

## XYZ (CAT A) – LEAVER – PRESERVED / CETV (WITH ENHANCED ACCRUAL RATE)

Letter to **IVAN PETROV**

### Key Points

1. Date of leaving [DOL] (**07/09/2026**)
2. Preserved pension at DOL of **£33,235.71** per annum (including pre 1988 GMP of **£214.24** per annum, post 1988 GMP of **£1,898.52** per annum and excess pension of **£31,122.95** per annum)
3. Mention enhanced accrual rate
4. Normal pension date [NPD] (**28/04/2030**) or age (**65**)
5. Pre 1988 and post 1988 GMP revaluation rates to NPD assume **3.25%** for each complete tax year to 'GMP due date' (where 'GMP due date' = NPD)
6. Excess revaluation rate to NPD assumes **5.0%** per annum compound ('true' annual revaluation rate will be **lower of 5.0% and RPI**)
7. Total pension at NPD of **£38,354.82** per annum (including pre 1988 GMP of **£235.56** per annum, post 1988 GMP of **£2,090.40** per annum and excess pension of **£36,028.86** per annum)
8. Tax-free cash sum option
9. Death before retirement spouse's / civil partner's pension of **£16,617.86** per annum (based on member's pension at DOL)
10. Death before retirement lump sum death benefit (stating value of refund of contributions of **£62,813.45**)
11. Death after retirement lump sum death benefit (provided death occurs before reaching age 75 and before receiving 5 years of pension payments) equal to the lower of the balance of 5 years of pension payments or the unpaid balance of pension payments that would have been received up to the member's 75<sup>th</sup> birthday
12. Death after retirement spouse's / civil partner's pension of **£19,177.41** per annum (based on member's pension at DOL, revalued to NPD)
13. Post retirement pension increases will be applied each year on 1<sup>st</sup> April:
  - a. If member is below 'GMP due date' on 1<sup>st</sup> April, the whole pension will be increased each year by **5.0%** (or by the **increase in the RPI if less**)
  - b. If the member has attained 'GMP due date' on 1<sup>st</sup> April, the excess pension will be increased each year by **5.0%** (or by the **increase in the RPI if less**), the pre 1988 GMP will not be increased and the post 1988 GMP will be increased each year by **3.0%** (or by the **increase in the CPI if less**)
14. Transfer option

**NOTE –**

*For the purposes of the CPC examinations, candidates will be presented with a draft Letter. They will then be expected to:*

- a) *Transcribe data required to be populated in the draft Letter accurately from their Case Study answers to the answer box*
- b) *Identify and detail basic expected information not communicated in the draft Letter to the answer box*
- c) *Identify and correct information wrongly communicated in the draft Letter to the answer box*