

# SCHEDULE OF ALLOWABLE INVESTMENTS

November 2024



Covering the below products:

- Curtis Banks SIPP
- Curtis Banks Flexible Family Trust
- Curtis Banks Full SIPP
- Curtis Banks ST SIPP
- Curtis Banks Universal SIPP
- Curtis Banks 2002 SIPP
- Curtis Banks 2005 SIPP
- Montpelier Protected Rights SIPP
- Montpelier SIPP
- MPAS SIPP
- Temple Quay SIPP
- Prydis SIPP
- The Pointon York SIPP (excluding cSIPP & eSIPP products)
- The Pointon York Self-Invested Personal Pension
- The PY SIPP
- The Pathfinder Private Pension
- The PY Protected Rights Scheme

This is a legally binding document.

Together with:

- Trust Deed and Rules
- **Schedule of Allowable Investments**
- Schedule of Fees
- Terms and Conditions

It sets out the terms of your contract with Curtis Banks

In order to better understand the above products, you should also carefully consider:

- Key Features
- Privacy Information Notice
- Your Personal Illustration

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## Introduction

This document sets out the types of investments which may be held in your SIPP.

We've highlighted the technical terms and included explanations of these in the Terms explained section on page 6.

If you are unsure if an investment is allowed then please contact our Investment Operations team; their contact details are on the back page.

If you hold any other SIPP with Curtis Banks please refer to the separate schedule issued for your SIPP.

## Accessing our services

If you experience difficulties accessing any of our services due to personal circumstances, we may be able to make some adjustments to help you. Please contact our Client Management Team on 0370 414 7000 or [cmt@curtisbanks.co.uk](mailto:cmt@curtisbanks.co.uk) to discuss any support adjustments that may be available to you.

## Allowable investments

The following types of investments are allowable. All investments must meet the General conditions.

	Standard/Non-standard Investment (note 1)
<b>Stocks and shares (note 2)</b>	
Company shares (including <b>ordinary</b> and <b>preference shares</b> ) listed on the London Stock Exchange (LSE), the Alternative Investment Market (AIM) or any overseas <b>HMRC recognised stock exchange</b>	Standard
<b>Fixed interest securities</b> and <b>loan notes</b> listed on the LSE, AIM or any overseas <b>HMRC recognised stock exchange</b>	Standard
UK Government <b>treasury bills</b> and other government <b>fixed interest securities</b>	Standard
<b>Depository interests/receipts</b> (including <b>CREST depository interests</b> )	Standard
<b>Collective investment schemes</b>	
<b>OEICs</b> , <b>unit trusts</b> and other similar <b>collective investment schemes</b> (including <b>UCITS schemes</b> ) that are authorised or recognised by the <b>FCA</b>	Standard
<b>Exchange traded funds</b> listed on the LSE, AIM or any overseas <b>HMRC recognised stock exchange</b>	Standard
Exchange traded investments (including <b>exchange traded notes</b> )	Non-standard
<b>Investment trust</b> (but not other <b>closed ended</b> investment companies) shares listed on any stock exchange (note 2)	Standard
<b>Real estate investment trusts</b> listed on the LSE, AIM or any overseas <b>HMRC recognised stock exchange</b> (note 2)	Standard
<b>Unregulated collective investment schemes</b> (note 3)	Non-standard
<b>Structured products</b>	
Where the product structure is an <b>EEA deposit account</b>	Standard
Where the product structure is a company share, <b>investment trust</b> , bond, <b>loan note</b> , <b>warrant</b> , <b>covered warrant</b> or other <b>derivative</b> . These must all be listed on a <b>HMRC recognised stock exchange</b>	Standard
<b>Insurance company funds</b>	
Insurance company funds or policies	Standard
Second hand with-profits endowments issued by UK insurance companies. Purchases must be advised by an authorised financial adviser. Joint holdings are not permitted.	Non-standard
<b>Commodities</b>	
<b>Exchange traded commodities</b> listed on any stock exchange	Standard
Gold:	
- Physical Gold Bullion. Providers must meet our due diligence requirements.	Standard
- Non-physical gold traded through an online platform. Providers must be one of our Investment Partners and meet our due diligence requirements	Standard
<b>Derivatives</b>	
<b>Warrants</b> and <b>covered warrants</b> listed on the LSE, AIM or any overseas <b>HMRC recognised stock exchange</b>	Non-standard

## Allowable investments (continued)

	Standard/Non-standard Investment (note 1)
<b>Deposit accounts</b>	
Bank accounts:	
- Pooled bank account	Standard
- Fixed term, fixed rate deposits (note 4)	Non-standard
- US Dollar and Euro currency deposits at Barclays Bank	Standard
- Deposit accounts in any currency with an EEA authorised deposit taker opened by an appointed investment firm	Standard
- Notice accounts (note 4)	Non-standard

### National Savings and Investments (NS&I)

Products allowed by NS&I to be held by a corporate trustee. Currently, this includes:	
- Fixed interest savings certificates;	Non-standard
- Index-linked savings certificates;	Non-standard
- Income bonds;	Standard
- Guaranteed income bonds; and	Non-standard
- Guaranteed growth bonds	Non-standard

### Direct property

UK direct commercial property (note 5)	Standard
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### Unlisted shares

UK-based company shares (including ordinary and preference shares) that are <u>not</u> listed on any stock exchange. Acceptable companies are trading entities, which includes trading companies and group holding companies with at least 12 months of trading history/financial reports. (note 3)	Non-standard
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If you are unsure if an investment is allowed then please contact our Investment Operations team; their contact details are on the back page.

## General conditions

### A Liquidity requirements

Investments (with the exception of direct property investments and the non-standard NS&I products listed on page 4) must be:

- freely transferable to another person or entity eligible to invest in that investment; or
- able to be sold for cash within 30 days (except for the following investments).  
These investments must be able to be sold or redeemed within one year:
  - warrants, and covered warrants;
  - unregulated collective investments schemes; and
  - fixed term deposits held directly by us.

These liquidity requirements are for the benefit of your SIPP and exist to provide liquidity where we are required to sell assets, for example, to pay death benefits, outstanding loan repayments, fees and charges.

The above requirements do not guarantee liquidity if you want to sell the investment.

### B Valuation requirement

Investments must be capable of being accurately and fairly valued on an ongoing basis.

### C Indirect holding of taxable property

Your plan must not buy or hold an investment if it holds an interest in taxable

property. In some cases, an investment may not currently hold taxable property but may not rule out doing so at some point in the future. We will consider such investments on a case by case basis (without any obligation to accept them). We may need you to sign a letter before proceeding to confirm that you will be responsible for all tax liabilities that may arise in the future.

### D Connected party transactions

If any transaction is to be carried out between your SIPP and you or a connected party, the transaction must take place at market value.

### E Foreign exchange transactions

Where foreign currency transactions require conversion from Sterling to an alternative currency, we may be able to provide you with a Foreign Currency spot rate from a preferred Foreign Currency exchange provider. If you require a rate to be fixed or specialist currency conversion service to be used, this may be possible with prior arrangement.

### F Non- allowable investments

Please see page 5 for examples of investments which are not permitted.

## Notes

### Note 1 Standard and non-standard investments

The FCA classify the investments in Self-Invested Personal Pensions as either 'standard' or 'non-standard'. This is to reflect the difference in the responsibilities that SIPP operators have when they hold the different classifications of investment. The classification is not an indication of potential investment risk or reward; both standard and non-standard investments may be high risk.

Standard investments are usually easier to value and are either easily sold for cash or are freely transferable. They may also be regulated by the FCA or listed on a stock exchange that is recognised by the FCA.

Non-standard investments may be difficult to sell and may not be regularly valued. The FCA has a concern that most non-standard investments are unlikely to be suitable for ordinary clients. You should regularly review your investments to make sure they are suitable for your retirement aims and your own risk appetite.

The classifications shown in this document are based on our current interpretation of the non-standard investments guidance given by the FCA.

As cash in fixed term deposits cannot normally be accessed, we treat them as non-standard investments. This includes the NS&I products listed on page 4.

### Note 2 Listed securities

Investment trusts and real estate investment trusts can be held either:

- by an investment firm; or
- through an investment trust savings scheme.

Other listed securities must be held by an investment firm.

### Note 3 Specialist investments

We deem unregulated collective investment schemes and unlisted shares to be specialist investments.

You should only invest in these investments if you are fully aware of the risks associated with them. You should take financial advice before making this type of investment.

These investments are not protected by the Financial Services Compensation Scheme. If you would like further information about the Financial Services Compensation Scheme, please speak to your adviser or contact us.

These investments are allowed provided they meet our due diligence requirements.

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**You should contact our Investment Operations team before investing to check that the investment is allowed.**

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The FCA restricts who these investments can be marketed to and who can invest in them. If you or your investment manager wishes to buy an investment, you will need to provide certain confirmations to us prior to each investment transaction.

This may delay the purchase of the investment and we reserve the right to decline a specialist investment transaction on a case by case basis.

We charge additional initial and annual fees for holding specialist investments such as these in your SIPP. We also reserve the right to clarify other complex investments as specialist investments. Please refer to the Schedule of Fees.

Before deciding to invest in specialist investments please refer to our:

- Specialist Investment Questionnaire (UCIS or unlisted shares);
- Unlisted share guidance.

### Note 4 Fixed term deposits and notice accounts

Term deposit accounts are allowable where they:

- have a fixed term or notice period of 5 years or less;
- are a sterling deposit held with a UK authorised credit institution which meets our due diligence requirements;
- are able to accept pension monies by trustee application; and
- are able to be operated by post and/or fax by Curtis Banks' signatories.

Where the term or notice period is more than 12 months the accounts must contain one of the following clauses in the contract:

- be fully transferable in the name of both the legal owner of the asset and the client, and be breakable on death; or
- allow access to the deposit within 12 months.

Not all fixed term deposits will allow access prior to maturity. Where a deposit can be broken prior to maturity, the deposit taker may apply a penalty. You can obtain the details from the deposit taker about the ability to break the term and the penalties applicable.

Fixed term deposit accounts and notice accounts must either be held by us directly, or through a cash platform that is listed as an Investment Partner, that meets our due diligence requirements for holding these types of accounts. Accounts must not be held through an investment firm or other Investment Partners.

### Note 5 Commercial property

Before deciding to purchase commercial property, please refer to our:

- Property Guide;
- Property Insurance Notes;
- Property Form; and
- Group Investment Agreement (where the property is to be held for more than one client)

Commercial property will be owned by your SIPP trustee, as outlined in the Terms and Conditions for your plan.

## Restricted investments

At Curtis Banks we take our trustee and regulatory responsibilities seriously. As a result, we restrict certain investments because, based on our experience, they may be inappropriate for SIPP.

Reasons why we feel these investments may be inappropriate include:

- Some cases there is a risk that they breach HMRC rules.
- Often these types of product are distributed by unregulated companies, meaning that an analysis may not have been carried out by an FCA authorised adviser to assess whether the investment meets the client's circumstances in terms of their attitude to risk, level of sophistication etc.
- The investments may not have a robust infrastructure in place or may be a complete scam - in many cases we are unable to fully check this out.
- They are often poorly documented - rectifying this requires a lot of work and is not always possible.

- Due diligence on the investments involves a lot of work and can be out of all proportion to the amount of the investment.

## Non-allowable investments

For the avoidance of doubt, below is a list of investments which are not allowed. Please note that this list is not exhaustive; it merely provides examples.

- Cryptocurrencies and bitcoin mining (these are not permitted directly or indirectly, e.g. cryptocurrency tracker funds, under any circumstances);
- Futures, options and other derivatives (listed warrants and covered warrants are permitted);
- Contracts for difference and spread betting;
- Unlisted warrants and unlisted covered warrants;
- Currency trading;
- Residential or holiday property (including residential ground rents);
- Tangible moveable property (art, antiques, wine, vintage cars etc.);
- Loans to connected or unconnected parties;
- Property limited liability partnerships;
- Wasting assets (having an expected lifespan of 50 years or less);
- Premium bonds;
- Overseas direct commercial property;
- Overseas hotel rooms or farmland;
- Unquoted 'ethical' investments (carbon credits, green oil, overseas trees etc.);
- Solar panels and wind turbines;
- Life settlement funds;
- Intellectual property (patents, trademarks etc.);
- Crowdfunding and peer to peer lending;
- Storage pods; and
- Land banking.

## Terms explained

<b>closed ended</b>	a type of investment with a fixed number of shares or units in issue at any one time.	<b>investment trust</b>	a type of company quoted on the London Stock Exchange that invests its shareholders' funds in the shares of other companies.
<b>collective investment scheme</b>	an investment which allows clients to pool their money together to invest. Common examples are unit trusts and OEICs.	<b>liquidity</b>	the ability to convert an asset to cash.
<b>commodities</b>	raw materials such as metal and oil and foodstuffs such as coffee, meat and grain.	<b>listed securities</b>	securities that are listed on any stock exchange.
<b>connected party</b>	this includes amongst others, your spouse, registered civil partner, children, parents, brothers, sisters and other direct descendants and ancestors of you and your spouse or registered civil partner. A connected party is defined (as a 'connected person') in Section 993 of the Income Tax Act 2007.	<b>loan note</b>	a security where the client receives repayments of a loan over a set period of time. This can include interest.
<b>covered warrant</b>	an investment issued by an investment bank or similar institution which gives the holder the right to buy or sell other securities at a specific price at a future date. With covered warrants, a wide range of underlying investments can be bought or sold. Standard warrants can only be converted into the shares of the company that issued the warrant.	<b>market value</b>	the price an investment may reasonably be expected to fetch on the open market. Market value is defined in Section 272 of the Taxation of Chargeable Gains Act 1992.
<b>CREST depository interest</b>	a UK security representing ownership of an underlying interest in an overseas security.	<b>OEIC</b>	Open Ended Investment Company. An investment that allows clients to pool their money to invest in a single fund. It can also spread their risk across a range of investments and allow them to benefit from professional fund management and reduce their dealing costs.
<b>depository interest/receipt</b>	a security issued by an investment bank in one country representing ownership of an underlying interest in a security from a different country.	<b>open ended</b>	a type of collective investment scheme that has no limit to the number of shares (or units) in issue. If demand is high, new shares are created. When selling occurs, the manager buys back shares. An OEIC is an example.
<b>derivative</b>	an investment whose characteristics and value depend upon the characteristics and value of one or more other assets or indices, typically a commodity, bond, equity or currency. Examples of derivatives include contracts for differences, futures and options.	<b>ordinary share</b>	a share of a company giving the owner a right to vote at shareholder meetings and to receive a part of the company profits as a dividend.
<b>EEA</b>	European Economic Area, which comprises the current members of the European Union and Iceland, Liechtenstein and Norway.	<b>pooled bank account</b>	an account with a bank opened by the trustee that holds monies in respect of your SIPP and other members of the scheme.
<b>exchange traded commodity</b>	a fund that tracks a commodity which can be traded on a stock exchange. Exchange traded commodities must only invest in allowable investments as detailed in this Schedule. Investments in cryptocurrencies are not permitted directly or indirectly under any circumstances.	<b>preference share</b>	a share in a company that generally provides a fixed dividend that is paid prior to the payment of dividends to ordinary shareholders. Owners of preference shares usually do not have the right to vote at shareholder meetings.
<b>exchange traded fund</b>	a fund that tracks an index or a collection of assets but which can be traded on a stock exchange. Exchange traded funds must only invest in allowable investments as detailed in this Schedule. Investments in cryptocurrencies or crypto mining are not permitted directly or indirectly under any circumstances.	<b>property</b>	land, buildings and anything fixed to the land. This includes houses, hotels, schools, hospitals, offices, shops, warehouses, factories and any other business premises.
<b>exchange traded investments</b>	a special purchase vehicle (SPV), debt instrument or mini-bond where funding is raised by the issue of corporate bonds or speculative illiquid securities to invest in physical illiquid assets either owned by the SPV or provided as security to the SPV. Exchange traded investments must only invest in allowable investments as detailed in this schedule. We reserve the right to classify exchange traded investments as specialist investments.	<b>real estate investment trust</b>	a collective investment scheme that allows tax efficient investment in property.
<b>exchange traded note</b>	A debt security whose value tracks an index. Exchange traded notes must only be linked to allowable investments as detailed in this Schedule. Investments in cryptocurrencies are not permitted directly or indirectly under any circumstances.	<b>recognised stock exchange</b>	a stock exchange recognised by HMRC for the purposes of section 1005 of the Income Tax Act 2007. Any assets listed on markets which do not meet HMRC's definition of 'listed' will be categorised as non-standard.
<b>fixed interest security</b>	type of investment that pays a set rate of interest that does not change. Such securities will often have a repayment date when the issuer repays the capital. Examples include gilts (loans to the UK Government) and corporate bonds (loans to companies).	<b>structured product</b>	a type of packaged investment linked to a particular asset, market or index.
<b>FCA</b>	Financial Conduct Authority, our regulator.	<b>taxable property</b>	assets that attract a tax charge if held by your SIPP. This includes residential property and physical assets such as cars, art or stamps. The full details are set out in Schedule 29A to the Finance Act 2004.
<b>HMRC</b>	HM Revenue & Customs.	<b>treasury bill</b>	a type of government security with a term of up to one year.
<b>investment firm</b>	a firm you appoint to hold the investments within your SIPP on your behalf and: <ul style="list-style-type: none"> <li>to carry out your investment instructions; or</li> <li>to make investment decisions on your behalf on a discretionary basis.</li> </ul>	<b>unit trust</b>	an investment, like an OEIC, that allows clients to pool their money to invest in a single fund. It can also spread their risk across a range of investments and allow them to get the benefit of professional fund management and reduce their dealing costs.
		<b>UCITS</b>	Undertakings for Collective Investments in Transferable Securities. A type of fund that can be marketed throughout the European Union.
		<b>unregulated collective investment scheme</b>	a collective investment scheme that has not been authorised or recognised by the FCA.
		<b>warrant</b>	a security issued by a company (often an investment trust) which give their owners the right to purchase shares in the company at a specific price at a future date.

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