# Transport Friendly Society Limited

# Stakeholder Child Trust Fund

## Lifestyling Information

### Important Changes to Transport Friendly Society Child Trust Fund (TFCTF)

When CTFs were introduced by the government one of the requirements of the stakeholder account was to include a “Lifestyling” facility. This meant that when your child reached the age of 13 the money in the CTF would be gradually moved to lower risk investments. The result of this is that whilst your child's money may not benefit if the stock market is performing well, it is protected from stock market losses as they approach the age 18.

A few years ago the Government increased the age at which Lifestyling needs to start from 13 to 15 years of age. In 2016, the Government said it intended to remove the legislative requirement that stakeholder CTFs must be subject to the process of Lifestyling. The Government considers that developments in the market for tax-advantaged savings for children, including the increased choice available to account holders, mean that this requirement is no longer necessary to ensure children and families have access to suitable tax-advantaged savings products that meet their needs.

TFCTF, as a Stakeholder CTF Provider, has chosen not to adopt Lifestyling and therefore the funds will continue to be invested in stocks and shares until the CTF account is due to mature when the child (accountholder) reaches the age of 18.

**Transport Friendly Society is unable to give you any advice with regard to what action you should take, if any. If you wish to consider protecting your child’s TFCTF account from potential stock market losses in the future you should seek independent financial advice.**

Transport Friendly Society Ltd, 3rd Floor Derbyshire House, St. Chad’s Street, London WC1H 8AG
T: 020 7833 2616, F: 020 7833 4426, E: info@tfs.uk.com, W: www.tfs.uk.com