



Core Unit 2 Sample Questions

1. Tax relief on contributions for employees is only available to those who
 - a. specify a proposed retirement date
 - b. join a UK registered pension scheme
 - c. contribute to a scheme where the employer matches contributions
 - d. are employed by an employer who is also contributing.

2. The Pensions Regulator was set up under the
 - a. Finance Act 2004
 - b. Pensions Act 2004
 - c. Pensions Regulator Act 2004
 - d. Pension Schemes Act 2004.

3. Trustees must represent the interests of
 - a. the employer
 - b. trade unions
 - c. all classes of member
 - d. the employees.

4. It is a legal requirement that the trustees' Annual Report must be available
 - a. at the end of the scheme year
 - b. within 7 months of the end of the scheme year
 - c. within 12 months of the end of the scheme year
 - d. within 18 months of the end of the scheme year.

5. Splitting pension rights at the time of the divorce or the dissolution of a civil partnership is known as
 - a. Pension Sharing
 - b. Pension Earmarking
 - c. Pension Allocation
 - d. Pension Apportionment.

6.
 - (i) The concept of a Lifetime Allowance was introduced by the Finance Act 2004.
 - (ii) For the tax year 2013/14 the Lifetime Allowance was £1.5 million.
 - a. Both True
 - b. Only (i) True
 - c. Only (ii) True
 - d. Both False



Pensions
Management
Institute

ACHIEVING PENSIONS EXCELLENCE

PMI House
4 -10 Artillery Lane
London E1 7LS
T: 020 7247 1452
F: 020 7375 0603
W: www.pensions-pmi.org.uk

7. (i) The State Second Pension replaced the State Earnings Related Pension Scheme.
(ii) The State Second Pension was introduced in April 1997.
- a. Both True
 - b. Only (i) True
 - c. Only (ii) True
 - d. Both False

Correct Responses:

- 1. B
- 2. B
- 3. C
- 4. B
- 5. A
- 6. A
- 7. B