

TEMPO STRUCTURED PRODUCTS



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- not for use with clients

Long Income Plan: MAY 2021 PRODUCT SPOTLIGHT

What is this plan?

This is a maximum 10 year plan with two investment options, linked to the FTSE 100 FDEW, offering conditional income each quarter – with an early maturity feature from the end of the 3rd year.

The potential for income payments depends on the level of the UK stock market, represented by the FTSE 100.

OPTION 1

If the FTSE 100 FDEW closes at or above 50% of the start level on a quarterly income date, the plan generates income of 0.90% for that quarter.

OPTION 2

If the FTSE 100 FDEW closes at or above 75% of the start level on a quarterly income date, the plan generates income of 1.1875% for that quarter.

Both options include a memory feature, meaning that if the FTSE 100 FDEW closes below the level needed on any quarterly income date, it is possible for any missed income payments to be generated on a future income date.

Both options also include an early maturity feature. If the FTSE 100 FDEW closes at or above 110% of the start level on any quarterly income date from the 3rd anniversary, the plan will mature automatically. Investors will receive the income payment for that quarter, any missed income payments and the repayment of the money invested.

What are the risks of the plan?

Both the potential income payments and repaying the money invested are linked to the level of the FTSE 100 FDEW – and depend upon the financial stability of the Issuer and Counterparty Bank.

For both of the options, if the FTSE 100 FDEW is below the level needed on any of the quarterly income dates and the end date, no income will be generated. In addition, repaying the money invested will depend on the level of the FTSE 100 FDEW on the end date:

If on the end date the FTSE 100 FDEW closes **at or above 50%** of the start level, money invested will be repaid in full (less any agreed adviser fees and withdrawals).

If on the end date the FTSE 100 FDEW closes more than **50% below** the start level, the amount of money repaid will be reduced by the amount that the FTSE 100 FDEW has fallen. For example, if the FTSE 100 FDEW has fallen by 75%, the repayment of money will be reduced by 75%.

As with most structured products, the plan also depends on the financial stability of the Issuer and Counterparty Bank. Both the potential returns of the plan and money invested are at risk if the Issuer and Counterparty Bank fail during the investment term.

STOCK MARKET RISK

ISSUER RISK

Who has this plan been designed for?

This plan has been designed for professionally advised investors, who are clients of authorised and regulated investment firms, investing as part of a diversified and balanced portfolio. Prospective investors will want the potential for income each quarter, which will be paid if the FTSE 100 FDEW is at or above the level needed, and will be prepared and able to leave their money invested for up to 10 years. **As with all forms of investment, there are risks involved. This plan does not guarantee to repay the money invested. The potential returns of the plan and repaying the money invested are linked to the level of the FTSE 100 FDEW and also depend on the financial stability of the Issuer and Counterparty Bank. Prospective investors should only consider this plan if they understand and accept the risk of losing some or all of any money invested.**

If you would like to find out more about this plan, please contact us...

Professional advisers should refer to the plan brochure, 'If/then...' summary, plan application pack, and other important documents, for full details of the plan, including its features and risks. We also provide professional adviser information packs, which include information regarding the target market for our plans; and details of the stress testing that we undertake, including back-testing, forward-modelling and value-for-money assessments. If you would like to find out more about this plan, please contact us...