



VOCATIONAL QUALIFICATIONS

RETIREMENTS PART 1

RETIREMENT BENEFITS WITHOUT SPECIAL CIRCUMSTANCES

MONDAY 11 MARCH 2019

1.30 PM – 4.30 PM

TIME ALLOWED:

3 HOURS

1. Answer **ALL** the questions.
2. Write all your answers in the answer book provided.
3. Begin each question on a new page.
4. Show all workings clearly.
5. Calculate the benefits using only the information given.
6. Where the benefits are likely to exceed the remaining Individual Lifetime Allowance, state in your answer book that you would refer the case to your manager.
7. Factors must be rounded in accordance with the instruction in the Table of Factors. Round all other figures to two decimal places (or whatever is the normal practice where you work).

Questions

Section A

Calculate the retirement benefits / options for:

1. **RASHID SHINWARI – (RST)**
2. **JACK HARPER – (XYZ)**
3. **CHRISTINE DANIELS – (RST)**
4. **TOMASZ WILDERMÜNCH – (OPQ)**
5. **SAMANTHA WEBSTER – (XYZ)**

Section B

6. Write a letter explaining the benefits payable and the options available to **RASHID SHINWARI**.

The letter may be addressed either to the member or to the Trustees (whichever is the normal practice in the organisation for which you work).

Please note: Candidates must not sign letters with their own names. Letters should be signed “A N Other”.

Pre 6 April 2006 pension accrued as at 5 April 2018

CARE pension (per annum) £ 6,916.18

Post 5 April 2006 pension accrued as at 5 April 2018

CARE pension (per annum) £ 7,899.38

Special circumstances / additional information

Contractual Salary at date of first event £ 47,500.00

Pro-rata CPI from 6 April 2018 to date of first event is 2.30%.

Rashid Shinwari's current available Lifetime Allowance is 100.00%.

THIS QUESTION ALSO REQUIRES A LETTER (QUESTION 6)

Event history

Date of first event **09/03/2019** First event **RETIREMENT**
 Date of second event Second event

Member details

Surname **HARPER** Forenames **JACK**
 Date of birth **16/07/1950** Gender **MALE**
 Spouse's date of birth **20/10/1960**
 Dependent child's date of birth
 Date of joining company **04/08/1985**
 Date of joining scheme **04/09/1985**
 Category of membership **A**

Pensionable salary history for the scheme year commencing 6 April

2010	2011	2012	2013	2014	2015	2016	2017	2018
54,500	56,050	58,250	60,400	63,250	66,500	67,500	68,890	70,500

Contribution history

Total member's normal contributions **£ 24,869.10**
 Total member's AVCs **£**
 Current value of AVCs **£**
 Single life AVC pension (per annum) payable immediately **£**
 Joint life AVC pension (per annum) payable immediately **£**

Contracting-out details at date of first event

Pre 06/04/1988

GMP (per annum)	£	403.52
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Post 05/04/1988

GMP (per annum)	£	4,302.48
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Special circumstances / additional information

Jack Harper paid the default contribution rate (70ths accrual) throughout his period of membership of the XYZ Pension and Life Assurance Scheme.

Jack Harper's current available Lifetime Allowance is 100.00%.

CASE STUDY DETAILS**RST SCHEME****RETIREMENTS PART 1
QUESTION 3****Event history**

Date of first event **06/03/2019** First event **RETIREMENT**

Date of second event Second event

Member details

Surname **DANIELS** Forenames **CHRISTINE**

Date of birth **06/03/1954** Gender **FEMALE**

Spouse's date of birth **09/08/1950**

Dependent child's date of birth

Date of joining company **11/10/2003**

Date of joining scheme **06/04/2004**

Earnings history for the scheme year ending 5 April

2010	2011	2012	2013	2014	2015	2016	2017	2018
27,500	29,000	31,000	33,000	35,200	37,500	38,500	41,000	44,000

Contribution history

Total member's normal contributions **£ 13,796.08**

Total member's AVCs **£**

Current value of AVCs **£**

Single life AVC pension (per annum) payable immediately **£**

Joint life AVC pension (per annum) payable immediately **£**

Pre 6 April 2006 pension accrued as at 5 April 2018

CARE pension (per annum) £ 498.25

Post 5 April 2006 pension accrued as at 5 April 2018

CARE pension (per annum) £ 6,009.18

Special circumstances / additional information

Contractual Salary at date of first event £ 50,900.00

Pro-rata CPI from 6 April 2018 to date of first event is 2.30%.

Christine Daniels' current available Lifetime Allowance is 100.00%.

Event history

Date of first event **24/06/2014** First event **PRESERVED LEAVER**
Date of second event **06/03/2019** Second event **RETIREMENT**

Member details

Surname **WILDERMÜNCH** Forenames **TOMASZ**
Date of birth **01/09/1960** Gender **MALE**
Spouse's date of birth **05/01/1961**
Dependent child's date of birth
Date of joining company **08/08/1998**
Date of joining plan **08/08/1998**
Target retirement date **01/09/2022**

Annual salary history for the plan year commencing 6 April

2010	2011	2012	2013	2014	2015	2016	2017	2018

Contribution history

Total member's normal contributions **£ 61,492.08**
Total employer's normal contributions **£ 100,492.80**
Total member's AVCs **£**

Personal Retirement Account details

Member's Current Unit Holdings

Fund	Member's normal contributions	Employer's normal contributions	Member's AVCs
	Unit Holdings	Unit Holdings	Unit Holdings
Global Equity Fund			
Index Linked Bond Fund			
Balanced Fund			
Corporate Bond Fund			
Cash Fund			
Lifestyle Fund	20,819.4060	34,726.1200	

Investment Fund Unit Prices

Fund	Current Unit Price (£)
Global Equity Fund	5.212
Index Linked Bond Fund	1.434
Balanced Fund	4.920
Corporate Bond Fund	1.532
Cash Fund	1.019

Special circumstances / additional information

Tomasz Wildermüch has requested a quotation assuming he uses the overall value of his Personal Retirement Account to take the maximum tax-free cash sum available to him, with the balance being used to purchase a joint life pension. Tomasz Wildermüch has requested quotations using the "Annuity Bureau" factors for the following joint life pension options:

- a) Non-increasing
- b) Increasing annually at the lower of 5.0% / RPI

Tomasz Wildermüch has additionally requested a quotation assuming he takes the entire proceeds of his Personal Retirement Account as a single Uncrystallised Funds Pension Lump Sum.

Tomasz Wildermüch's current available Lifetime Allowance is 59.82%.

Contracting-out details at date of first event

Pre 06/04/1988

GMP (per annum) £

Post 05/04/1988

GMP (per annum) £

Special circumstances / additional information

Samantha Webster's Final Pensionable Salary at 3 July 2011 was £43,300.00.

Lower of 5.0% / RPI increases from 4 July 2011 to date of first event is 24.1%.

Samantha Webster's current available Lifetime Allowance is 100.00%.