

Help To Buy ISA

What is the interest rate?

2.70% AER/Tax Free

The interest rate is variable, which means the rate can go up or down. Interest is calculated daily and paid once a year after 31 March.

Can Monmouthshire Building Society change the interest rate?

Yes, we can change the rate at any time if we feel it's needed, this is in line with our General Terms and Conditions for Savings Accounts.

If we put the rate up, this is shown on our website, and information will be available in our branches and agencies. If we put the rate down, we'll let you know as soon as we can - with at least 14 days notice.

Conditions for Bonus Payment

The Government will pay a bonus of 25% of the closing balance of the account to be used as part of the deposit towards your new home, subject to eligibility and Scheme Rules. Monmouthshire Building Society do not pay a bonus to this account.

How do I open and manage my account?

Who can open

- You must be aged 16 or over.
- You must be a UK resident (excluding Northern Ireland).
- You could be a Crown servant, their spouse or civil partner if you are not a UK resident.

How to open

- This product is no longer available to be opened.

Minimum

For the account to remain open, a minimum balance of £1 is required.

Maximum

You can deposit up to £1,200 in the first calendar month of account opening. After the first month, you can deposit up to a maximum monthly deposit of £200.

The maximum that you can pay into a Help To Buy ISA is £4,000 each tax year.

The maximum a member can invest with Monmouthshire Building Society is £500,000, this could be just in this account or split across other accounts you hold with the Society.

Help To Buy ISA

How to manage

Online (my accounts), in branch or agency.

You can pay money into your account whenever you want, up to the maximum balance /ISA allowance. You can transfer into this ISA from another Help To Buy ISA only.

Can I withdraw money?

Yes, you can take out your money immediately or close your account without giving notice.

Additional information

Accounts can be opened for individuals only.

When you are ready to purchase your property you must close your account. An eligible conveyancer will apply for the 25% Government bonus on your behalf.

There is no requirement to take out a mortgage with Monmouthshire Building Society having opened out Help To Buy ISA.

You can now pay into multiple cash ISAs in the same tax year, up to the overall allowance of £20,000.

The tax-free rate means that interest is exempt from income tax.

The gross rate means before tax.

The tax advantages depend on your individual circumstances and the tax treatment of your ISA may change in the future.

You only pay tax on savings above your Personal Savings Allowance. Visit www.hmrc.gov.uk for more information.

AER is the Annual Equivalent Rate and shows what the rate would be if interest was paid and added on each year.

Rates and information correct from the 13 December 2024.