



**Pensions
Management
Institute**

Defined Benefit Arrangements

Wednesday 17th April 2024 2 -5 PM
Time Allowed: 3 Hours

Pass Mark - 55

- 1.** Answer **ALL** the questions.
- 2.** Type all your answers in the answer box provided.
- 3.** It is suggested to allocate your time according to the proportion of marks each question attracts.

Question Number: 1

Write a detailed report discussing the actuarial principles and methods used in scheme valuations based on the standard terms, funding methods and demographic and financial assumptions.

Marks**40****Question Number: 2**

Set out the key facts and considerations involved in the winding-up process of an occupational pension scheme, covering the background to winding up, circumstances specified in the Trust Deed, Termination by the Pensions Regulator and Postponement of Winding Up.

Marks**20****Question Number: 3**

You are Pensions Manager for an active DB scheme. Describe the process for investing both DB and DC Additional Voluntary Contributions and the legal requirements in relation to monitoring.

Marks**20****Question Number: 4**

Describe the increases that are applied to various elements of a pension once it is put into payment, taking into account whether or not the scheme was contracted out.

Marks**20**