

Pensions Management Institute Level 4 Certificate in

Pensions Calculations

603/7165/1



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Change Log

Date	Details of Change	'From' date applicable	Learners applicable
01/06/2025	Unit exam duration. Changed to; • 90-minute exam per unit.	01/01/2026	All active learners
01/06/2025	Unit exam assessment. Changes made to; Number of case studies per exam Removal of 'writing a letter' and replaced with 'analysis of pre-written letter(s)'.	01/01/2026	All active learners



About PMI

Founded in 1976, the Pensions Management Institute (PMI) is the UK's largest and most recognisable professional body for employee benefits and retirement savings professionals, supporting over 6,500 members.

PMI's members, represented throughout the UK, are responsible for managing and advising some of the largest institutions in the world, accounting for £1trillion invested in pensions. We promote excellence through a range of services for the benefit of members, the wider economy and, with over ten million now saving through automatic enrolment, society as a whole.

The purpose of the PMI is "To set and promote standards of excellence and lifelong learning for employee benefits and retirement savings professionals and trustees through qualifications, membership and ongoing support services".

To achieve this, the PMI:

- Promotes and embeds professional standards, setting the benchmarks for best practice in the employee benefits and retirement savings industry
- Produces qualifications that have a reputation for excellence and which ensure employee benefits and retirement savings professionals, whether they are scheme managers, consultants, administrators or trustees, are educated to the very highest standards and with knowledge of the very latest legislation
- Provides continued lifelong learning designed to strengthen the knowledge and skills of employee benefits and retirement savings practitioners in performing to the best of their ability
- Plays a pivotal role in shaping the industry, working with government and collaborating with other bodies on research and thought leadership on key issues
- Presents an annual conference and a wide range of technical seminars to cater for those starting out in the pensions industry through to highly experienced pensions professionals
- Provides industry-leading insight, including a 'Pensions Aspects' monthly magazine, PMI TV, newsletters and blogs to keep practitioners abreast of the very latest developments in a rapidly changing industry
- Proactively has a voice in mainstream and social media, with a presence on Twitter and LinkedIn.

PMI Qualifications

The PMI is the UK's leading professional body for those working in the field of employee benefits and retirement savings. It supports and develops the experts who are responsible for running the UK's pensions industry and is acknowledged as the body for establishing, maintaining and improving professional standards in every area of pension scheme management, consultancy and trusteeship.



PMI qualifications are recognised for both their depth and their standing within the pensions industry. If you choose to take a single-unit, standalone qualification, or if you choose to take a multi-unit qualification over a number of years, then that qualification is recognised by the pensions industry as having the depth and rigor to demonstrate the knowledge and expertise of those taking it.

Syllabuses

Each syllabus area is presented in a form which is intended to give an indication of the depth and breadth of knowledge required. Each syllabus area is divided into sections with an initial statement, or learning outcome, indicating what is expected of learners and some notes detailing the way in which the initial statement should be interpreted.

The initial statement and notes use key words in heavy type to indicate the depth and / or breadth of knowledge required. The key words should be interpreted as follows:

- analyse interpret and examine in detail define make clear the exact meaning
- **demonstrate** explain or prove by reasoning / example
- **describe** give a detailed account of/mark the difference between / determine the value explain make clear or intelligible / illustrate the meaning of
- **identify** demonstrate what something is
- **outline** brief general explanation / summary without detail understand comprehend / have a thorough knowledge of

This is then further broken down into Assessment Criteria. Assessment Criteria are descriptive statements that provide learners and instructors with information about the qualities, characteristics, and aspects of a given learning task. Fundamentally, they specify clearly the standards that must be met and what evidence should be used to show achievement of learning outcomes.

Support and Recognition

These qualifications have been developed with the support of individuals and organisations within the pensions sector and from all industry bodies that support the sector in the United Kingdom.

Qualification Aim

Suitable for pension scheme administrators working in either defined benefit (DB) or defined contribution (DC) schemes, or both. Designed to demonstrate a learner's competence in the calculating and quoting of benefits of defined benefit and defined contribution schemes.



Qualification Abstract

The syllabus of each of the units is presented in a form which is intended to give an indication of the depth and breadth of knowledge required. Each syllabus is divided into sections with an initial statement, or learning outcome, indicating what is expected of learners and some additional guidance notes detailing the way in which the initial statement should be interpreted.

The first four units (Level 3) of this qualification can be undertaken as part of the Workplace Pensions (WPP) Apprenticeship. Full details can be found on the PMI website.

Prerequisites

There are no formal prerequisites for this qualification, neither in terms of prior qualifications nor in terms of prior knowledge and experience. However, it is anticipated that most learners will be working in the pensions industry in some capacity. For example, some learners will have undertaken the PMI Award in Pensions Essentials (APE) or Certificate in Pensions Essentials (CPE).

Accreditation of Prior Learning

None applicable.

Regulation

This qualification is regulated by Ofqual, appears in the Register of Regulated Qualifications, the details of which can be found here.

Qualification Level

This qualification has been benchmarked at level 4 in the Regulated Qualification Framework (RQF).



Qualification Structure

This qualification comprises seven units.

Unit	Description	Level
1	Calculate and Quote Pension Scheme Death Benefits for Members without	3
_	Special Circumstances	J
2	Calculate and Quote Pension Scheme Leaver Benefits for Members without	3
	Special Circumstances	3
	Calculate and Quote Pension Scheme Retirement Benefits for Members	0
3	without Special Circumstances	3
4	Calculate and Quote Pension Scheme Transfer In Benefits and Transfer Out	0
4	Benefits for Members	3
	Calculate and Quote Pension Scheme Death Benefits for Members with	4
5	Special Circumstances	4
6	Calculate and Quote Pension Scheme Leaver Benefits for Members with	4
	Special Circumstances	4
7	Calculate and Quote Pension Scheme Retirement Benefits for Members with	4
/	Special Circumstances	4

All seven units must be achieved, in order to complete the qualification.

Qualification Delivery and Assessment

This qualification is delivered via PMI Approved Centres or via individuals self-studying. Approved centres must comply with all relevant Ofqual Regulations and Guidance.

Assessment

All units are assessed online using a proctored exam format.

All seven units are assessed through case study examinations, which are open book.

As the case studies are meant to reflect real life calculations and assess a learners ability to verify accuracy of calculations. Each unit exam;

• lasts 90 minutes.

The case studies are based on three fictitious pension schemes; two defined benefit schemes (one of which is a Career Revalued Earnings Scheme [CARE]) and one defined contribution scheme.



Total Qualification Time

TQT is a measure required by Ofqual the qualifications regulator and comprises:

- Guided Learning Hours (GLH): This is time spent being taught by an instructor (and not necessarily face to face); and
- Study Time: This is self-study/revision/reading

Guided learning hours (GLH)	28	(Revision Courses and teaching)
Self-study (SS)	240	(30 hours per unit Level 3)
		(40 hours per unit Level 4)
Formative Assessment (F)	24.5 hours	(Mock Exams)
Summative Assessment (S)	10.5 hours	(Online Exams)
Total Assessment Time (TAT)	35 hours	(F+S)
Total Qualification Time	302 Hours (GLH+SS+	TAT)

The above estimates are based on evidence we have gathered from users of our qualifications, past experience, and benchmarking exercises. The evidence we have gathered indicates that there is considerable variation within the overall TQT estimates as blended approaches are common with differing mixes of Guided Learning and other elements which contribute to TQT. These estimates are reviewed regularly.

The qualification is normally achieved within three years of registration.

Fees

Fees for this qualification can be found on the PMI website.

Links with other qualifications and progression

All learners can progress to PMI administration focussed qualifications such as the Diploma in Pensions Administration or Certificate in Pension Scheme Member Guidance. Alternatively, they could pursue the PMI Diploma and Advanced Diploma in Retirement Provision.

The exact choice will depend on individual circumstances and career path.

Membership Entitlement

Learners completing the qualification successfully will be eligible to seek election as Certificate Members of the PMI with the designatory initials **CertPMI**.



Calculate and Quote Pension Scheme Death Benefits for Members without Special Circumstances

The aim of this unit is to:

Understand and calculate 'Death Benefit' options within normal circumstances and in accordance with all relevant guidance and legislation. The learner will then be able to apply this knowledge in the production of a 'death benefits' quote to the trustees or beneficiaries.

Unit Level		3	Unit Reference		L/618/6395					
TQT	38		Grading Structu	re	Pass / Fail					
Assessment C										
Learning Out				57.01	Assessment Criteria – the learner can					
					Use the correct personal details from the member's record.					
1.Be able to explain the scheme rules for each of the schemes used in the case study examinations covering the payment					Show the full range of requested options which are allowed based on the member's record and the scheme rules.					
of death bene	fits			1.3	Apply scheme definitions accurately.					
				1.4	Apply all relevant legislation correctly in relation to death benefits.					
2. Demonstrate how to apply actuarial / revaluation factors					Set out the calculations for each of the different type of death benefit options.					
3. Show the benefit options in an approved format and in accordance with accepted procedure					Provide manual calculations for each of the different types of death benefit category without arithmetical errors.					
					Show when lump sum death benefits are payable at the trustees' discretion or to the deceased member's estate / legal personal representatives.					
options payab regulations ar	islation ble (takir nd requin Istoms a	on thing in remeand t	he benefits and to account	4.1	Calculate and provide information in accordance with regulations imposed by HM Revenue & Customs and the Department for Work and Pensions, as appropriate.					
				5.1	Analyse a letter to the beneficiary, sponsor or trustee and quote benefits which match your calculations.					
5. Explain wha				5.2	Show the benefit options in an approved format and in accordance with accepted procedure.					
documentation is re scheme can settle t				5.3	Provide complete and accurate information to accompany the quotation and requested payment details.					
				5.4	Give instructions to the addressee on the response you require.					



Calculate and Quote Pension Scheme Leaver Benefits for Members without Special Circumstances

The aim of this unit is to:

Understand 'Leaver Benefit' options within normal circumstances and in accordance with all relevant guidance and legislation. The learner will then be able to apply this knowledge in the production of a 'leaver benefits' quote to the scheme member.

			I		Г	T	T.			
Unit Level			Unit Reference		L/618/6396	Credits	3			
TQT			Grading Structu		Pass / Fail					
Assessment Guidance 90-minute writte										
Learning Out	comes -	– the	e learner will		Assessme	ent Criteria	– the learner can			
Be able to explain the scheme rules for each of the schemes used in the case study examinations covering the payment					Use the correc record.	t personal (details from the member's			
						Show the full range of requested options which ar allowed based on the member's record and the scheme rules.				
of leaver bene	efits			1.3	Apply scheme	definitions	accurately.			
				1.4	Apply all relevant legislation correctly in relation to Leaver benefits.					
2. Demonstrate how to apply revaluation factors and how to calculate tax for refunds					Set out the calculations for each leaving option according to the accepted procedures.					
3. Show the benefit options in an approved format and in accordance with accepted procedure.					Provide manual calculations for each of the leaving options without arithmetical errors.					
4. Be able to explain the effects of overriding legislation on the benefits and options payable (taking into account regulations and requirements of HM Revenue & Customs and the Department for Work and Pensions)					regulations imp	oosed by H	ormation in accordance with M Revenue & Customs and and Pensions, as			
				5.1	Analyse a letter to the beneficiary, sponsor or truste and quote benefits which match your calculations.					
5. Explain wha documentatio	n is req	uire	d before the	5.2	Show the bene in accordance		in an approved format and ted procedure.			
scheme can settle the benefits				5.3	Provide complete and accurate information to accompany the quotation and requested payment details.					



Calculate and Quote Pension Scheme Retirement Benefits for Members without Special Circumstances

The aim of this unit is to:

Understand 'Retirement Benefit' options within normal circumstances and in accordance with all relevant guidance and legislation. The learner will then be to apply this knowledge in the production of a 'retirement benefits' quote to the scheme member.

Unit Level		3 Unit Reference	L/6	618/6397	Credits	3		
TQT	38	Unit Grading Structu		Pass / Fa	il			
Assessment C	Guidanc	e 90-minute writte	en exa	m online				
Learning Out	comes	- the learner will		Asse	ssment Cri	teria – the learner can		
			1.1	Use the corecord.	orrect perso	onal details from the member's		
each of the sc	hemes	e scheme rules for used in the case overing the payment	1.2		ased on the	of requested options which are e member's record and the		
of retirement b	penefits		1.3	Apply sch	eme definit	ions accurately.		
			1.4		Apply all relevant legislation correctly in relation to Retirement benefits.			
		apply revaluation oly annuity rates	2.1			ons for each leaving option epted procedures.		
		otions in an approved	3.1		Provide manual calculations for each of the leaving options without arithmetical errors.			
procedure.	iccordar	ice with accepted	3.2		te benefits ements(if n	to meet minimum contracting- ecessary).		
options payab regulations an	slation of takir d requinstoms a	on the benefits and ng into account rements of HM and the Department	4.1	regulation	is imposed tment for W	e information in accordance with by HM Revenue & Customs and Vork and Pensions, as		
			5.1			e beneficiary, sponsor or trustee hich match your calculations.		
	n is req	uired before the	5.2		•	ions in an approved format and ccepted procedure.		
scheme can s	ettle th	e benefits	5.3			d accurate information to ation and requested payment		
			5.4	Give instru you requi		ne addressee on the response		



Unit 4 Calculate and Quote Pension Scheme Transfer In and transfer Out for Members

The aim of this unit is to:

Understand 'Transfer Out and Transfer In Benefit 'options within normal circumstances and in accordance with all relevant guidance and legislation. The learner will then be able to apply this knowledge in the production of a 'transfer in benefits' quote and a 'transfer out benefits' quote to the scheme member.

Unit Level		3	Unit Reference		L/618/6398				
TQT	38	Unit	Grading Structu	re	Pass / Fail				
Assessment Guidance 90-minute writte					m online				
Learning Out	omes	- the	learner will		Assessment Criteria – the learner can				
Be able to explain the scheme rules for each of the schemes used in the case study examinations covering the payment					Use the correct personal details from the member's record.				
					Show the full range of requested options which are allowed based on the member's record and the scheme rules.				
of transfer benefits				1.3	Apply scheme definitions accurately.				
				1.4	Apply all relevant legislation correctly in relation to Retirement benefits.				
2. Demonstrate actuarial/reva				2.1	Set out the calculations for each transfer option according to the accepted procedures.				
 Show the benefit options in an approved format and in accordance with accepted procedure. 					Provide manual calculations for each of the leaving options without arithmetical errors.				
					Analyse a letter to the beneficiary, sponsor or trustee and quote benefits which match your calculations.				
4. Explain wha				4.2	Show the benefit options in an approved format and in accordance with accepted procedure.				
documentation scheme can se		Provide complete and accurate information accompany the quotation and requested particles.							
				4.4	Give instructions to the addressee on the response you require.				



Calculate and Quote Pension Scheme Death Benefits for Members with Special Circumstances

The aim of this unit is to:

Understand 'Death Benefit' options where special circumstances apply and in accordance with all relevant guidance and legislation. The learner will then be able to apply this knowledge in the production of a 'death benefits' quote to the trustees or beneficiaries.

·	n benefits quote to the		
Unit Level	4 Unit Reference		618/6399
TQT 50	Unit Grading Structu		Pass / Fail
Assessment Guidan	=	n exan	
Learning Outcomes	– the learner will		Assessment Criteria – the learner can
		1.1	Use the correct personal details from the member's record.
1.Be able to explain the each of the schemes		1.2	Show the full range of requested options which are allowed based on the member's record and the scheme rules.
,	overing the payment	1.3	Apply scheme definitions accurately.
of death benefits		1.4	Consider and apply any supplementary and discretionary benefits where appropriate.
		1.5	Apply all relevant legislation correctly in relation to death benefits.
 Demonstrate how trevaluation factors 	to apply actuarial /	2.1	Set out calculations for each benefit option according to accepted procedures.
		3.1	Carry out calculations manually for each benefit option without arithmetical errors.
3. Show the benefit o format and in accord procedure	ptions in an approved ance with accepted	3.2	Show when lump sum benefits are payable at the trustees' discretion or to the deceased member's estate / legal personal representatives.
4. Be able to explain overriding legislation options payable (taki regulations and requevenue & Customs for Work and Pensior	on the benefits and ng into account uirements of HM and the Department	4.1	Calculate and provide information in accordance with regulations imposed by HM Revenue & Customs and the Department for Work and Pensions, as appropriate
		5.1	Analyse a letter to the beneficiary, sponsor or trustee and quote benefits which match your calculations.
		5.2	Show the benefit options in an approved format and in accordance with accepted procedure.
5. Explain what inform documentation is rec	quired before the	Detail any supplementary and discretionary benefits.	
scheme can settle th	e benefits	5.4	Provide complete and accurate information to accompany the quotation and requested payment details.
		5.5	Give instructions to the addressee on the response you require.



Calculate and Quote Pension Scheme Leaver Benefits for Members with Special Circumstances

The aim of this unit is to:

Understand 'Leaver Benefit' options where special circumstances apply and in accordance with all relevant guidance and legislation. The learner will then be able to apply this knowledge in the production of a 'leaver benefits' quote to the scheme member.

Unit Level			Jnit Reference		3/6400		redits		5	
TQT 50			Grading Structu		Pass / F				5	
Assessment Guida			90-minute writte							
Learning Outcome				es	sment	Cr	iteria – the learner can			
Be able to explain the scheme rules for each of the schemes used in the case					Use the correct personal details from the mercord.					
					allowed	Show the full range of requested options which are allowed based on the member's record and the scheme rules.				
study examinations				1.3	Apply sc	che	eme de	fini	tions accurately.	
of leaver benefits				1.4	Consider and apply any supplementary and discretionary benefits where appropriate.					
				1.5	Apply all leaver be			le	gislation correctly in relation to	
 Demonstrate how factors and how to refunds 				2.1	Set out calculations for each benefit option accordir to accepted procedures.					
Show the benefit format and in accor procedure				3.1					ns manually for each benefit netical errors.	
4. Be able to explair overriding legislatio options payable (tal regulations and req Revenue & Customs for Work and Pensic	n on king i uiren s and	th intene	e benefits and o account nts of HM	4.1	regulatio	on: art	s impos ment fo	sec	le information in accordance with I by HM Revenue & Customs and Work and Pensions, as	
				5.1					ne member, sponsor or trustee which match your calculations.	
5. Explain what info	rmati	on	ı and	5.2					nd accurate information to tation and requested payment	
documentation is re	quire	ed	before the	5.3	Detail an	Detail any supplementary and discretionary benef				
scheme can settle t	n settle the benefits			5.4					tions in an approved format and accepted procedure.	
			5.5			•		nd accurate information to tation and requested payment		



Calculate and Quote Pension Scheme Retirement Benefits for Members with Special Circumstances

The aim of this unit is to:

Understand 'Retirement Benefit' options where special circumstances apply and in accordance with all relevant guidance and legislation. The learner will then be able to apply this knowledge in the production of a 'retirement benefits' quote to the scheme member.

Unit Level 4 Unit Reference L/618/6401 Credits 5 TQT 50 Unit Grading Structure Pass / Fail Assessment Guidance 90-minute written exam online Learning Outcomes - the learner will Assessment Criteria - the learner conductor of the scheme rules for each of the schemes used in the case study examinations covering the payment of retirement benefits 4 Unit Reference L/618/6401 Credits 5 Pass / Fail Assessment Criteria - the learner conductor of the learner will allowed based on the member's record and scheme rules. 1.2 Show the full range of requested options allowed based on the member's record and scheme rules. 1.3 Apply scheme definitions accurately. Consider and apply any supplementary and discretionary benefits where appropriate.	e member's s which are and the and
Assessment Guidance 90-minute written exam online Learning Outcomes – the learner will Assessment Criteria – the learner control of the scheme rules for each of the schemes used in the case study examinations covering the payment of retirement benefits Assessment Criteria – the learner control of the learner control o	e member's s which are and the and
Learning Outcomes – the learner will Assessment Criteria – the learner can be detailed from the record. 1.1 Use the correct personal details from the record. Show the full range of requested options allowed based on the member's record at scheme rules. 1.2 allowed based on the member's record at scheme rules. 1.3 Apply scheme definitions accurately. Consider and apply any supplementary at	e member's s which are and the and
1.1 Use the correct personal details from the record. Show the full range of requested options allowed based on the member's record an scheme rules. 1.2 Show the full range of requested options allowed based on the member's record an scheme rules. 1.3 Apply scheme definitions accurately. Consider and apply any supplementary and scheme rules.	e member's s which are and the and
1.1 record. Show the full range of requested options allowed based on the member's record and scheme rules. 1.2 allowed based on the member's record and scheme rules. 1.3 Apply scheme definitions accurately. Consider and apply any supplementary and scheme rules.	s which are and the and
 1. Be able to explain the scheme rules for each of the schemes used in the case study examinations covering the payment of retirement benefits 1.2 allowed based on the member's record at scheme rules. 1.3 Apply scheme definitions accurately. 1.4 Consider and apply any supplementary at 	and the
study examinations covering the payment of retirement benefits 1.3 Apply scheme definitions accurately. Consider and apply any supplementary as	
payment of retirement benefits Consider and apply any supplementary a	
	∋ .
Apply all relevant legislation correctly in retirement benefits.	relation to
2. Demonstrate how to apply actuarial / revaluation factors and how to apply annuity rates Set out calculations for each benefit optic to accepted procedures.	ion according
Carry out calculations manually for each by without arithmetical errors.	benefit option
3. Show the benefit options in an approved format and in accordance with accepted procedure 3.2 Recalculate benefits to meet minimum correquirements (if necessary).	contracting-out
4. Be able to explain the effects of overriding legislation on the benefits and options payable (taking into account regulations and requirements of HM Revenue& Customs and the Department for Work and Pensions) Calculate and provide information in accordance to the Department of the Department for Work and Pensions, as	Customs and
Write a letter to the member, sponsor or t quote benefits which match your calculat	ations.
Show the benefit options in an approved f accordance with accepted procedure.	I format and in
5. Explain what information and documentation is required before the	nary benefits.
scheme can settle the benefits Provide complete and accurate information accompany the quotation and requested details.	
Give instructions to the addressee on the require.	e response you