 2,000 cubic metres of tropical hardwood annually, excluding any from sustainable sources

Water Pollution

- have exceeded at least one parameter for a Red List substance on a discharge consent during the last year covered
- exceeded their discharge consents in the last year covered more than 10 times

Investment Trusts

The Investment Trusts which form part of the FTSE 350 are also excluded as their investment objectives may include companies that fail to meet our criteria.

EIRIS

- A specialist ethical research company

Appendix A

	Date Accumulation Units Made Available	Initial Charge	Annual Management Charge	Maximum Annual Management Charge Permitted	Maximum* Price Spread @ 01/02/02	Distribution Dates (ex-dividend dates in brackets)
Section 1						
Equity Trust	1/11/00	Nil†	1.00%	(1.00%)	1.19%	21/04, 21/10 (21/02, 21/08)
UK Smaller Companies Trust	1/11/00	Nil†	1.50%	(1.75%)	3.35%	18/02, 18/08 (18/12, 18/06)
UK Recovery Trust	1/11/00	Nil†	1.50%	(2.00%)	1.31%	14/06, 14/12 (14/04, 14/10)
European Trust	1/11/00	Nil†	1.50%	(1.75%)	0.68%	28/09 (28/07)
North American Trust	1/11/00	Nil†	1.50%	(2.50%)	0.47%	16/03 (16/01)
Japanese Trust	1/11/00	Nil†	1.50%	(2.00%)	0.26%	Accumulation Units only
Far Eastern Trust	1/11/00	Nil†	1.50%	(1.75%)	1.01%	10/11 (10/09)
Pacific Growth Trust	1/11/00	Nil†	1.50%	(1.75%)	1.34%	18/11 (18/09)
Worldwide Trust	1/11/00	Nil†	1.50%	(2.50%)	1.02%	06/01, 06/07 (06/11, 06/05)
Global Growth Trust	1/11/00	Nil†	1.50%	(2.00%)	0.95%	15/03 (15/01)
Growth Trust	Since Launch	Nil†	1.50%	(2.50%)	1.35%	15/01, 15/07 (15/11, 15/05)
Section 2						
Managed Income Trust	12/09/01	Nil	0.75%	(2.00%)	0.60%	22/01, 22/04, 22/07, 22/10 (22/11, 22/02, 22/05, 22/08)
Managed Monthly Income Trust	12/09/01	Nil	1.00%	(2.00%)	0.60%	21/01 and 21 of each subsequent month (22/12 and 22 of each subsequent month)
Managed Growth Trust	12/09/01	Nil	1.50%	(2.00%)	0.70%	21/04, 21/10 (22/02, 22/08)
Managed Growth and Income Trust	12/09/01	Nil	1.50%	(2.00%)	0.70%	22/04, 22/10 (22/02, 22/08)
Section 3						
Managed Global Growth Trust	12/09/01	2.00%	0.50% ^Δ	(2.00%)	0.50%	22/04 (22/02)
Section 4						
Ethical Trust	1/11/00	Nil	1.00%	(2.50%)	1.19%	21/04, 21/10 (21/02, 21/08)
UK Index Trust	1/11/00	Nil	0.50%	(2.50%)	0.90%	06/06, 06/12 (06/04, 06/10)
European Index Trust	1/11/00	Nil	0.75%	(2.50%)	0.51%	30/09 (31/07)
US Index Trust	1/11/00	Nil	0.75%	(2.50%)	0.45%	05/08, 05/02 (05/06, 05/12)
Japan Index Trust	1/11/00	Nil	0.75%	(2.50%)	0.63%	17/12 (17/10)
Pacific Index Trust	1/11/00	Nil	0.75%	(2.50%)	1.36%	25/11, 25/05 (25/09, 25/03)
Global Technology Index Trust	Since Launch	Nil	1.00%	(2.50%)	0.42%	Accumulation Units only
Global Health and Pharmaceuticals Index Trust	Since Launch	Nil	1.00%	(2.50%)	0.54%	07/03 (07/01)
Fixed Interest Trust	1/11/00	Nil	0.50%	(2.50%)	0.39%	22/01, 22/04, 22/07, 22/10 (05/12, 05/03, 05/06, 05/09)
High Income Trust	Since Launch	Nil	1.00%	(2.50%)	1.36%	22/01, 22/04, 22/07, 22/10 (05/12, 05/03, 05/06, 05/09)
Growth Generator Trust	12/09/01	Nil	1.00%	(2.00%)	0.80%	26/05, 26/11 (27/03, 27/09)
Income Generator Trust	12/09/01	Nil	1.00%	(2.00%)	0.60%	26/02, 26/05, 26/08, 26/11 (27/12, 27/03, 27/06, 27/09)
Section 5						
Cash Trust	Since Launch	Nil	0.50%	(2.50%)	0.00%	Accumulation Units only
Section 6						
Capital Trust	Since Launch	5.25%	1.25%	(2.00%)	1.03%	01/04, 01/10 (02/02, 02/08)
Combined Income Trust	Not Available	5.25%	1.00%	(2.00%)	0.85%	15/03, 15/09 (16/01, 16/07)
FTSE 100 Trust	Not Available	5.00%	1.00%	(2.00%)	0.75%	15/01, 15/07 (16/11, 16/05)
General Trust	Not Available	5.25%	1.25%	(2.00%)	1.06%	15/05, 15/11 (16/03, 16/09)
Trustee Trust	Not Available	5.25%	1.25%	(2.00%)	1.00%	15/02, 15/08 (16/12, 16/06)

† This trust has initial charges for monthly contributions (see Clause 9.b)

* In addition to initial charge.

Δ Plus underlying annual charges of the external funds this fund invests in.

How to apply

Section 1 Please complete your personal information

- Supply your full name (mandatory).
- Supply your permanent residential address including postcode if known (mandatory).
- Supply your National Insurance (NI) Number (mandatory). This can be found on your form P60, notice of coding or tax return. Alternatively it can be found on the front of your pension book. Tick box if you do not have a NI number.
- Supply your date of birth (mandatory).
- You must be 18 or over and a UK resident to apply for an ISA.
- If any of the above information is incomplete, the application will only be accepted on a provisional basis and unless the information is received within 30 days, the account will be rendered void and reinvested outside the ISA wrapper.

Section 2 The Legal & General ISA choice and 2002/2003 tax year

- Please indicate if you wish to subscribe to a maxi or a mini ISA. Tick appropriate box.
- With a maxi ISA you can invest £7,000 in a tax year. You can invest in no other ISA except a 'Tessa only' ISA in the tax years that you invest in a maxi ISA.
- With a mini ISA you can invest £3,000 in stocks and shares, each tax year. You can only invest in one mini stocks and shares ISA in a tax year. You are also able to invest in a mini cash ISA and/or a mini insurance ISA with another manager.
- You cannot invest in a maxi ISA and a mini ISA in the same tax year.
- The tax year 2002/2003 has been completed for you.
- Note that the tax year begins 6 April and ends 5 April.
- If you are investing monthly, your monthly contributions will continue into the following tax years, unless you inform us otherwise.
- If you are investing a lump sum in this tax year, you can invest in future tax years simply by sending a personal cheque and written instructions as to which funds you wish to invest in.

Section 3 Investment options

Lump sum investment option:

- Please select the amount(s) you wish to invest in each unit trust within your ISA.
- For both the maxi and mini ISA the minimum lump sum contribution is £500.
- **PLEASE NOTE:** The Cash Trust is only available within a maxi ISA and must be held in conjunction with at least one of the other unit trusts listed.
- The maximum you can invest in the Cash Trust is £3,000 in a tax year.
- If you wish to receive an income please select Distribution Units and fill in Section 4. If you would like your income re-invested please select Accumulation Units - the income will automatically be re-invested, and this will be reflected in the unit price.
- Write in the total amount you are investing in the box provided.
- For lump sums, please enclose a cheque made payable to 'Legal & General'. Cheques should be drawn on your personal account. For building society cheques/bankers drafts, please request the Building Society/Bank prints your name on the cheque as the account holder.

- Alternatively, if you wish to make payment by debit card, please provide your card details. **You should only complete the details if sufficient cleared funds are in your account to cover the investment amount.**

Monthly savings option:

- Please select the monthly amount(s) you wish to invest in each unit trust within your ISA.
- For both the maxi and mini ISA the minimum amount you can invest per month is £25.
- **PLEASE NOTE:** The Cash Trust is only available within a maxi ISA and must be held in conjunction with at least one of the other unit trusts listed.
- The total amount you can invest in the Cash Trust is £3,000 in a tax year.
- Write in the total monthly amount you are investing in the box labelled "Total Monthly Savings Amount".
- Please indicate on which day of the month, from the 1st to the 28th, you would like the Direct Debit to be collected.
- Complete and sign the Direct Debit Instruction attached.

Section 4 Income from Distribution Units

- Please complete only if you have selected Distribution Units. Supply Bank/Building Society details of where you wish to have your income paid.
- If you are saving monthly, you will automatically be allocated Accumulation Units.
- If you are investing in the Global Technology Index Trust or the Cash Trust, you will automatically receive Accumulation Units.

Direct Debit Instruction

- Please fill in this part to instruct your branch to make payments from your account.
- Fill in the white boxes only.
- Monthly contributions only.
- Sign and date form. Joint Bank/Building Society account holders may sign one or both box(es).
- Please check with your Bank/Building Society to confirm that they will accept Direct Debit instructions from your account before completing this form.
- Your Direct Debit contributions will continue through the current and subsequent tax years until you instruct either us or your Bank/Building Society to cancel them. The details of your ISA, including your ISA choice (mini or maxi), trust selection and monthly investment amount will remain the same unless you instruct us otherwise.

Direct Debit Guarantee

- The Guarantee is offered by all Banks and Building Societies that take part in the Direct Debit Scheme. The efficiency and security of the Scheme is monitored and protected by your own Bank or Building Society.
- If the amounts to be paid or the payment dates change, Legal & General will notify you 5 working days in advance of collection or as otherwise agreed.
- If an error is made by Legal & General or your Bank or Building Society, you are guaranteed a full and immediate refund from your branch of the amount paid.
- You can cancel a Direct Debit at any time by writing to your Bank or Building Society. Please also send a copy of your letter to Legal & General.



Section 5 Declaration Please ensure that you sign and date the correct Declaration

- Please read the maxi OR mini ISA Declaration carefully then sign and date the relevant Declaration.
- Please send your application form (with personal cheque for lump sum investments if applicable) to your financial adviser or to:
Legal & General Retail Investments,
Customer Services Centre,
PO Box 1004,
CARDIFF,
CF24 OYS.

I declare that:

- all subscriptions made, and to be made, belong to me;
- I am 18 years of age or over;
- I am resident and ordinarily resident in the United Kingdom for tax purposes or, if not so resident, either perform duties which, by virtue of Section 132(4)(a) of the Income and Corporation Taxes Act 1988 (Crown employees serving overseas), are treated as being performed in the United Kingdom, or I am married to a person who performs such duties. I will inform Legal & General if I cease to be so resident and ordinarily resident or to perform such duties or to be married to a person who performs such duties; and
- the information given in this declaration is true and correct to the best of my knowledge and belief and I will inform the Account Manager without delay of any change in my circumstances affecting any of the information in this form.

I authorise Legal & General:

- to hold my cash subscription, ISA investments, interest, dividends and any other rights or proceeds in respect of those investments and any other cash;
- to make on my behalf any claims for tax relief in respect of ISA investments; and
- on my written request to transfer or pay to me, as the case may be, ISA investments, interest, dividends, rights or other proceeds in respect of such investments or any cash.

I acknowledge that:

the Legal & General Company(ies) named on this application form will process by computer or otherwise information obtained about me as a result of this application, whether or not it proceeds, and also information which relates to any contract I enter into with Legal & General ("the Personal Data"). I consent to the transfer of my Personal Data to countries outside of the European Economic Area. I also consent to Legal & General using the Personal Data to:

1. enable Legal & General and its representatives to manage my dealings with Legal & General; and
2. carry out market research, statistical analysis and customer profiling; and bring to my attention marketing information about Legal & General products and services that may be of interest to me and I understand that Legal & General may contact me by post, telephone, e-mail and any other appropriate means of communication and that the Personal Data may be passed to other Legal & General companies for marketing purposes.

Please tick this box if you do NOT wish the Personal Data to be used to send or communicate marketing information to you about our products as described in 2 above.

I understand that I have the right to ask for a copy of the Personal Data in return for payment of a small fee and to require Legal & General to correct any inaccuracies in the Personal Data.

To comply with Money Laundering Regulations, I understand that my identity needs to be verified. This is achieved by using credit reference agencies to search sources of information relating to me (an "Identity Search"). I further understand that the results of such an Identity Search relating to me or any person with whom I have a financial link may be used by Legal & General and other companies if I or other members of my household apply for other facilities.

Free Autoswitch Facility:

- I apply to sell enough of my units in my unit trust as will realise up to the maximum amount which may be invested in my maxi/mini[†] ISA for each subsequent tax year until I advise you otherwise.

[†] delete as appropriate

Please sign either the maxi OR mini ISA Declaration

Maxi ISA Declaration

I declare that I have not subscribed and will not subscribe to another ISA other than a Tessa only ISA in the same tax year(s) that I subscribe to this maxi ISA.

I have read the current Key Features and 'Terms and Conditions' and I agree to be bound by the Terms and Conditions.

Signature

Date

Mini ISA Declaration

I declare that I have not subscribed and will not subscribe to any other mini stocks and shares ISA or any maxi ISA in the same tax year(s) that I subscribe to this mini ISA.

I have read the current Key Features and 'Terms and Conditions' and I agree to be bound by the Terms and Conditions.

Signature

Date

Legal & General (Portfolio Management Services) Limited
Registered in England No. 2457525
Registered Office: Temple Court, 11 Queen Victoria Street, London EC4N 4TP
Regulated by the Financial Services Authority
www.legalandgeneral.com



Checklist

1. Please ensure you have provided your National Insurance Number.
2. Check you have ticked the appropriate box on the application form, depending on whether you require a maxi ISA or a mini ISA.
3. The tax year 2002/2003 has been completed for you.
4. Please ensure you have signed and dated the correct declaration, i.e. if you have chosen to invest in a maxi ISA, please check you have signed and dated the maxi ISA Declaration or, alternatively, if you have selected the mini ISA, please check you have signed and dated the mini ISA Declaration.
5. For lump sum investments, make personal cheques payable to 'Legal & General'; alternatively, please provide your debit card details.
6. When the application form is completed and signed, please return it to your financial adviser or to Legal & General Retail Investments, Customer Services Centre, PO Box 1004, CARDIFF CF24 OYS.
7. If you have any queries concerning the completion of your application form, please do not hesitate to call your financial adviser. Alternatively please call our Customer Services Centre on 029 2044 8412. For your protection we may record and monitor calls.
Or you can email us on: Investments@landg.com

Index-Tracking, Corporate Bond, High Income, Ethical and Cash Previous Tax Year ISA Transfer Application Form

FOR OFFICE USE ONLY

C AUTH	RECEIPT NUMBER	CLIENT NUMBER
D AUTH		
DEAL REF	DEAL REF	DEAL REF

IMPORTANT INFORMATION: Complete this section ONLY if you wish to transfer your previous tax year ISA(s).

PLEASE COMPLETE IN BLOCK CAPITALS

I wish to transfer my ISA detailed below.

Legal & General Employee Legal & General Shareholder
(Please tick if applicable)

If you have an existing PEP or ISA with Legal & General, please insert your Client Number

Title (delete as applicable) Mr/Mrs/Miss/Ms	
Surname	Full Forename(s)
Permanent Residential Address	
Postcode	

Date of Birth <input style="width: 100px;" type="text"/>	National Insurance No. <input style="width: 100px;" type="text"/>
----------------------------------------------------------	-------------------------------------------------------------------

Note: Legal & General cannot accept the transfer of an insurance component.

Will you transfer 'whole' or 'part' of your ISA? (Tick appropriate box)
Whole Part
(Please give details)

Transfer Details:

Investment Choice - maxi/mini stocks and shares component. Please indicate in percentage terms how you wish the transfer to be invested.

UK Index	<input style="width: 40px;" type="text"/> %	Global Technology Index*	<input style="width: 40px;" type="text"/> %
European Index	<input style="width: 40px;" type="text"/> %	Global Health and Pharmaceuticals Index	<input style="width: 40px;" type="text"/> %
US Index	<input style="width: 40px;" type="text"/> %	Corporate Bond	<input style="width: 40px;" type="text"/> %
Japan Index	<input style="width: 40px;" type="text"/> %	High Income	<input style="width: 40px;" type="text"/> %
Pacific Index	<input style="width: 40px;" type="text"/> %	Ethical	<input style="width: 40px;" type="text"/> %
		Cash component*	<input style="width: 40px;" type="text"/> 100%

*No income is payable on these funds.

(If your ISA included a cash component, that part of the transfer will be invested 100% into the Cash Trust.)

Income Option

If you wish to receive income, please provide details below as to where income is to be paid.

Name of Bank/Building Society	
Address	
Postcode	
Name of Account Holder	
Sort Code	<input style="width: 40px;" type="text"/> - <input style="width: 40px;" type="text"/>
Account Number	<input style="width: 100px;" type="text"/>
Account Reference	<input style="width: 100px;" type="text"/>

Existing ISA Details

Existing ISA number

Transfer Details

Name and address of existing ISA provider	
Postcode	
Tel No.	

To be filled in by existing account manager

Date of Birth

National Insurance No.

Date of Transfer

DECLARATION - Transferring Previous Tax Year ISA

Please read, sign and date both the declarations below before returning this form.
1. I authorise the Account Manager to hold my cash subscription, ISA investments, interest, dividends and any other rights or proceeds in respect of those investments and any other cash and to make on my behalf any claims for tax relief in respect of ISA investments and on my written request to transfer or pay to me, as the case may be, ISA investments, interest, dividend rights or other proceeds in respect of such investments or any cash.

2. I declare that the information given in this declaration is true and correct to the best of my knowledge and belief and that I will inform the Account Manager without delay of any change in my circumstances affecting any of the information in this form.

3. I acknowledge that any company within the Legal & General group of companies ('Legal & General') will process by computer or otherwise information obtained about me as a result of this application, whether or not it proceeds, and also information which relates to any contract I enter into with Legal & General ('the Personal Data'). I consent to the transfer of my Personal Data to countries outside the European Economic Area. I also consent to Legal & General using the Personal Data to:

(a) enable Legal & General and its representatives to manage my dealings with Legal & General; and
(b) carry out market research, statistical analysis and customer profiling; and bring to my attention marketing information about Legal & General products and services that may be of interest to me and understand that Legal & General may contact me by post, telephone, e-mail and any other means of communication and that the Personal Data may be passed to other Legal & General companies for marketing purposes.

Please tick this box if you do NOT wish the Personal Data to be used to send or communicate marketing information to you about our products as described in (b) above.

I understand that I have the right to ask for a copy of the Personal Data in return for payment of a small fee and to require Legal & General to correct any inaccuracies in the Personal Data.
To comply with Money Laundering Regulations, I understand that my identity needs to be verified. This is achieved by using credit reference agencies to search sources of information relating to me (an "Identity Search"). I further understand that the results of such an Identity Search relating to me or any person with whom I have a financial link may be used by Legal & General and other companies if I or other members of my household apply for other facilities.

ISA Declaration

I have read the current Key Features and 'Terms and Conditions' and I agree to be bound by the Terms and Conditions.

Signature

Date

PLEASE READ, SIGN AND DATE TRANSFER DECLARATION BELOW

Full written details are available on request
Legal & General (Portfolio Management Services) Limited.
Registered in England No. 2457525
Registered Office: Temple Court, 11 Queen Victoria Street,
London EC4N 4TP.
Regulated by the Financial Services Authority.

www.legalandgeneral.com



TRANSFER DECLARATION

Instructions to existing manager.

I authorise the manager of my existing ISAs, named overleaf, to:

- sell my previous tax year ISA assets as detailed overleaf (being not less than £500) as long as the Transfer does not include any funds relating to:
 - an insurance component
- transfer the cash realised to the new Account Manager, Legal & General Retail Investments, Customer Services Centre, PO Box 1004, CARDIFF, CF24 0YS. Inland Revenue Ref Z1159.

Signature

Date

Title (delete as applicable) Mr/Mrs/Miss/Ms

Surname
Full Forename(s)

Index-Tracking, Corporate Bond, High Income, Ethical and Cash 2002/2003 ISA Transfer Application Form

FOR OFFICE USE ONLY

C AUTH	RECEIPT NUMBER	CLIENT NUMBER
D AUTH		
DEAL REF	DEAL REF	DEAL REF

IMPORTANT INFORMATION: Complete this section ONLY if you wish to transfer your 2001/2002 ISA.

PLEASE COMPLETE IN BLOCK CAPITALS

I wish to transfer my 2001/2002 ISA detailed below and to subscribe on the same maxi/mini basis for each subsequent tax year until further notice.

Legal & General Employee Legal & General Shareholder

(Please tick if applicable)

If you have an existing PEP or ISA with Legal & General, please insert your Client Number

Title (delete as applicable) Mr/Mrs/Miss/Ms	
Surname	Full Forename(s)
Permanent Residential Address	
Postcode	

Date of Birth <input style="width: 100px;" type="text"/>	National Insurance No. <input style="width: 100px;" type="text"/>
----------------------------------------------------------	-------------------------------------------------------------------

What type of ISA do you hold? (tick appropriate box)

Maxi ISA Mini ISA

Does your maxi/mini ISA contain:

An insurance component? Yes No

A cash ISA component? Yes No

Legal & General cannot accept a transfer from: mini cash ISAs; mini insurance ISAs; maxi ISAs including an insurance element.

Investment Choice - maxi/mini stocks and shares component. Please indicate in percentage terms how you wish the transfer to be invested.

UK Index <input style="width: 40px;" type="text"/>	%	Global Technology Index* <input style="width: 40px;" type="text"/>	%
European Index <input style="width: 40px;" type="text"/>	%	Global Health and Pharmaceuticals Index <input style="width: 40px;" type="text"/>	%
US Index <input style="width: 40px;" type="text"/>	%	Corporate Bond <input style="width: 40px;" type="text"/>	%
Japan Index <input style="width: 40px;" type="text"/>	%	High Income <input style="width: 40px;" type="text"/>	%
Pacific Index <input style="width: 40px;" type="text"/>	%	Ethical <input style="width: 40px;" type="text"/>	%
		Maxi ISA cash component* <input style="width: 40px;" type="text"/>	100%

*No income is payable on these funds. (If your ISA included a cash component, that part of the transfer will be invested 100% into the Cash Trust.)

Income Option

If you wish to receive income, please provide details below as to where income is to be paid.

Name of Bank/Building Society	
Address	
Postcode	

Name of Account Holder	
Sort Code	- -
Account Number	
Account Reference	

Existing ISA Details

Existing ISA number

Name and address of existing ISA provider	
Postcode	Tel No.

To be filled in by existing account manager

Date of Birth

National Insurance No.

Date of Transfer

Total subscription from 6 April to date of transfer

■ stocks and shares component

■ cash component

DECLARATION - Transferring 2002/2003 ISA

Please read, sign and date either the Maxi or Mini ISA declarations, and the transfer declaration below, before returning this form.

1. I declare that all subscriptions made, and to be made, belong to me.
2. I authorise the Account Manager to hold my cash subscription, ISA investments, interest, dividends and any other rights or proceeds in respect of those investments and any other cash and to make on my behalf any claims for tax relief in respect of ISA investments and on my written request to transfer or pay to me, as the case may be, ISA investments, interest, dividend rights or other proceeds in respect of such investments or any cash.

3. I declare that the information given in this declaration is true and correct to the best of my knowledge and belief and that I will inform the Account Manager without delay of any change in my circumstances affecting any of the information in this form.

4. I acknowledge that any company within the Legal & General group of companies ('Legal & General') will process by computer or otherwise information obtained about me as a result of this application, whether or not it proceeds, and also information which relates to any contract I enter into with Legal & General (the 'Personal Data'). I consent to the transfer of my Personal Data to countries outside the European Economic Area. I also consent to Legal & General using the Personal Data to: (a) enable Legal & General and its representatives to manage my dealings with Legal & General; and

(b) carry out market research, statistical analysis and customer profiling; and bring to my attention marketing information about Legal & General products and services that may be of interest to me and understand that Legal & General may contact me by post, telephone, e-mail and any other means of communication and that the Personal Data may be passed to other Legal & General companies for marketing purposes.

Please tick this box if you do NOT wish the Personal Data to be used to send or communicate marketing information to you about our products as described in (b) above.

I understand that I have the right to ask for a copy of the Personal Data in return for payment of a small fee and to require Legal & General to correct any inaccuracies in the Personal Data.

To comply with Money Laundering Regulations, I understand that my identity needs to be verified. This is achieved by using credit reference agencies to search sources of information relating to me (an "Identity Search"). I further understand that the results of such an Identity Search relating to me or any person with whom I have a financial link may be used by Legal & General and other companies if I or other members of my household apply for other facilities.

Please sign either the maxi or mini ISA Declaration

EITHER

Maxi ISA Declaration

I declare that I will not subscribe to another ISA other than a Tessa only ISA in the same tax year(s) that I subscribe to this maxi ISA.

I have read the current Key Features and 'Terms and Conditions' and I agree to be bound by the Terms and Conditions.

Signature Date

OR

Mini ISA Declaration

I declare that I will not subscribe to another mini stocks and shares ISA or any maxi ISA in the same tax year(s) that I subscribe to this mini ISA.

I have read the current Key Features and 'Terms and Conditions' and I agree to be bound by the Terms and Conditions.

Signature Date

PLEASE READ, SIGN AND DATE TRANSFER DECLARATION BELOW

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London EC4N 4TP.

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TRANSFER DECLARATION

Instructions to existing manager.

I authorise the manager of my existing ISAs, named overleaf, to:

- sell my previous tax year ISA assets as detailed overleaf (being not less than £500) as long as the Transfer does not include any funds relating to:
 - an insurance component
- transfer the cash realised to the new Account Manager, Legal & General Retail Investments, Customer Services Centre, PO Box 1004, CARDIFF, CF24 0YS. Inland Revenue Ref Z1159.

Signature

Date

Title (delete as applicable) Mr/Mrs/Miss/Ms

Surname
Full Forename(s)