

TRANSFERS WORKED ANSWER XYZ TRANSFER IN

Member Name: Dmitry Ivanov

Date of Birth: 02/02/1975

Date Joined Company: 01/05/2018

Date Joined Scheme: 01/06/2018

Transfer Value Details

Total Transfer Value	=	£28,463.34	
Post 1997 Transfer Value	=	£17,634.44	
Total Contributions in TV	=	£12,574.76	
Post 1997 Contributions	=	£7,563.55	
GMP at exit	=	£496.60	
Pre 88 GMP at age 65	=	£0.00	
Post 88 GMP at age 65	=	£975.00	
Total GMP at age 65	=	£975.00 (pre and post £0.00 + £975.00)	

Factors Used

Age : 02/02/1975 – 10/09/2025	=	51	Age next birthday
GMP at exit factor	=	1.141	(See Factor Table 2)
Pre88 GMP at age 65 factor	=	4.640	(See Factor Table 2)
Post88 GMP at 65 factor	=	5.962	(See Factor Table 2)
Contribution factor	=	1.05	(See Factor Table 3)
MLA factor	=	0.99	(See Case Study)
Excess pension factor	=	5.659	(See Factor Table 1)

Transfer In Calculation

(A) (i) £496.60 x 1.141	=	£ 566.62	Value of GMP at exit
(ii) £0.00 x 4.640	=	£ 0.00	Value of Pre 88 GMP
(iii) £975.00 x 5.962	=	<u>£ 5,812.95</u>	Value of Post 88 GMP
		£ 6,379.57	Total value of GMP
(B) ((£12,574.76 X 1.05) / 100))	=	£ 132.03	Value of contributions
(C) £28,463.34 / 0.99	=	£28,750.85	TV with MLA applied

(D) $\pounds 28,750.85 - (\pounds 6,379.57 + \pounds 132.03) = \pounds 22,239.25$ Adjusted Transfer Value

(E) D is greater than $\pounds 0$ so ok to proceed with calculation

(F) $\pounds 22,239.25 / 5.659 = \pounds 3,929.89$ Excess pension at NRD

Plus total GMP at NPD = $\pounds 975.00$

Total pension at NRD = $\pounds 4,904.89$ pa

Post 1997 benefits

(G) $((\pounds 7,563.55 \times 1.05) / 100) = \pounds 79.42$ Value of post '97 contributions

(H) $\pounds 17,634.44 / 0.99 = \pounds 17,812.57$ Post '97 pension with MLA applied

(I) $\pounds 17,812.57 - \pounds 79.42 = \pounds 17,733.15$ Post 97 Adjusted Transfer Value

(J) $\pounds 17,733.15 / 5.659 = \pounds 3,133.62$ pa Post '97 pension at NRD

Summary

The total benefits that would be purchased by the transfer in are:

1. At normal pension date: a pension of $\pounds 4,904.89$ pa of which $\pounds 3,929.89$ pa is in respect of excess pension (including $\pounds 3,133.62$ pa post 97 pension) and $\pounds 975.00$ pa is in respect of GMP (all post 88 GMP).
2. On death before retirement prior to NRD from active or preserved status: a refund of member contributions without interest of $\pounds 12,574.76$ will be paid.
3. On death before retirement on or after NRD: lump sum death benefits calculated on the assumption that the member retired on the date of death plus a spouse pension will be paid.
4. On death after retirement: a lump sum death benefit provided death occurs within 5 years of retirement, plus a spouse pension will be paid.
5. All benefits will be paid in accordance with the provisions of the XYZ Scheme.