



**Pensions  
Management  
Institute**

# **VOCATIONAL QUALIFICATIONS**

## **TRANSFERS IN AND TRANSFERS OUT**

**MONDAY 18 SEPTEMBER 2023**

**1.30 PM – 5.00 PM**

**TIME ALLOWED:**

**3 HOURS 30 MINUTES**

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. Factors must be rounded in accordance with the instruction in the *Tables of Factors*. Round all other figures to two decimal places (or whatever is the normal practice where you work).

## Questions

### Section A

Calculate the transfer values of the benefits accrued by:

1. **ZARA RYDER – (RST)**
2. **MIKALA KENIN – (OPQ)**
3. **MATT HARDIMAN – (XYZ)**

Calculate the benefits that can be provided by the transfer values received under the relevant scheme / plan for:

4. **ELLA FISK – (RST)**
5. **MARGOT HATHAWAY – (OPQ)**
6. **EOIN BRYANT – (XYZ)**

### Section B

7. Write a letter concerning **MATT HARDIMAN** explaining the transfer out alternative and providing information as appropriate.

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

8. Write a letter concerning **MARGOT HATHAWAY** explaining the benefits available in exchange for the transfer value and providing information as appropriate.

The letter may be addressed 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”.

**CASE STUDY DETAILS****RST SCHEME****TRANSFERS  
QUESTION 1****Event history**

Date of first event	<b>03/05/2023</b>	First event	<b>PRESERVED LEAVER</b>
Date of second event	<b>17/09/2023</b>	Second event	<b>TRANSFER OUT</b>

**Member details**

Surname	<b>RYDER</b>	Forenames	<b>ZARA</b>
Date of birth	<b>07/09/1967</b>	Gender	<b>FEMALE</b>
Spouse's date of birth	<b>02/04/1969</b>		
Child dependant's date of birth			
Date of joining company	<b>03/02/1989</b>		
Date of joining scheme	<b>06/04/1989</b>		

**Contribution history**

Total member's normal contributions	<b>£</b>	<b>47,232.67</b>
Post 05/04/1997 member's normal contributions	<b>£</b>	<b>36,142.77</b>
Total member's AVCs	<b>£</b>	<b>12,219.55</b>
Current value of AVCs	<b>£</b>	<b>13,557.89</b>

### **Preserved benefits**

Member's total pension at age 65 (per annum):	£	<b>22,999.51</b>
---	---	------------------

Including:

- |   |   |                  |
|---|---|------------------|
| • Member's pension earned between 06/04/1997 and 05/04/2006 at age 65 (per annum) | £ | <b>6,070.98</b>  |
| • Member's pension earned from 06/04/2006 at age 65 (per annum)                   | £ | <b>11,524.70</b> |

### **Special circumstances / additional information**

Spouse's pension on death after retirement (per annum)	£	<b>9,199.80</b>
--	---	-----------------

Adjustment factor		<b>0.97</b>
-------------------	--	-------------

In accordance with the Occupational and Personal Pension Schemes (Conditions for Transfers) Regulations 2021, the Scheme Trustees have completed all of their necessary due diligence checks. They are satisfied that this is a legitimate transfer and that it can proceed.

**CASE STUDY DETAILS****OPQ PLAN****TRANSFERS  
QUESTION 2****Event history**

Date of first event	<b>07/05/2023</b>	First event	<b>PRESERVED LEAVER</b>
Date of second event	<b>16/09/2023</b>	Second event	<b>TRANSFER OUT</b>

**Member details**

Surname	<b>KENIN</b>	Forenames	<b>MIKALA</b>
Date of birth	<b>05/10/1968</b>	Gender	<b>MALE</b>
Spouse's date of birth	<b>11/11/1964</b>		
Child dependant's date of birth			
Date of joining company	<b>08/08/1989</b>		
Date of joining scheme	<b>08/08/1989</b>		
Target retirement date	<b>05/10/2025</b>		

**Contribution history**

Total member's normal contributions	<b>£</b>	<b>10,322.29</b>
Total employer's normal contributions	<b>£</b>	<b>16,515.66</b>
Total member's AVCs	<b>£</b>	<b>5,236.54</b>

## Personal Retirement Account details

### Member's Current Unit Holdings

<b>Fund</b>	<b>Member's normal contributions</b>	<b>Employer's normal contributions</b>	<b>Member's AVCs</b>
	<b>Unit Holdings</b>	<b>Unit Holdings</b>	<b>Unit Holdings</b>
Global Equity Fund	999.5699	1,599.3118	
Index Linked Bond Fund			
Balanced Fund	612.5454	980.0726	799.8864
Corporate Bond Fund	714.3697	1,142.9915	
Cash Fund			
Lifestyle Fund	2,023.9865	3,238.3784	1,036.9858

### Investment Fund Unit Prices

<b>Fund</b>	<b>Current Unit Price (£)</b>
Global Equity Fund	5.432
Index Linked Bond Fund	1.121
Balanced Fund	4.291
Corporate Bond Fund	1.409
Cash Fund	1.034

### **Special circumstances / additional information**

In accordance with the Occupational and Personal Pension Schemes (Conditions for Transfers) Regulations 2021, the Scheme Trustees have completed all of their necessary due diligence checks. They are satisfied that this is a legitimate transfer and that it can proceed.

**CASE STUDY DETAILS****XYZ SCHEME****TRANSFERS  
QUESTION 3****Event history**

Date of first event	<b>05/12/2022</b>	First event	<b>PRESERVED LEAVER</b>
Date of second event	<b>15/09/2023</b>	Second event	<b>TRANSFER OUT</b>

**Member details**

Surname	<b>HARDIMAN</b>	Forenames	<b>MATT</b>
Date of birth	<b>08/03/1970</b>	Gender	<b>MALE</b>
Spouse's date of birth	<b>04/07/1964</b>		
Child dependant's date of birth			
Date of joining company	<b>03/02/1991</b>		
Date of joining scheme	<b>03/03/1991</b>		
Category of membership	<b>A</b>		

**Contribution history**

Total member's normal contributions	<b>£</b>	<b>26,222.89</b>
Post 05/04/1997 member's normal contributions	<b>£</b>	<b>21,190.81</b>
Total member's AVCs	<b>£</b>	<b>10,666.58</b>
Current value of AVCs	<b>£</b>	<b>12,705.61</b>

**Preserved benefits**

Member's total pension at age 65 (per annum)	£	<b>13,924.31</b>
--	---	------------------

Including:

- |   |   |                  |
|---|---|------------------|
| • Post 05/04/1997 pension at age 65 (per annum) | £ | <b>11,252.28</b> |
| • Pre 06/04/1988 GMP at age 65 (per annum)      | £ |                  |
| • Post 05/04/1988 GMP at age 65 (per annum)     | £ | <b>666.64</b>    |
| • Total GMP at exit (per annum)                 | £ | <b>468.52</b>    |

**Special circumstances / additional information**

Spouse's pension on death after retirement (per annum)	£	<b>6,962.16</b>
--	---	-----------------

Adjustment factor		<b>0.99</b>
-------------------	--	-------------

In accordance with the Occupational and Personal Pension Schemes (Conditions for Transfers) Regulations 2021, the Scheme Trustees have completed all of their necessary due diligence checks. They are satisfied that this is a legitimate transfer and that it can proceed.

**THIS ANSWER ALSO REQUIRES A LETTER (QUESTION 7)**



**CASE STUDY DETAILS****RST SCHEME****TRANSFERS  
QUESTION 4****Event history**

Date of first event	<b>16/09/2023</b>	First event	<b>TRANSFER IN</b>
Date of second event		Second event	

**Member details**

Surname	<b>FISK</b>	Forenames	<b>ELLA</b>
Date of birth	<b>11/12/1975</b>	Gender	<b>FEMALE</b>
Spouse's date of birth	<b>25/07/1970</b>		
Child dependant's date of birth			
Date of joining company	<b>04/01/2022</b>		
Date of joining scheme	<b>06/04/2023</b>		

**Contribution history**

Total member's normal contributions	<b>£</b>	<b>1,988.60</b>
Total member's AVCs	<b>£</b>	<b>269.32</b>
Current value of AVCs	<b>£</b>	<b>271.35</b>

### **Preserved benefits from previous scheme**

Pension payable at age 65 (per annum)	£	<b>19,328.55</b>
---------------------------------------	---	------------------

### **Transfer value details from previous scheme**

Member's total transfer value		<b>45,111.33</b>
-------------------------------	--	------------------

Including:

- |   |   |                  |
|---|---|------------------|
| • Member's total contributions                          | £ | <b>12,422.10</b> |
| • Transfer value in respect of post 05/04/1997 benefits | £ | <b>41,863.07</b> |
| • Member's post 05/04/1997 contributions                | £ | <b>11,527.64</b> |
| • Transfer value in respect of post 05/04/2006 benefits | £ | <b>27,256.98</b> |
| • Member's post 05/04/2006 contributions                | £ | <b>7,505.63</b>  |

### **Special circumstances / additional information**

Ella Fisk is considering transferring in her benefits from the registered Defined Benefit arrangement of her previous employer.

Adjustment factor		<b>0.98</b>
-------------------	--	-------------

**CASE STUDY DETAILS****OPQ PLAN****TRANSFERS  
QUESTION 5****Event history**

Date of first event	<b>14/09/2023</b>	First event	<b>TRANSFER IN</b>
Date of second event		Second event	

**Member details**

Surname	<b>HATHAWAY</b>	Forenames	<b>MARGOT</b>
Date of birth	<b>08/07/1979</b>	Gender	<b>FEMALE</b>
Spouse's date of birth	<b>08/12/1981</b>		
Child dependant's date of birth			
Date of joining company	<b>04/07/2023</b>		
Date of joining scheme	<b>04/07/2023</b>		
Target retirement date			

**Contribution history**

Total member's normal contributions	<b>£</b>	<b>519.22</b>
Total employer's normal contributions	<b>£</b>	<b>830.75</b>
Total member's AVCs	<b>£</b>	<b>90.00</b>

## Personal Retirement Account details

### Member's Current Unit Investment Choices

Fund	Member's normal contributions	Employer's normal contributions	Member's AVCs
	Allocation (%)	Allocation (%)	Allocation (%)
Global Equity Fund	45.00	45.00	
Index Linked Bond Fund	10.00	10.00	10.00
Balanced Fund	15.00	15.00	40.00
Corporate Bond Fund	30.00	30.00	50.00
Cash Fund			
Lifestyle Fund			

### Investment Fund Unit Prices

Fund	Current Unit Price (£)
Global Equity Fund	5.418
Index Linked Bond Fund	1.315
Balanced Fund	4.361
Corporate Bond Fund	1.574
Cash Fund	1.104

### Transfer value details from previous scheme

Member's total transfer value (including AVCs) **£71,905.46**

Including:

- Current value of member's contributions **£25,329.44**
- Current value of AVCs **£18,878.02**

### Special circumstances / additional information

Following Margot Hathaway's written authority to proceed, the transfer in of her benefits from the registered Defined Contribution arrangement of one of her previous employers took place on 14 September 2023. The transfer in was allocated in accordance with Margot Hathaway's current investment choices and was based on the Investment Fund Unit Prices detailed above.

**THIS ANSWER ALSO REQUIRES A LETTER (QUESTION 8)**

**CASE STUDY DETAILS**

**XYZ SCHEME**

**TRANSFERS  
QUESTION 6**

**Event history**

Date of first event    **13/09/2023**                      First event    **TRANSFER IN**  
Date of second event                                      Second event

**Member details**

Surname                      **BRYANT**                      Forenames    **EOIN**  
Date of birth                      **07/07/1971**                      Gender        **MALE**  
Spouse's date of birth                      **09/05/1978**  
Child dependant's date of birth  
Date of joining company                      **15/02/2023**  
Date of joining scheme                      **15/03/2023**  
Category of membership        **A**

**Contribution history**

Total member's normal contributions	£	<b>541.23</b>
Total member's AVCs	£	<b>215.13</b>
Current value of AVCs	£	<b>221.44</b>

### **Preserved benefits from previous scheme**

Pension payable at age 65 (per annum)	£	<b>19,777.59</b>
---------------------------------------	---	------------------

Including:

- |   |   |               |
|---|---|---------------|
| • Pre 06/04/1988 GMP at age 65 (per annum)  | £ |               |
| • Post 05/04/1988 GMP at age 65 (per annum) | £ | <b>558.48</b> |
| • GMP at exit (per annum)                   | £ | <b>368.16</b> |

### **Transfer value details from previous scheme**

Member's total transfer value (including GMP liability)	£	<b>33,788.11</b>
---	---	------------------

Including:

- |   |   |                  |
|---|---|------------------|
| • Member's total contributions                          | £ | <b>10,232.65</b> |
| • Transfer value in respect of post 05/04/1997 benefits | £ | <b>28,301.70</b> |
| • Member's post 05/04/1997 contributions                | £ | <b>8,571.10</b>  |

### **Special circumstances / additional information**

Eoin Bryant is considering transferring in his benefits from the registered Defined Benefit arrangement of his previous employer.

Adjustment factor	<b>0.98</b>
-------------------	-------------