



## Core Unit 1A - Understanding Retirement Provision

Monday 7<sup>th</sup> October 2019, 9.30am – 11.30am

Centre Name	
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There are two parts to the question paper.

**Part One** Contains 50 multiple choice questions. Each question shows **FOUR** possible answers (lettered 'a', 'b', 'c' and 'd') only **ONE** is correct. Attempt **ALL** questions on the white answer sheet **in pencil** for the paper-based version of this exam or follow the instructions on screen for the online version.

**Part Two** Contains several short answer questions. Attempt **ALL** questions in the green answer booklet **in pen** for the paper-based version of this exam or follow the instructions on screen for the online version.

It is suggested equal time is spent on both parts of the question paper.

**THIS EXAMINATION PAPER REMAINS THE PROPERTY OF THE PENSIONS MANAGEMENT INSTITUTE AND MUST BE HANDED TO THE INVIGILATOR AT THE END OF THE EXAMINATION.**

## **Part Two: Short Answer Questions**

This part of the examination contains a number of short answer questions, worth 50 marks in total. Please answer all of the questions.

Please make sure that you answer these questions in the green answer booklet in pen for the paper-based version of this exam, or follow the instructions on screen for the online version.

1. Outline the main features of the NEST. (7 marks)
2. Describe the compensation payable to members when a scheme's assets and liabilities are transferred into the Pension Protection Fund. (8 marks)
3. Outline the main features and purposes of a free-standing additional voluntary contribution (FSAVC) arrangement. (5 marks)
4. Write a brief description of the pension advice allowance. (9 marks)
5. Outline the role of the Scheme Actuary in relation to a defined benefit pension scheme. (6 marks)
6. Identify the key design features of a stakeholder pension scheme that are additional requirements to those of an ordinary personal pension. (5 marks)
7. Outline the main provisions of statutory maternity pay. (5 Marks)
8. In the context of a defined benefit pension scheme, explain the term "Final Pensionable Salary". (5 Marks)