

TRANSFERS WORKED ANSWER	XYZ	TRANSFER IN
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Member Name:		Greta Lindstrom
Date of Birth:		14/10/1963
Date Joined Company:		01/10/2016
Date Joined Scheme:		01/11/2016

Transfer Value Details

Total Transfer Value	=	£68,356.33
Post 1997 Transfer Value	=	£49,395.31
Total Contributions in TV	=	£29,006.31
Post 1997 Contributions	=	£20,553.96
GMP at exit	=	£307.84
Pre 88 GMP at age 65	=	£137.80
Post 88 GMP at age 65	=	£1,147.64
Total GMP at age 65	=	£1,285.44 (pre and post £137.80 + £1,147.64)

Factors Used

Age : 14/10/1963 – 11/09/2025	=	62	next birthday
GMP at exit factor	=	0.018	(See Factor Table 2)
Pre88 GMP at age 65 factor	=	10.281	(See Factor Table 2)
Post88 GMP at 65 factor	=	13.209	(See Factor Table 2)
Contribution factor	=	0.89	(See Factor Table 3)
MLA factor	=	1.01	(See Case Study)
Excess pension factor	=	13.196	(See Factor Table 1)

Transfer In Calculation

(A) (i) £307.84 x 0.018	=	£ 5.54	Value of GMP at exit
(ii) £137.80 x 10.281	=	£ 1,416.72	Value of Pre 88 GMP
(iii) £1,147.64 x 13.209	=	<u>£15,159.18</u>	Value of Post 88 GMP
		£ 16,581.44	Total value of GMP
(B) ((£29,006.31 X 0.89) / 100))	=	£ 258.16	Value of contributions
(C) £68,356.33/ 1.01	=	£67,679.53	TV with MLA applied

(D) $£67,679.53 - (£16,581.44 + £258.16) = £50,839.93$ Adjusted TV

(E) D is greater than £0 so ok to proceed with calculation

(F) $£50,839.93 / 13.196$	=	£3,852.68 pa	Excess pension at NRD
Plus total GMP	=	<u>£1,285.44 pa</u>	
Total pension at NRD	=	£5,138.12 pa	

Post 1997 benefits

(G) $((£20,553.96 \times 0.89) / 100)$ = £182.93 Value of post '97 contributions

(H) $£49,395.31 / 1.01$ = £48,906.25 Post '97 pension with MLA applied

(I) $£48,906.25 - £182.93$ = £48,723.32

(J) $£48,723.32 / 13.196$ = **£ 3,692.28 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 £5,138.12 pa of which £3,852.68 pa is in respect of excess pension (including £3,692.28 pa post '97 pension) and £1,285.44 pa is in respect of GMP (£137.80 pa pre 88 GMP and £1,147.64 pa post 88 GMP).
2. On death before retirement prior to NRD from active or preserved status: a refund of member contributions without interest of £29,006.31 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.