

Aviva Irl Fixed Medium Term Deposit Fund Issue 3



Available for a limited time only for new and existing single premium customers until 13 April 2012¹.

Earn
30.96% gross²
over a term of 61 months
(5.45% gross AER^{2,3})

With the fund's capital protection and majority of fixed return provided by EBS Limited⁴

An attractive fixed return on your money

If you are looking for a suitable home for your money, the new **Aviva Irl Fixed Medium Term Deposit Fund Issue 3** might be the right choice for you. It provides a fixed return of 30.96% gross² at the end of a 61 month investment period. This is made up of a 5.45% gross AER^{2,3} payable from the time you invest until 27 April 2017. It is available on certain single premium investments (see below for details).

How the fund works

The fund invests in a fixed rate deposit account with EBS Limited. The fund will earn a fixed rate of return of 5.45%⁴ gross AER from when you invest until 27 April 2017. Investments applied on 26 March 2012 will earn a fixed rate of return of 30.96% gross over the 61 month investment term (until 27 April 2017). Investments applied between 5 March 2012 and 25 March 2012 will earn slightly more than 30.96% gross. Investments applied after 26 March 2012 to the close of the offer will earn slightly less than 30.96% gross. At the end of this period, the value of the fund will be switched into an Aviva Cash Fund (subject to the terms applicable at that time) - this Aviva Cash fund will not guarantee any rate of return, and the Unit Price of this fund will not be guaranteed. You will then be able to switch the value of your investment into the wide range of Aviva funds available at the time.

Availability and charges

This fund is available to new and existing customers* on the products set out in the table. The fund carries a fund management charge (FMC), which is dependent on the product you are investing in. As well as the fund management charge outlined here, normal product charges, as indicated in the relevant product documentation, apply. **The returns stated in this leaflet are before the deduction of the product charges.**

Product	FMC p.a.
Horizon Plan, (including buy out bond)	0.85%
Horizon Plan Options A	1.50%
Horizon Plan Options B/C	1.25%
Horizon Plan Options D	1.00%
ARF/AMRF	1.00%
Spectrum Bond	1.00%
Clear Plan	0.75%

*This fund may not be available for switches on all versions of the listed products - if you are an existing customer, please confirm availability of this fund on your policy with your Financial Adviser.

No withdrawals before 27 April 2017

The fixed rate of return is only available if you keep your investment in place until 27 April 2017. We will not facilitate encashment or switches from this fund prior to this date (unless we are statutorily obligated to do so⁵, including where we are facilitating the imputed distribution requirement for Approved Retirement Funds (ARFs) for Revenue purposes⁶). For Spectrum Bond policies⁷, we will cancel any existing withdrawal and income requests from the date your application is processed. For this reason, you should not invest in this fund if you require access to your investment prior to 27 April 2017.

WARNING: If you invest in this fund you will not have any access to your money before 27 April 2017.

¹ For any application or switch request received after 13 April 2012, Aviva Life & Pensions Ireland Limited reserve the right to decline the request. Please speak to your Financial Adviser.

² The return stated is before the deduction of charges and any applicable pension levy, imputed distribution payments, premium levy and/or Exit Tax.

³ AER is the Annual Equivalent Rate.

⁴ Please note that 5.35% of the overall AER will be provided by EBS Limited, with the additional 0.1% provided by Aviva Life & Pensions Ireland Limited. Please see 'Counterparty risk and the legal basis of the fund' overleaf for further details on this.

⁵ Statutory obligations include the Pension Levy. In accordance with the Finance (No. 2) Act 2011, an annual stamp duty levy (currently 0.6%) is payable on the value of your pension fund (this does not apply to ARFs or AMRFs). The levy will apply for a period of 4 years (2011 to 2014 inclusive) and is based on the value of your pension fund on 30 June each year. Aviva Life & Pensions Ireland Limited will deduct this levy from your pension fund and pay it to the Revenue. The value at the maturity date of this fund will reflect any levy paid. Please talk to your Financial Adviser for further details.

⁶ The current minimum withdrawal requirement on an ARF is 5% of the fund value at 31 December each year (or 6% if your fund value is greater than €2m). This is also the maximum regular withdrawal we will allow on the whole policy while it is invested (fully or partially) in the Aviva Irl Fixed Medium Term Deposit Fund Issue 3. No other withdrawals can be made from the Aviva Irl Fixed Medium Term Deposit Fund Issue 3. The value at the maturity date of this fund will reflect any regular withdrawals made. Please talk to your Financial Adviser for further details.

⁷ SPECTRUM BOND POLICIES ONLY - in accordance with the Stamp Duties Consolidation Act 1999 (as amended), a levy is payable on life assurance premiums (currently 1%). Aviva will pay this levy out of the money received from you and the balance will be invested in the Aviva Irl Fixed Medium Term Deposit Fund, Issue 3. This levy only applies to new policies and does not apply to switches. Exit tax will also apply (currently 33%), payable on profits made by your policy. Please see your policy terms & conditions for full details or contact your Financial Adviser for more information.

Risk description - balancing risk and reward

This fund aims to provide gross returns similar to those available from deposits or savings accounts from Irish Banking Institutions. There is still a risk that the value of the investment could fall, particularly if you encash before the end of the fixed term period. Investors in this fund are also exposed to 'counterparty risk' as explained below. Aviva Life & Pensions Ireland Limited's liability, to you the policyholder, is limited to the amount it actually receives back from EBS Limited under the terms of the deposit account with them, together with the 0.1% AER provided by Aviva Life & Pensions Ireland Limited, after charges.

Counterparty risk and the legal basis of the fund

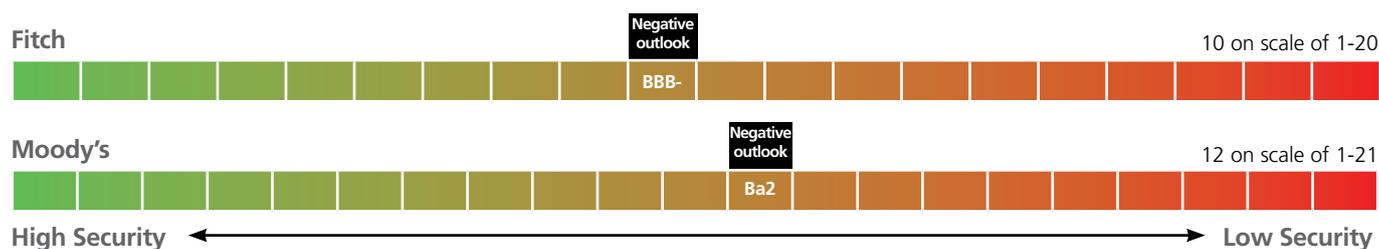
The fund is designed to provide investors with the security of a bank deposit and certainty of return at the end of the fixed term period. However, investors are exposed to 'counterparty risk'.

A counterparty is a financial company who provides the capital protection and/or returns on a deposit. Counterparty risk is the risk that the financial company will fail to fulfil its obligations to Aviva Life & Pensions Ireland Limited. The counterparty on the **Aviva Irl Fixed Medium Term Deposit Fund Issue 3** is EBS Limited. The counterparty risk to you is the risk that EBS Limited does not pay Aviva Life & Pensions Ireland Limited what they owe.

If EBS Limited do not pay Aviva Life & Pensions Ireland Limited what they owe, this means that you will not receive some or all of:

- the amount of money you invested in the fund
- the 5.45% gross AER fixed rate of return.

One way of measuring the counterparty risk of an organisation is by looking at its credit rating. This is an assessment of the organisations ability to meet payments as they fall due, as measured by an independent rating agency, e.g. Fitch or Moody's. The following are the credit ratings for EBS Limited as at 24 February 2012.



The credit ratings for EBS Limited are subject to change at any time - for details of EBS Limited's current ratings go to www.ebs.ie

The contract governing your investment in the **Aviva Irl Fixed Medium Term Deposit Fund Issue 3** is between you and Aviva Life & Pensions Ireland Limited. Aviva Life & Pensions Ireland Limited will effect a Deposit Account with EBS Limited, under which EBS Limited have agreed with Aviva Life & Pensions Ireland Limited to pay, at the maturity date (i.e. on 27 April 2017), the amount of any original investment by Aviva Life & Pensions Ireland Limited together with a fixed rate of interest on that amount.

Aviva Life & Pensions Ireland Limited is committed to passing on to you the full value of the maturity amount (after product charges) that it receives from EBS Limited in respect of your benefits. However, Aviva Life & Pensions Ireland Limited's liability to you is limited to the maturity amounts (after product charges) that it actually receives from EBS Limited under the terms of its account with them together with the 0.1% AER provided by Aviva Life & Pensions Ireland Limited. Please note that the 0.1% AER provided by Aviva Life & Pensions Ireland Limited will only be payable upon EBS Limited paying Aviva Life & Pensions Ireland Limited what they owe. Aviva Life & Pensions Ireland Limited will not use any of its other assets to meet any part of those commitments.

Through the Aviva Irl Fixed Medium Term Deposit Fund Issue 3 you do not have a contract with EBS Limited or any direct recourse to them. Aviva Life & Pensions Ireland Limited does not provide any guarantee against the default of the counterparty to this fund.

This leaflet is based on our understanding of current law, tax and Revenue practice, February 2012.

Supplementary Declaration for Client(s) selecting the **Aviva Irl Fixed Medium Term Deposit Fund, Issue 3.**

Please tick here if your investment is a New application or Fund switch

I wish to invest in the **Aviva Irl Fixed Medium Term Deposit Fund, Issue 3.**

Name of Policyholder

Employee name (if applicable)

Policy number (for fund switches only)

I confirm that I have read and understood the **Aviva Irl Fixed Medium Term Deposit Fund, Issue 3** leaflet, and have paid particular attention to the sections on Counterparty Risk. I am aware that I will not have access to my investment prior to 27 April 2017, as described in the **Aviva Irl Fixed Medium Term Deposit Fund, Issue 3** leaflet.

I confirm that I understand that my investment will be governed by the rules of the product through which I gain access to the **Aviva Irl Fixed Medium Term Deposit Fund, Issue 3**, together with any Supplementary Conditions applying to the **Aviva Irl Fixed Medium Term Deposit Fund, Issue 3**.

I confirm that I understand that on the maturity of the **Aviva Irl Fixed Medium Term Deposit Fund, Issue 3**, the proceeds will be transferred to an Aviva Cash Fund appropriate to the type of product I am investing through (subject to the terms applicable at the time) and that the unit price of this fund will not be guaranteed.

ARF POLICYHOLDERS ONLY - I confirm that I understand that if I intend to gain access to the **Aviva Irl Fixed Medium Term Deposit Fund Issue 3** through an Approved Retirement Fund (ARF) with Aviva Life & Pensions Ireland Limited, then the maximum regular withdrawal I can take from this policy while invested (fully or partially) in the **Aviva Irl Fixed Medium Term Deposit Fund Issue 3** is 5% of the fund value each year (or 6% if my fund value is greater than €2m) and that no other withdrawals can be made from the **Aviva Irl Fixed Medium Term Deposit Fund Issue 3**. I also confirm that if I am currently taking withdrawals or an income from my ARF in excess of 5% per annum, then I authorise that any future withdrawals or income taken from my ARF policy will be reduced to 5% per annum (or 6% per annum if my fund value is greater than €2m).

SPECTRUM BOND POLICYHOLDERS ONLY - I confirm that I understand that if I intend to gain access to the **Aviva Irl Fixed Medium Term Deposit Fund Issue 3** through a Spectrum Bond with Aviva Life & Pensions Ireland Limited, then I cannot take any regular withdrawals or regular income from this policy while invested (fully or partially) in the **Aviva Irl Fixed Medium Term Deposit Fund Issue 3** and that no other withdrawals can be made from the **Aviva Irl Fixed Medium Term Deposit Fund Issue 3**. I also confirm that if I am currently taking withdrawals or an income from my Spectrum Bond then I authorise that any future withdrawals or income taken from my Spectrum Bond will be cancelled from the date my application is processed.

Signature of Policyholder Date

Signature of Second Policyholder Date
(if applicable)



Aviva Life & Pensions Ireland Limited. A private company limited by shares. Registered in Ireland No. 252737 **Registered Office** One Park Place, Hatch Street, Dublin 2.
Member of the Irish Insurance Federation. Aviva Life & Pensions Ireland Limited is regulated by the Central Bank of Ireland.
Aviva Life & Pensions Ireland Limited is a subsidiary of Aviva Life Holdings Ireland Limited, a joint venture company between Aviva Group Ireland plc and Allied Irish Banks, p.l.c.
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Telephone calls may be recorded for quality assurance purposes.