

## Purpose

This document provides you with the key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

### Savings & Investment Plan

Forester Life Limited (Forester Life)

Visit [foresters.com](https://foresters.com) or call us on 0333 600 0333 for more information.

Forester Life Limited is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

This document was last updated on 22<sup>nd</sup> December 2022.

## What is this product?

**Type:** The Forester Life Stocks and Shares Savings & Investment Plan is a unit-linked Plan.

**Objectives:** To achieve medium to long-term capital growth in a risk-controlled fund that invests in a spread of global stocks and shares and fixed interest holdings to build up savings. Contributions purchase units in the Foresters Stakeholder (Schroders) Managed 2 Funds (the "Funds") and the return is based on the price of the units when cashed in.

**Intended retail investor:** An investor (or joint investors) looking for a flexible, low-cost way to build up savings, outside the ISA allowance over the medium to long-term. Our Savings & Investment Plan is designed for a wide range of investors, who wish to invest in a professionally managed risk-controlled fund and are prepared to accept some risk to their capital. The fund is professionally managed, so whether you are an experienced investor or have no knowledge of investing, you may find the Savings & Investment Plan suitable.

In the event of the Planholder's death (the second death where the Savings & Investment Plan is held on a joint life basis), we will pay 101% of the Plan value. There is no maturity date for the Savings & Investment Plan. We reserve the right to terminate the Savings & Investment Plan if contributions stop and the Plan is of low value, we will give you 30 days written notice if we intend to exercise this right.

## What are the risks and what could I get in return?



**!** The risk indicator assumes you keep the product for 5 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level, and market conditions are unlikely to impact the capacity of Forester Life to pay you. This product does not include any protection from future market performance so you could lose some of your investment.

## Investment Performance Information

The Fund invests in global equities (shares), government and corporate bonds, and cash. The use of derivatives is permitted for the purposes of tactical asset allocation, obtaining or hedging market exposures and cash flow management. In accordance with the conditions for stakeholder funds no more than 60% is invested in equities at any given time. Future returns will be determined by the performance of the equities, bonds and foreign exchange positions held in the Fund. Such performance may be positive or negative and will depend on several factors such as economic conditions, interest rates, and general movements in the global financial markets. General movements in the global markets could be the result of political, regulatory, market, economic or social developments at a local, regional, and global level.

In addition, given certain positions in the Forester Stakeholder Managed Fund are denominated in their respective local currencies, whereas the currency of the Forester Stakeholder Managed Fund is sterling, movements in the respective exchange rates against sterling may have an impact on the performance of the product.

Due to the global multi asset nature of the Fund a customised benchmark is used to measure its performance and is the most relevant benchmark to measure performance of the Fund. The benchmark is made up from the following indices and is adjusted for fees:

- 25% MSCI All Country World Index (ACWI) Net Dividends Re-invested (NDR) unhedged in Great British Pounds (GBP or Sterling) terms
- 15% MSCI World Index NDR 100% hedged to GBP
- 10% FTSE All Share Total Return (TR)
- 5% MSCI Emerging Markets (EM) NDR in GBP terms
- 36% Barclays Global Aggregate Corporate Index 100% hedged to GBP
- 8% Barclays Global Aggregate Treasury Index 100% hedged to GBP
- 1% Sterling Overnight Cash Index

This benchmark has been selected because it follows the Fund's compliance with the stakeholder rules with the aim to give unit holders the opportunity to benefit from medium to long term capital growth. The portfolio will be managed with an expected tracking error of up to approximately 2.5% p.a.

#### What could affect my return positively?

Higher returns may be generated where global equity and bond markets rise in value. This generally occurs when such markets are stable, interest rates and inflation are low and there are no major interruptions to economic stability such as geopolitical unrest. Such conditions could therefore lead to an investment gain.

#### What could affect my return negatively?

Lower returns may be generated where global equity and bond markets fall in value. This generally occurs when there is uncertainty in the markets and the demand for equities and bonds decreases. Such uncertainty may arise from increases to inflation and interest rates and major interruptions to economic stability such as pandemics and geopolitical unrest. Such conditions could therefore lead to an investment loss.

The Plan does not have a maturity date, however, if the investment is withdrawn during a period of economic instability, there may be an investment loss and the amount paid out could be less than paid in. However, the investor can choose when to withdraw the investment at any time.

### What happens if Forester Life is unable to pay out?

The Financial Services Compensation Scheme (FSCS) is the UK's compensation fund for customers of authorised financial services firms. Individual customers are covered by the FSCS which means that in the unlikely event that we cannot meet our obligations you will be entitled to make a claim for compensation from the FSCS. Forester Life's insurance and protection Plans, ISAs, Savings & Investment Plans, Pension Plans and all children's savings Plans are fully covered under the FSCS. This means you would be entitled to 100% of the value of your Plan. You can find out more about the FSCS by visiting their website [www.fscs.org.uk](http://www.fscs.org.uk) or by calling 0800 678 1100.

### What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest a single premium of £10,000 or a regular premium of £1,000 per year. The figures are estimates and may change in the future.

#### Regular premium paid - Investment £1,000

Scenarios	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years
Total costs	£16.40	£83	£217
Impact on return (RIY) per year	1.64%	1.64%	1.64%

#### Single premium paid - Investment £10,000

Scenarios	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years
Total costs	£164	£498	£838
Impact on return (RIY) per year	1.64%	1.64%	1.64%

The table below shows the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period, and the meaning of the different cost categories.

This table shows the impact on return per year			
One-off costs	Entry costs	0%	The impact of the costs you pay when entering your investment. The impact of the costs already include in the price. This includes the cost of distribution of your product.
	Exit costs	0%	The impact of the costs of exiting your investment.
Ongoing costs	Portfolio transaction costs	0.14%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	1.50%	The impact of the costs that we take each year for managing your investments and the cost presented in the tables above.

## How long should I hold it and can I take money out early? Recommended holding period: 5 years

The Savings & Investment Plan has no specific investment term, however you should aim to invest for at least five years to even out the short-term volatility of the stocks and shares investment and allow the investment potential to grow.

Once we have approved the application we will issue the Plan Documents and the right to cancel. You have 30 days from receipt of the notice in which you can change your mind and have your contributions returned.

A Savings & Investment Plan can be withdrawn fully or partially, to withdraw please provide written notification (by post, fax or email). Payment can only be made to the Planholder(s), and only to an account held in their name. Early withdrawals increase the risk of getting back less than has been invested.

There are no exit costs, or penalties made for partially or fully withdrawing your Savings & Investment Plan.

## How can I complain?

If you are unhappy with any aspect of the service provided by us, please write to the Customer Relations Officer, Forester Life, Foresters House, 2 Cromwell Avenue, Bromley BR2 9BF. You can view Forester Life Complaints Report and our complaints procedure at [foresters.com/contact-us/complaints](https://foresters.com/contact-us/complaints) or phone 0333 600 0333 for a copy.

If we do not deal with your complaint to your satisfaction, you can complain to: The Financial Ombudsman Service (FOS), Exchange Tower, London E14 9SR (telephone 0300 123 9123, email [complaint.info@financial-ombudsman.org.uk](mailto:complaint.info@financial-ombudsman.org.uk) or visit [www.financial-ombudsman.org.uk](http://www.financial-ombudsman.org.uk)). Making a complaint will not prejudice your right to take legal action.

## Other relevant information

You will also be provided with the Savings & Investment Plan brochure.

Other information is available online at [foresters.com](https://foresters.com)