



SELECTAPENSION

Retirement Income Strategies

with Income Modeller

Client Name: Mrs Sample Client

Client Ref: RP000912

Adviser Name: Mr Daniel Cheeseman

Date of Analysis: 15/02/2022

This report has been based on the following information. Please make it known if any part of this information is incorrect as it may affect the results of the analysis.

Personal Information

Ref	RP000912
Title	Mrs
Forename	Sample
Middle Initials	
Surname	Client
Gender	Female
Date of Birth	05/01/1966
Employment Status	Employed
Marital Status	Married
Partner's Date of Birth	14/04/1965
Partner's Forename	Rupert
Partner's Surname	Jones
Partner's Gender	Male
Health Status	Good
Dependants	No
Attitude to Risk	Low
Lifetime Allowance Protection	Enhanced Protection
Country of Residence	England, Northern Ireland, Wales or Other



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Introduction

The purpose of this analysis is to provide projections on how your pension pots, investments and saving plans can be used to help fund your income requirements in retirement. This analysis does not, on its own, show whether or not moving your funds is advisable, as that also depends on many other factors, such as your “attitude to risk”, and your personal circumstances and objectives. It does, however, demonstrate 4 main areas to help you understand your potential income options in retirement:

- How much tax you may be liable to pay if you took the pension fund as one cash lump sum
- How long a desired income model will last
- The sustainable amount of income you can take from your plans until the desired target age
- Shortfall analysis, if applicable, to maintain a target income up until the desired target age

Your Options in Retirement

Uncrystallised Funds Pension Lump Sums (UFPLS)

Single or multiple withdrawals can be made. Each withdrawal will consist of 25% tax free and the remainder taxable at your marginal rate. Upon taking UFPLS, your pension contribution allowance will reduce to a maximum of £4,000 each year.

Flexi Access Drawdown

Taking a flexible income, typically known as an ‘Income Drawdown Arrangement’, allows you to choose the amount you wish to take from your pension pot each year, the pot decreases with every withdrawal but the money left invested could grow. Take your tax-free cash (usually 25%) and leave the remaining pot invested and withdraw as and when you need to. All future withdrawals will be subject to income tax where applicable.

Annuity

There are different types of annuities to choose from depending on your needs, including the ability to add partner benefits, this is called a Joint Life Annuity. A Joint Life Annuity will pay an income to your partner after you die. People who have a shorter life expectancy than others could be eligible for an Enhanced Annuity, this means they would be offered a potentially higher income than someone who is expected to live longer.

The main advantage of an Annuity is the amount of income received is guaranteed, however, an Annuity may not be suitable for you if you want to leave something to your family or you have a very short life expectancy.



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What will your money buy you in the future?

Inflation is the rate at which the general level of prices for goods and services rises as well as an increase in the cost of living. It effectively means the 'buying power' of money at the present time.

The prices of goods and services will rise, therefore the same amount of money today will actually buy you less in the future. The most common measures of inflation are Consumer Prices Index (CPI) and the Retail Price Index (RPI). Each of these looks at hundreds of common items we spend our money on e.g milk, bread etc.

For example, if the inflation rate is 2.5%, £10,000 today will have the same buying power as £9,756 in a years' time and £7,811 in 10 years' time. The reverse of this would be if you were purchasing a £30,000 car today, then theoretically, in a years' time that same car would cost you £30,750.

For this reason, inflation will erode your fund unless it is able to grow at a higher rate than inflation.

In this report, future inflation is assumed to be 2%.

Life Expectancy – Office for National Statistics (ONS)

The ONS produces and publishes a wide range of information about the United Kingdom. Specifically, they provide us with life expectancies based on historical information. They calculate the average time in years that an individual would be expected to survive based on their gender, birth year, current age and assume they reside in Great Britain.

ONS publish two different calculations to work out the life expectancy of a particular data set, in this analysis we use 'Period Life Expectancy'.

State Pension

The State Pension is a regular payment from the Government and is based on your National Insurance record when you reach State Pension age.

We assume the full single-tier State Pension will be paid, the actual amount you get depends on your National Insurance record.

Income from the State Pension is assumed to increase by 2.5%.

Your State Pension Age: 67

Annual System Assumption State Pension in today's terms: £9,110.40

Partner State Pension Age: 67

Partner Annual System Assumption State Pension in today's terms: £9,110.40



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Proposed Analysis

The report has been based on the following information. Please make it known if any part of this information is incorrect as it may affect the results of the analysis.

Calculation Date	01/12/2020
Projection Basis	Inflation Adjusted
Projection Basis	Headline Rates
Target Age	85 (Calculated using ONS Life Expectancy Tables)

Expected Expenditure					
Name	Amount	Frequency	Indexation	Start Age	End Age
Bills	£20,000.00	Yearly	2% p.a	55	65
Mortgage	£6,000.00	Yearly	0%	55	60
Bill 65 onwards	£18,000.00	Yearly	2% p.a	65	Guaranteed for Life

This comparison takes into account that you have the following assets to be used in retirement. This analysis will assume these continue to be invested and achieve the same growth. These funds may be used to provide the target income.

Members Assets								
Fund Value Type	Name	Amount	Valuation Date	Fund Retained	Growth Rates	Estimated Annual Charge	Regular Amount Until	Indexation
Pension	SL Wrap	£250,000.00	01/12/2020		0%, 4%, 0%	1.88%		
ISA	ISA	£75,000.00	01/11/2021		0%, 4%, 0%	0.5%	£50 until 65	0%
Savings Plan	Rainy Day Money	£31,000.00	01/11/2021	100%	0%, 0.5%, 0%	0%		

Partner Assets							
Fund Value Type	Name	Amount	Valuation Date	Fund Retained	Growth Rates	Estimated Annual Charge	
Pension	Work Pension	£80,000.00	01/11/2021		0%, 4%, 0%	1%	

This comparison takes into account the fact that you already have the following guaranteed income available and this may reduce the income required from your drawdown arrangement.

Members Guarantees					
Guaranteed Income	Name	Amount	Increase Rate	Payable from age	Payable to age
State Pension	State Pension	£9,110.40 (Mid)	2.5	67	Guaranteed for Life
Defined Benefit	DB Scheme	£5,000.00	2	65	Guaranteed for Life
Other Guaranteed	Salary	£60,000.00	2	55	65

Partner Guarantees					
Guaranteed Income	Name	Amount	Increase Rate	Payable from age	Payable to age
State Pension	State Pension	£9,110.40 (Mid)	2.5	67	Guaranteed for Life



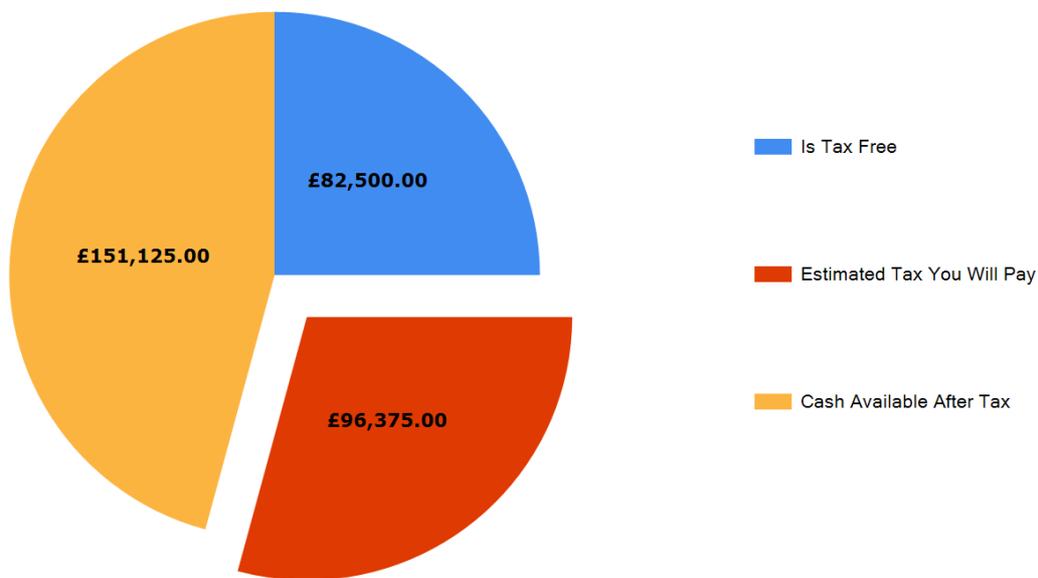
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Estimate of Tax on Day One Withdrawal

If you're thinking about taking the whole of your pension as cash, there are some important things you need to consider prior to making a decision. You need to understand how much tax you might have to pay. 25% of the cash you take will be tax free, but you may need to pay income tax on the remaining amount, this could be as much as 45%. We have illustrated the potential tax you will need to pay in the example below. You should also consider that the cash taken will need to provide you with an income in retirement.

This has been calculated assuming 25% is taken as a tax-free lump sum Income Tax Rates and the Standard Personal Allowance for the 2021/22 tax year and includes your other guaranteed income if applicable.



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Retirement Income Strategy

The below retirement income strategy has been created to demonstrate the target income required from your total fund. This strategy has been created using Income Drawdown to demonstrate how long your target income will last.

Target Income From Age	Net Income	Indexation
65	£45,000.00	2% p.a
80	£32,000.00	2% p.a

Within this retirement income strategy there are multiple assets to be used in order to provide the above target income. The below demonstrates the order in which the assets will be used in providing this income.



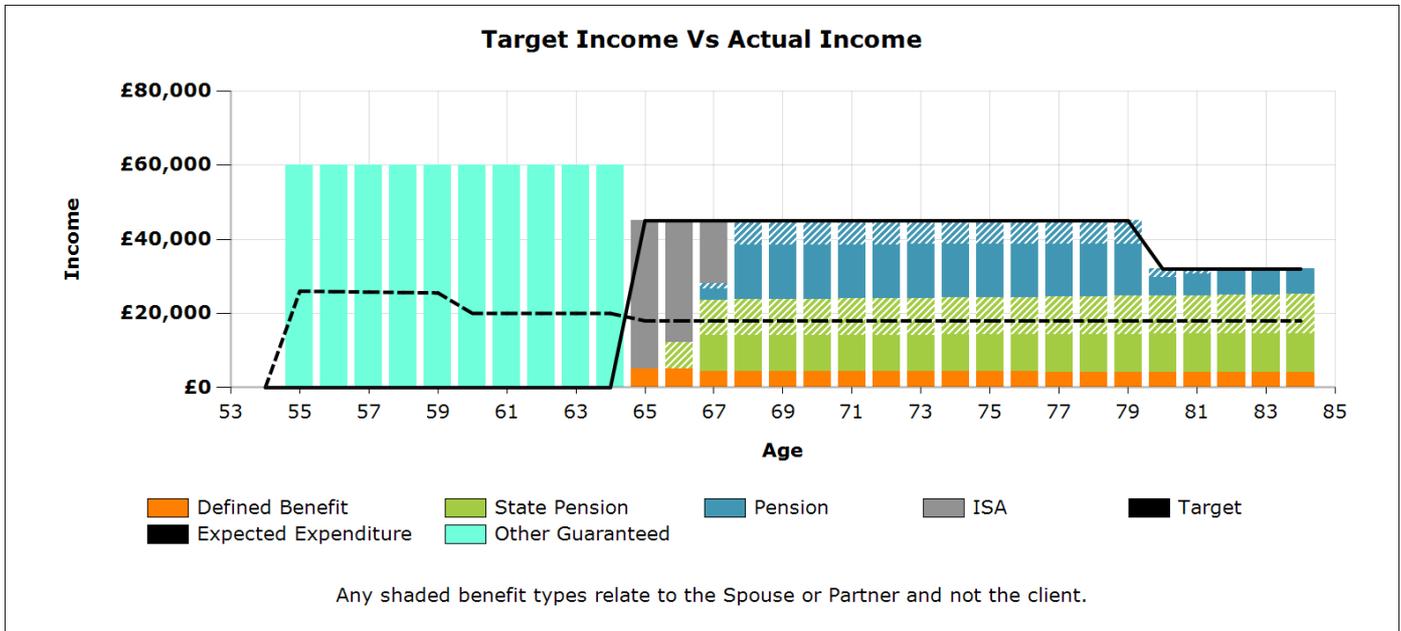
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Take a Flexible Income - Target vs Actual Income

Retirement Income Strategy: Required Income in Retirement - Medium Growth Rate

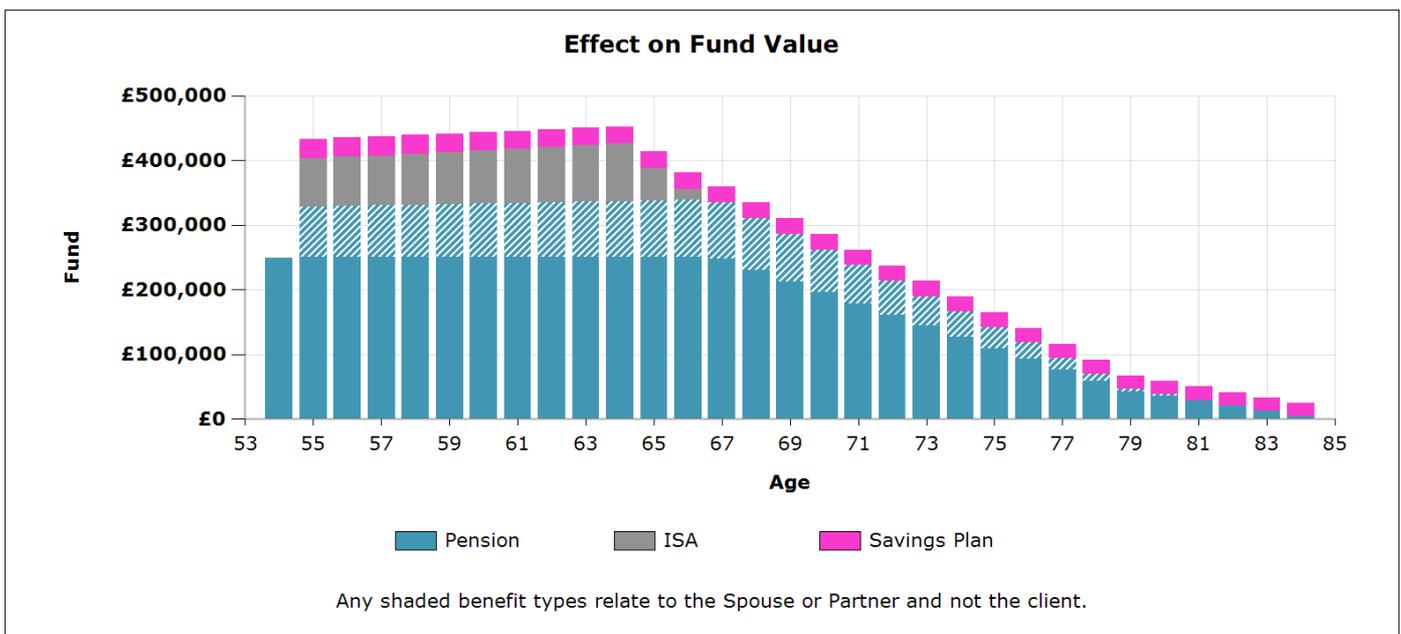
The below graph demonstrates the sustainability of your target income based on the Retirement Income Strategy detailed above. If the first years income starts part way through the year, the system will pro-rata the value accordingly.

- The target income can be achieved until the following age - past target age



The below graph demonstrates the impact on the fund value to the target age of 85 withdrawing the target income.

- The fund value will be exhausted at the following age - past target age



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Retirement Income Strategy: Required Income in Retirement - Medium Growth Rate

The below table demonstrates the sustainability of your target income based on the Retirement Income Strategy detailed above. If the first years income starts part way through the year, the system will pro-rata the value accordingly. Where applicable, Client and Spouse/Partner benefits have been combined.

- The target income can be achieved until the following age - past target age

Target Income vs Actual Income

Age at End of Year	Target Income	Expenditure	Guaranteed Income		Income from Pension Assets			Income from Other Assets		
	Net	Net	Gross	Net	Gross	Net	Fund at End of Year	Gross	Net	Fund at End of Year
54	£0	£0	£0	£0	£0	£0	£250,009	£0	£0	£0
55	£0	£26,000	£60,000	£60,000	£0	£0	£328,802	£0	£0	£104,293
56	£0	£25,882	£60,000	£60,000	£0	£0	£329,653	£0	£0	£105,506
57	£0	£25,767	£60,000	£60,000	£0	£0	£330,510	£0	£0	£106,737
58	£0	£25,653	£59,999	£59,999	£0	£0	£331,374	£0	£0	£107,989
59	£0	£25,543	£59,999	£59,999	£0	£0	£332,246	£0	£0	£109,260
60	£0	£20,000	£59,999	£59,999	£0	£0	£333,125	£0	£0	£110,551
61	£0	£20,000	£59,999	£59,999	£0	£0	£334,011	£0	£0	£111,862
62	£0	£20,000	£60,000	£60,000	£0	£0	£334,905	£0	£0	£113,194
63	£0	£20,000	£60,000	£60,000	£0	£0	£335,806	£0	£0	£114,548
64	£0	£20,000	£60,000	£60,000	£0	£0	£336,714	£0	£0	£115,881
65	£45,000	£18,000	£5,000	£5,000	£0	£0	£337,630	£40,000	£40,000	£76,036
66	£45,000	£18,000	£12,214	£12,214	£0	£0	£338,554	£32,785	£32,785	£42,942
67	£45,000	£18,000	£24,266	£23,568	£4,951	£4,414	£334,518	£17,017	£17,017	£25,421
68	£45,000	£18,000	£24,361	£23,653	£24,769	£21,346	£310,386	£0	£0	£25,047
69	£45,000	£18,000	£24,456	£23,739	£24,679	£21,260	£286,274	£0	£0	£24,679
70	£45,000	£18,000	£24,551	£23,825	£24,589	£21,174	£262,183	£0	£0	£24,316
71	£45,000	£18,000	£24,647	£23,911	£24,499	£21,088	£238,111	£0	£0	£23,958
72	£45,000	£18,000	£24,743	£23,997	£24,409	£21,002	£214,060	£0	£0	£23,606
73	£45,000	£18,000	£24,840	£24,085	£24,318	£20,914	£190,030	£0	£0	£23,259
74	£45,000	£18,000	£24,937	£24,172	£24,226	£20,827	£166,020	£0	£0	£22,916
75	£45,000	£18,000	£25,035	£24,260	£24,134	£20,739	£142,030	£0	£0	£22,579
76	£45,000	£18,000	£25,133	£24,348	£24,042	£20,651	£118,062	£0	£0	£22,247
77	£45,000	£18,000	£25,232	£24,437	£23,949	£20,562	£94,114	£0	£0	£21,920
78	£45,000	£18,000	£25,331	£24,527	£23,855	£20,472	£70,187	£0	£0	£21,598
79	£45,000	£18,000	£25,431	£24,616	£23,762	£20,383	£46,282	£0	£0	£21,280
80	£32,000	£18,000	£25,531	£24,706	£8,373	£7,293	£37,872	£0	£0	£20,967
81	£32,000	£18,000	£25,631	£24,797	£8,278	£7,202	£29,534	£0	£0	£20,659
82	£32,000	£18,000	£25,733	£24,888	£8,366	£7,111	£21,099	£0	£0	£20,355
83	£32,000	£18,000	£25,834	£24,979	£8,258	£7,020	£12,768	£0	£0	£20,056
84	£32,000	£18,000	£25,936	£25,071	£8,150	£6,928	£4,544	£0	£0	£19,761



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Lifetime Allowance

Introduction

The Lifetime Allowance is an overall ceiling on the amount of the tax privileged pension savings that any one individual can draw.

As of 6th April 2006 (known as A-Day) every individual will be taxed on the amount by which they exceed their allowance. The allowance in the tax year 2021/22 for most individuals is £1,073,100. The allowance will index annually in line with Consumer Prices Index (CPI) from April 2026. Some individuals may have a higher allowance if they have registered for Protection.

Any benefits in excess of your allowance taken as income may be subject to a tax charge of 25%. If benefits are taken as a lump sum the tax charge may be 55%.

The maximum Pension Commencement Lump Sum (PCLS) from schemes is now based on the 25% rule although not all schemes have changed their rules to allow this, a higher value may be available where the PCLS available under the old rules is greater on pre A-Day accrual. Where you are over the LTA, the maximum PCLS available will be 25% of your available Lifetime Allowance.

For the purpose of accessing the value of Defined Benefit schemes the pension is multiplied by a factor of 20 to provide the benefit value.

Lifetime Allowance Charge at proposed retirement Age 85

Enhanced Protection protects your benefits built up at 5th April 2006 from any future Lifetime Allowance charge, providing you registered for this before 6th April 2009. In order to qualify for Enhanced Protection, no further pension contributions (this included additional benefit accrual under a salary related scheme) can normally be made after 5th April 2006. Where individuals have Enhanced Protection any benefits taken are not tested against the Lifetime Allowance and will not suffer any Lifetime Allowance excess tax charge.



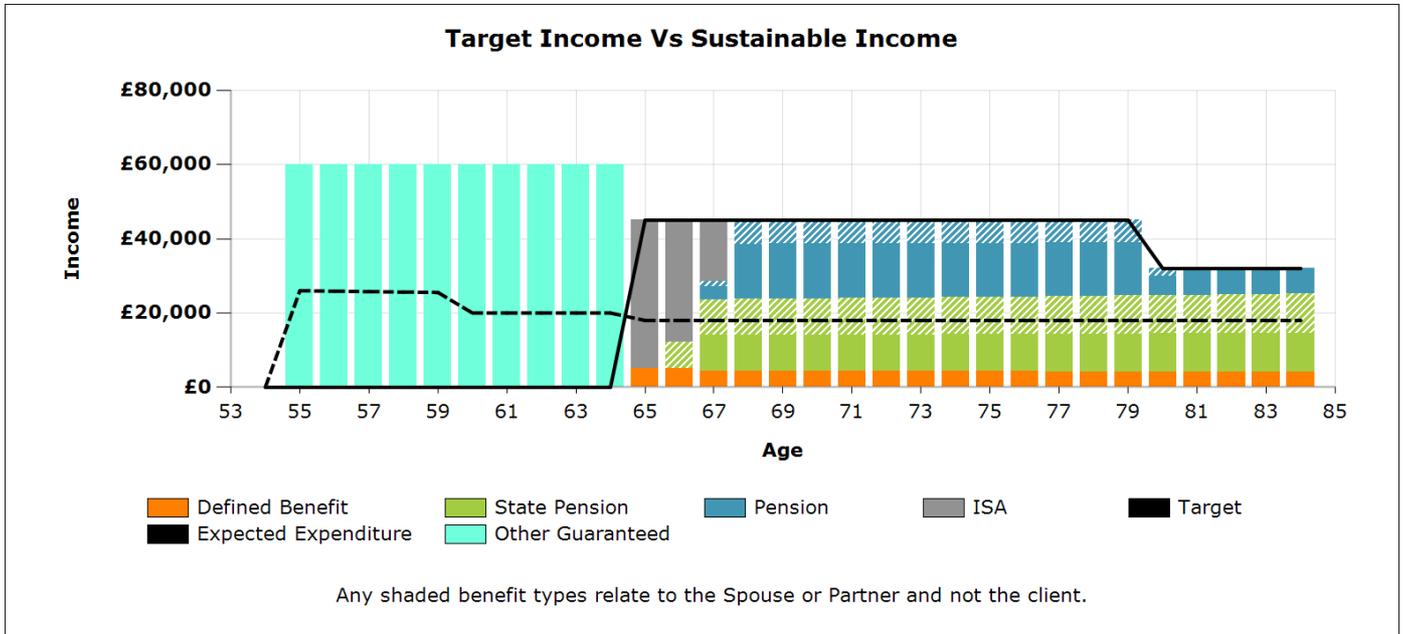
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Take a Flexible Income - Target vs Sustainable Income

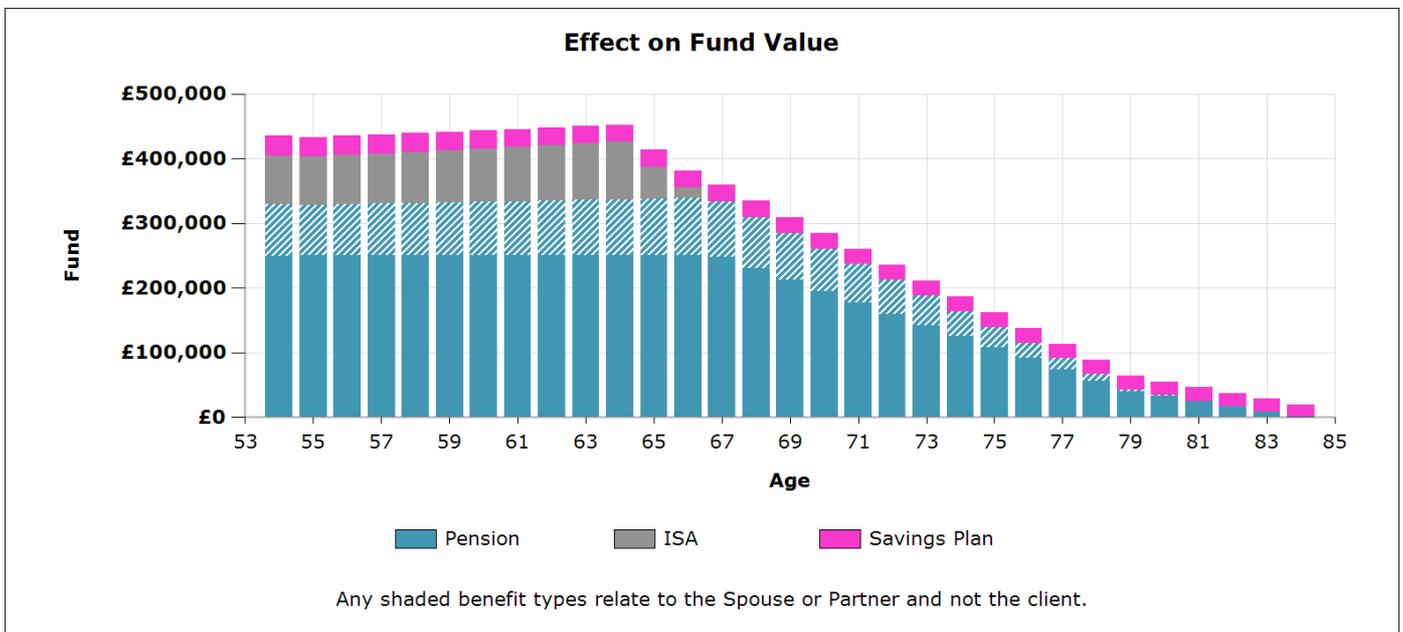
Retirement Income Strategy: Required Income in Retirement - Medium Growth Rate

The below graph demonstrates the maximum sustainable income from your fund until the target age 85. If the first years income starts part way through the year, the system will pro-rata the value accordingly.

- Total annual income - £45,195 increasing by 2% from 65 to 80, £32,139 increasing by 2% from 80 onwards.



The below graph demonstrates the impact on the fund value to the target age of 85 withdrawing the maximum sustainable income.



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Retirement Income Strategy: Required Income in Retirement - Medium Growth Rate

The below table demonstrates the maximum sustainable income from your fund until the target age 85. If the first years income starts part way through the year, the system will pro-rata the value accordingly. Where applicable, Client and Spouse/Partner benefits have been combined.

- Total annual income - £45,195 increasing by 2% from 65 to 80, £32,139 increasing by 2% from 80 onwards.

Target Income vs Sustainable Income

Age at End of Year	Target Income	Expenditure	Guaranteed Income		Income from Pension Assets			Income from Other Assets		
	Net		Gross	Net	Gross	Net	Fund at End of Year	Gross	Net	Fund at End of Year
54	£0	£0	£0	£0	£0	£0	£329,877	£0	£0	£105,825
55	£0	£26,000	£60,000	£60,000	£0	£0	£328,802	£0	£0	£104,293
56	£0	£25,882	£60,000	£60,000	£0	£0	£329,653	£0	£0	£105,506
57	£0	£25,767	£60,000	£60,000	£0	£0	£330,510	£0	£0	£106,737
58	£0	£25,653	£59,999	£59,999	£0	£0	£331,374	£0	£0	£107,989
59	£0	£25,543	£59,999	£59,999	£0	£0	£332,246	£0	£0	£109,260
60	£0	£20,000	£59,999	£59,999	£0	£0	£333,125	£0	£0	£110,551
61	£0	£20,000	£59,999	£59,999	£0	£0	£334,011	£0	£0	£111,862
62	£0	£20,000	£60,000	£60,000	£0	£0	£334,905	£0	£0	£113,194
63	£0	£20,000	£60,000	£60,000	£0	£0	£335,806	£0	£0	£114,548
64	£0	£20,000	£60,000	£60,000	£0	£0	£336,714	£0	£0	£115,881
65	£45,000	£18,000	£5,000	£5,000	£0	£0	£337,630	£40,195	£40,195	£75,836
66	£45,000	£18,000	£12,214	£12,214	£0	£0	£338,554	£32,981	£32,981	£42,540
67	£45,000	£18,000	£24,266	£23,568	£5,627	£5,016	£333,838	£16,610	£16,610	£25,421
68	£45,000	£18,000	£24,361	£23,653	£24,999	£21,542	£309,471	£0	£0	£25,047
69	£45,000	£18,000	£24,456	£23,739	£24,910	£21,456	£285,123	£0	£0	£24,679
70	£45,000	£18,000	£24,551	£23,825	£24,820	£21,370	£260,795	£0	£0	£24,316
71	£45,000	£18,000	£24,647	£23,911	£24,730	£21,284	£236,486	£0	£0	£23,958
72	£45,000	£18,000	£24,743	£23,997	£24,639	£21,198	£212,196	£0	£0	£23,606
73	£45,000	£18,000	£24,840	£24,085	£24,548	£21,110	£187,926	£0	£0	£23,259
74	£45,000	£18,000	£24,937	£24,172	£24,457	£21,023	£163,676	£0	£0	£22,916
75	£45,000	£18,000	£25,035	£24,260	£24,365	£20,935	£139,446	£0	£0	£22,579
76	£45,000	£18,000	£25,133	£24,348	£24,272	£20,847	£115,236	£0	£0	£22,247
77	£45,000	£18,000	£25,232	£24,437	£24,179	£20,758	£91,046	£0	£0	£21,920
78	£45,000	£18,000	£25,331	£24,527	£24,086	£20,668	£66,876	£0	£0	£21,598
79	£45,000	£18,000	£25,431	£24,616	£23,992	£20,579	£42,726	£0	£0	£21,280
80	£32,000	£18,000	£25,531	£24,706	£8,537	£7,432	£34,139	£0	£0	£20,967
81	£32,000	£18,000	£25,631	£24,797	£8,577	£7,341	£25,492	£0	£0	£20,659
82	£32,000	£18,000	£25,733	£24,888	£8,530	£7,250	£16,890	£0	£0	£20,355
83	£32,000	£18,000	£25,834	£24,979	£8,422	£7,159	£8,392	£0	£0	£20,056
84	£32,000	£18,000	£25,936	£25,071	£8,314	£7,067	£0	£0	£0	£19,761



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For the purpose of accessing the value of Defined Benefit schemes the pension is multiplied by a factor of 20 to provide the benefit value.

Lifetime Allowance Charge at proposed retirement Age 85

Enhanced Protection protects your benefits built up at 5th April 2006 from any future Lifetime Allowance charge, providing you registered for this before 6th April 2009. In order to qualify for Enhanced Protection, no further pension contributions (this included additional benefit accrual under a salary related scheme) can normally be made after 5th April 2006. Where individuals have Enhanced Protection any benefits taken are not tested against the Lifetime Allowance and will not suffer any Lifetime Allowance excess tax charge.



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Market Events

FTSE 20 Years

Benchmark Name	%
Details unavailable	



Stress Testing - FTSE 20 Years

The below assets have been included within the stress test analysis and are using the following growth rates. Outside of the stress test the selected assets will revert to using their defined linear growth rates.

FTSE 20 Years

Asset	Low	Mid	High
ISA		4%	
SL Wrap		4%	
Work Pension		4%	

Age	Stress Test Growth
65	2.41%
66	0.19%
67	-8.03%
68	-18.3%
69	21.21%
70	10.86%
71	34.24%
72	12.39%
73	-1.83%
74	-22.9%
75	38.56%
76	14.81%
77	-0.65%
78	18.54%
79	11.16%
80	7.41%
81	-5.41%
82	20.21%
83	8.93%
84	3.72%
85	-15.96%
86*	14.32%

* applies to part of the year only

Asset	Low	Mid	High
Rainy Day Money		0.5%	

The remaining assets within the analysis have not been included in the stress test analysis and will use linear growth rates as below.

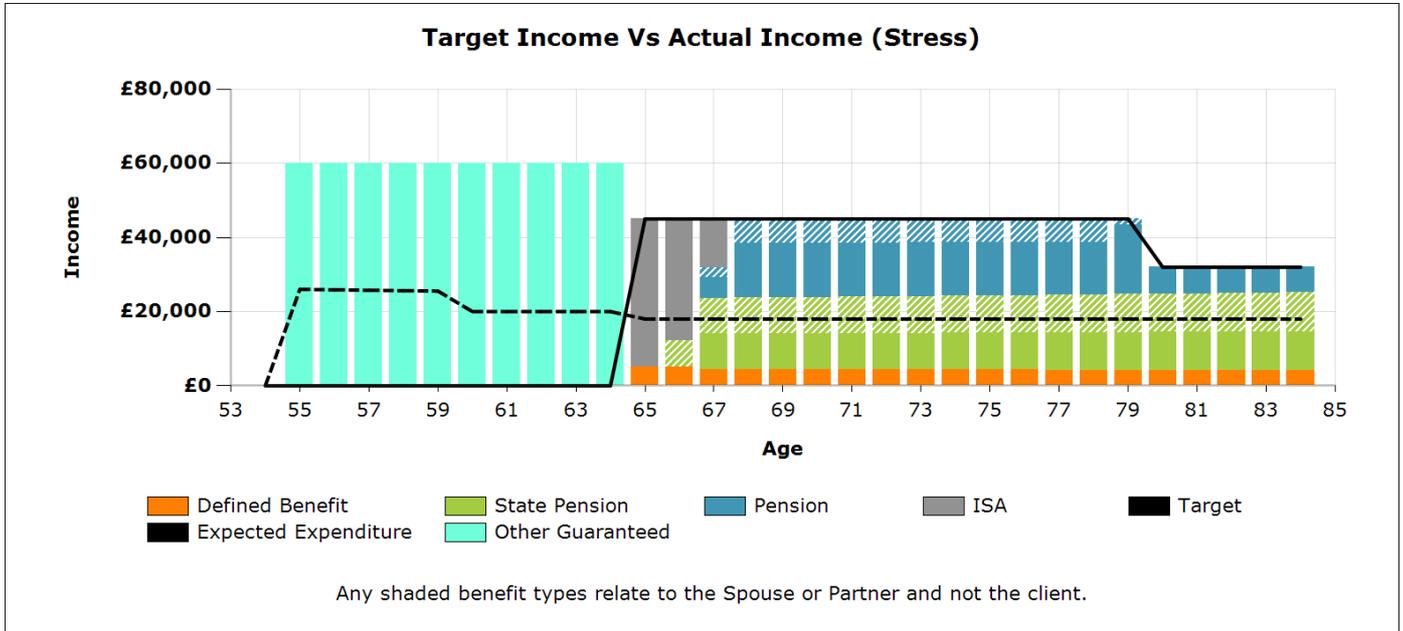


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Retirement Income Strategy: Required Income in Retirement - Medium Growth Rate

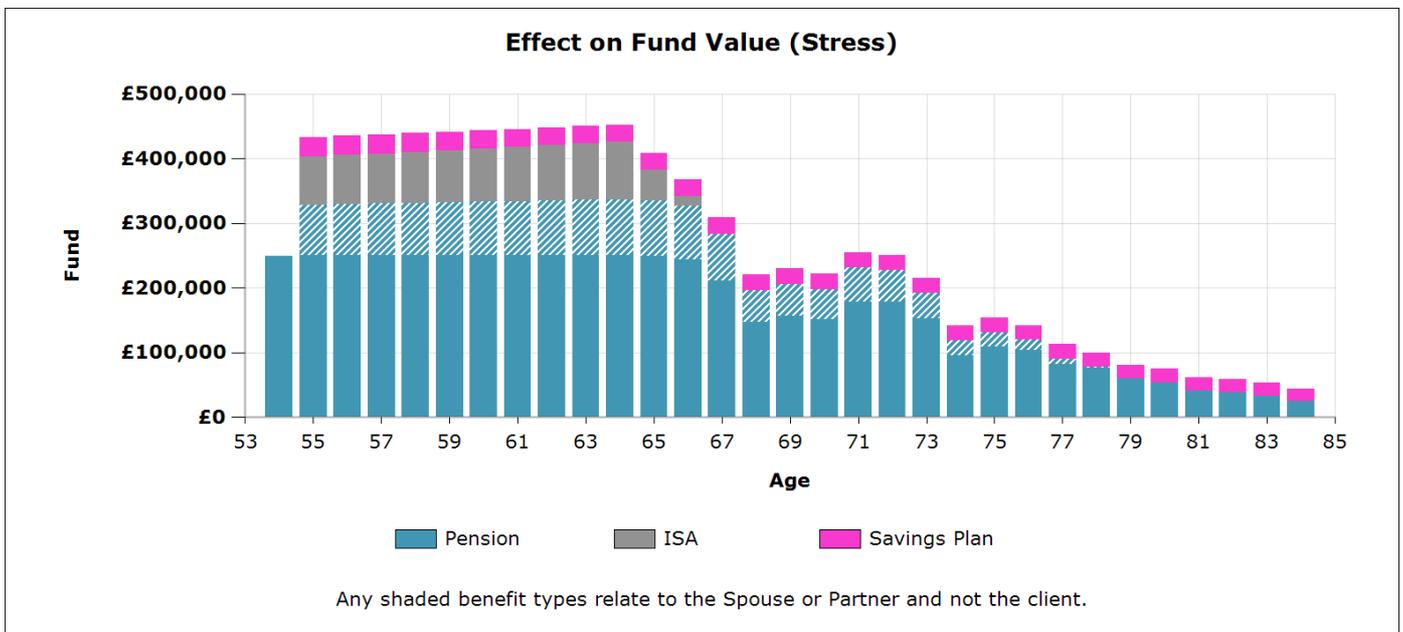
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Target Income vs Actual Income

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59	£0	£25,543	£59,999	£59,999	£0	£0	£332,246	£0	£0	£109,260
60	£0	£20,000	£59,999	£59,999	£0	£0	£333,125	£0	£0	£110,551
61	£0	£20,000	£59,999	£59,999	£0	£0	£334,011	£0	£0	£111,862
62	£0	£20,000	£60,000	£60,000	£0	£0	£334,905	£0	£0	£113,194
63	£0	£20,000	£60,000	£60,000	£0	£0	£335,806	£0	£0	£114,548
64	£0	£20,000	£60,000	£60,000	£0	£0	£336,714	£0	£0	£115,881
65	£45,000	£18,000	£5,000	£5,000	£0	£0	£334,689	£40,000	£40,000	£74,115
66	£45,000	£18,000	£12,214	£12,214	£0	£0	£327,101	£32,785	£32,785	£40,262
67	£45,000	£18,000	£24,266	£23,568	£9,417	£8,307	£283,406	£13,124	£13,124	£25,421
68	£45,000	£18,000	£24,361	£23,653	£24,769	£21,346	£196,284	£0	£0	£25,047
69	£45,000	£18,000	£24,456	£23,739	£24,679	£21,260	£205,877	£0	£0	£24,679
70	£45,000	£18,000	£24,551	£23,825	£24,589	£21,174	£197,535	£0	£0	£24,316
71	£45,000	£18,000	£24,647	£23,911	£24,499	£21,088	£231,052	£0	£0	£23,958
72	£45,000	£18,000	£24,743	£23,997	£24,409	£21,002	£227,210	£0	£0	£23,606
73	£45,000	£18,000	£24,840	£24,085	£24,318	£20,914	£192,373	£0	£0	£23,259
74	£45,000	£18,000	£24,937	£24,172	£24,226	£20,827	£118,332	£0	£0	£22,916
75	£45,000	£18,000	£25,035	£24,260	£24,134	£20,739	£131,554	£0	£0	£22,579
76	£45,000	£18,000	£25,133	£24,348	£24,042	£20,651	£119,745	£0	£0	£22,247
77	£45,000	£18,000	£25,232	£24,437	£23,949	£20,562	£90,799	£0	£0	£21,920
78	£45,000	£18,000	£25,331	£24,527	£23,855	£20,472	£78,245	£0	£0	£21,598
79	£45,000	£18,000	£25,431	£24,616	£23,762	£20,383	£59,672	£0	£0	£21,280
80	£32,000	£18,000	£25,531	£24,706	£8,580	£7,293	£53,569	£0	£0	£20,967
81	£32,000	£18,000	£25,631	£24,797	£8,473	£7,202	£40,888	£0	£0	£20,659
82	£32,000	£18,000	£25,733	£24,888	£8,366	£7,111	£39,087	£0	£0	£20,355
83	£32,000	£18,000	£25,834	£24,979	£8,258	£7,020	£32,943	£0	£0	£20,056
84	£32,000	£18,000	£25,936	£25,071	£8,150	£6,928	£24,779	£0	£0	£19,761



SELECTAPENSION



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For the purpose of accessing the value of Defined Benefit schemes the pension is multiplied by a factor of 20 to provide the benefit value.

Lifetime Allowance Charge at proposed retirement Age 85

Enhanced Protection protects your benefits built up at 5th April 2006 from any future Lifetime Allowance charge, providing you registered for this before 6th April 2009. In order to qualify for Enhanced Protection, no further pension contributions (this included additional benefit accrual under a salary related scheme) can normally be made after 5th April 2006. Where individuals have Enhanced Protection any benefits taken are not tested against the Lifetime Allowance and will not suffer any Lifetime Allowance excess tax charge.

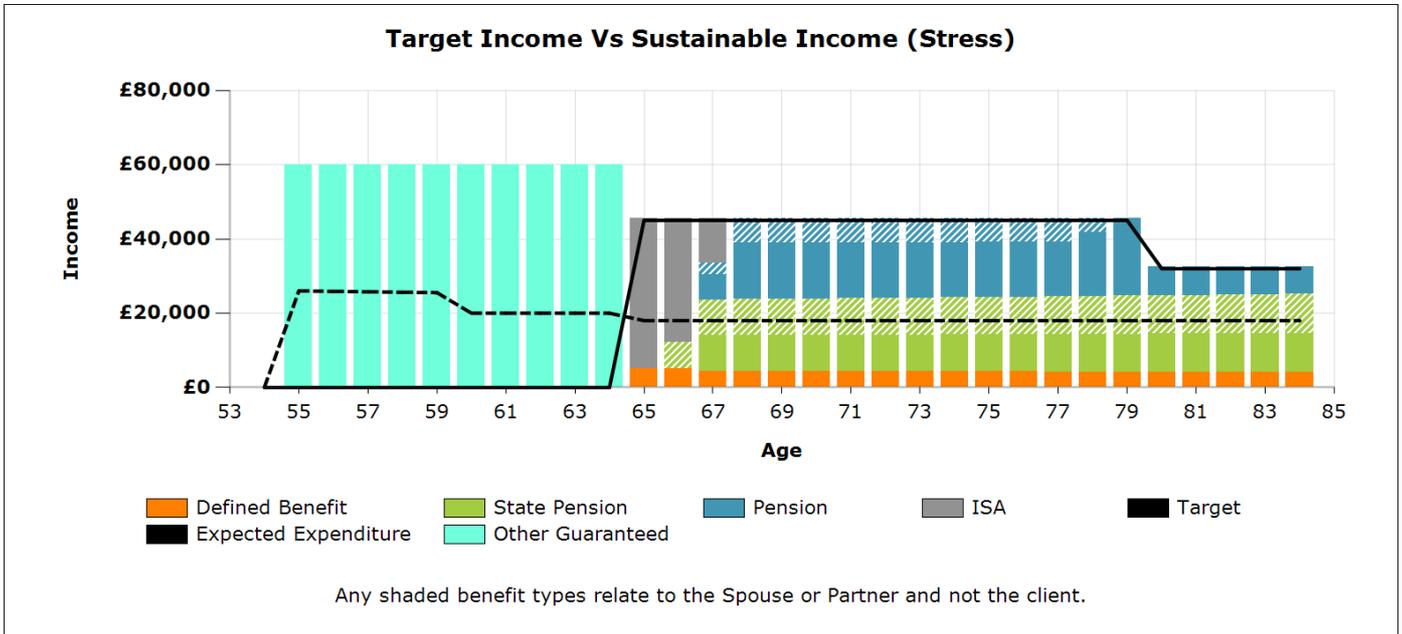


SELECTAPENSION

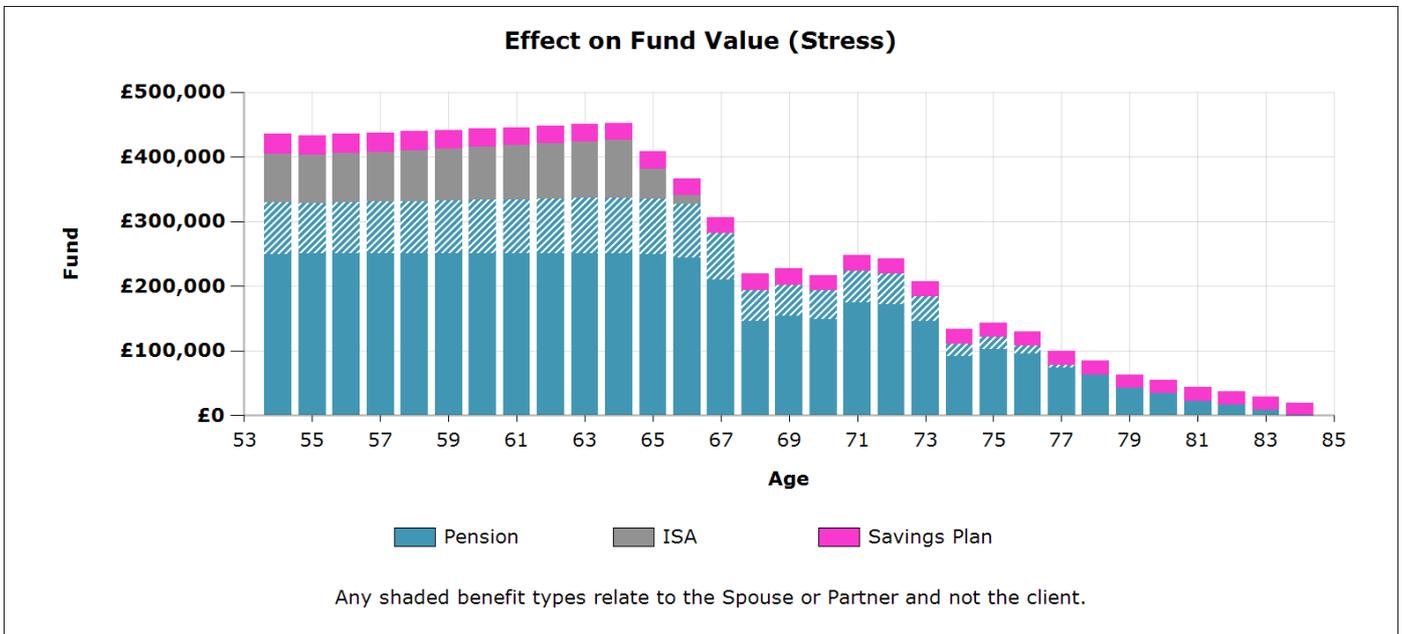
Retirement Income Strategy: Required Income in Retirement - Medium Growth Rate

The below graph demonstrates the maximum sustainable income from your fund until the target age 85. If the first years income starts part way through the year, the system will pro-rata the value accordingly.

- Total annual income - £45,622 increasing by 2% from 65 to 80, £32,442 increasing by 2% from 80 onwards.



The below graph demonstrates the impact on the fund value to the target age of 85 withdrawing the maximum sustainable income.



SELECTAPENSION

Retirement Income Strategy: Required Income in Retirement - Medium Growth Rate

The below table demonstrates the maximum sustainable income from your fund until the target age 85. If the first years income starts part way through the year, the system will pro-rata the value accordingly. Where applicable, Client and Spouse/Partner benefits have been combined.

- Total annual income - £45,622 increasing by 2% from 65 to 80, £32,442 increasing by 2% from 80 onwards.

Target Income vs Sustainable Income

Age at End of Year	Target Income	Expenditure	Guaranteed Income		Income from Pension Assets			Income from Other Assets		
	Net	Net	Gross	Net	Gross	Net	Fund at End of Year	Gross	Net	Fund at End of Year
54	£0	£0	£0	£0	£0	£0	£329,877	£0	£0	£105,825
55	£0	£26,000	£60,000	£60,000	£0	£0	£328,802	£0	£0	£104,293
56	£0	£25,882	£60,000	£60,000	£0	£0	£329,653	£0	£0	£105,506
57	£0	£25,767	£60,000	£60,000	£0	£0	£330,510	£0	£0	£106,737
58	£0	£25,653	£59,999	£59,999	£0	£0	£331,374	£0	£0	£107,989
59	£0	£25,543	£59,999	£59,999	£0	£0	£332,246	£0	£0	£109,260
60	£0	£20,000	£59,999	£59,999	£0	£0	£333,125	£0	£0	£110,551
61	£0	£20,000	£59,999	£59,999	£0	£0	£334,011	£0	£0	£111,862
62	£0	£20,000	£60,000	£60,000	£0	£0	£334,905	£0	£0	£113,194
63	£0	£20,000	£60,000	£60,000	£0	£0	£335,806	£0	£0	£114,548
64	£0	£20,000	£60,000	£60,000	£0	£0	£336,714	£0	£0	£115,881
65	£45,000	£18,000	£5,000	£5,000	£0	£0	£334,689	£40,622	£40,622	£73,480
66	£45,000	£18,000	£12,214	£12,214	£0	£0	£327,101	£33,407	£33,407	£39,027
67	£45,000	£18,000	£24,266	£23,568	£11,400	£9,992	£281,383	£12,061	£12,061	£25,421
68	£45,000	£18,000	£24,361	£23,653	£25,500	£21,968	£193,977	£0	£0	£25,047
69	£45,000	£18,000	£24,456	£23,739	£25,411	£21,882	£202,345	£0	£0	£24,679
70	£45,000	£18,000	£24,551	£23,825	£25,321	£21,797	£192,932	£0	£0	£24,316
71	£45,000	£18,000	£24,647	£23,911	£25,231	£21,710	£224,156	£0	£0	£23,958
72	£45,000	£18,000	£24,743	£23,997	£25,141	£21,624	£218,830	£0	£0	£23,606
73	£45,000	£18,000	£24,840	£24,085	£25,049	£21,537	£183,665	£0	£0	£23,259
74	£45,000	£18,000	£24,937	£24,172	£24,958	£21,449	£111,241	£0	£0	£22,916
75	£45,000	£18,000	£25,035	£24,260	£24,866	£21,361	£121,170	£0	£0	£22,579
76	£45,000	£18,000	£25,133	£24,348	£24,773	£21,273	£107,367	£0	£0	£22,247
77	£45,000	£18,000	£25,232	£24,437	£24,681	£21,184	£78,084	£0	£0	£21,920
78	£45,000	£18,000	£25,331	£24,527	£24,587	£21,095	£62,713	£0	£0	£21,598
79	£45,000	£18,000	£25,431	£24,616	£24,492	£21,005	£41,862	£0	£0	£21,280
80	£32,000	£18,000	£25,531	£24,706	£9,100	£7,735	£34,318	£0	£0	£20,967
81	£32,000	£18,000	£25,631	£24,797	£8,994	£7,644	£22,623	£0	£0	£20,659
82	£32,000	£18,000	£25,733	£24,888	£8,887	£7,553	£17,042	£0	£0	£20,355
83	£32,000	£18,000	£25,834	£24,979	£8,779	£7,462	£8,991	£0	£0	£20,056
84	£32,000	£18,000	£25,936	£25,071	£8,671	£7,370	£0	£0	£0	£19,761



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Introduction

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Lifetime Allowance Charge at proposed retirement Age 85

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SELECTAPENSION

Retirement Income Strategy

The below retirement income strategy has been created to demonstrate the target income required from your total fund. This strategy has been created using Income Drawdown to demonstrate how long your target income will last.

Target Income From Age	Gross Income	Indexation
65	4%	N/A

Within this retirement income strategy there are multiple assets to be used in order to provide the above target income. The below demonstrates the order in which the assets will be used in providing this income.

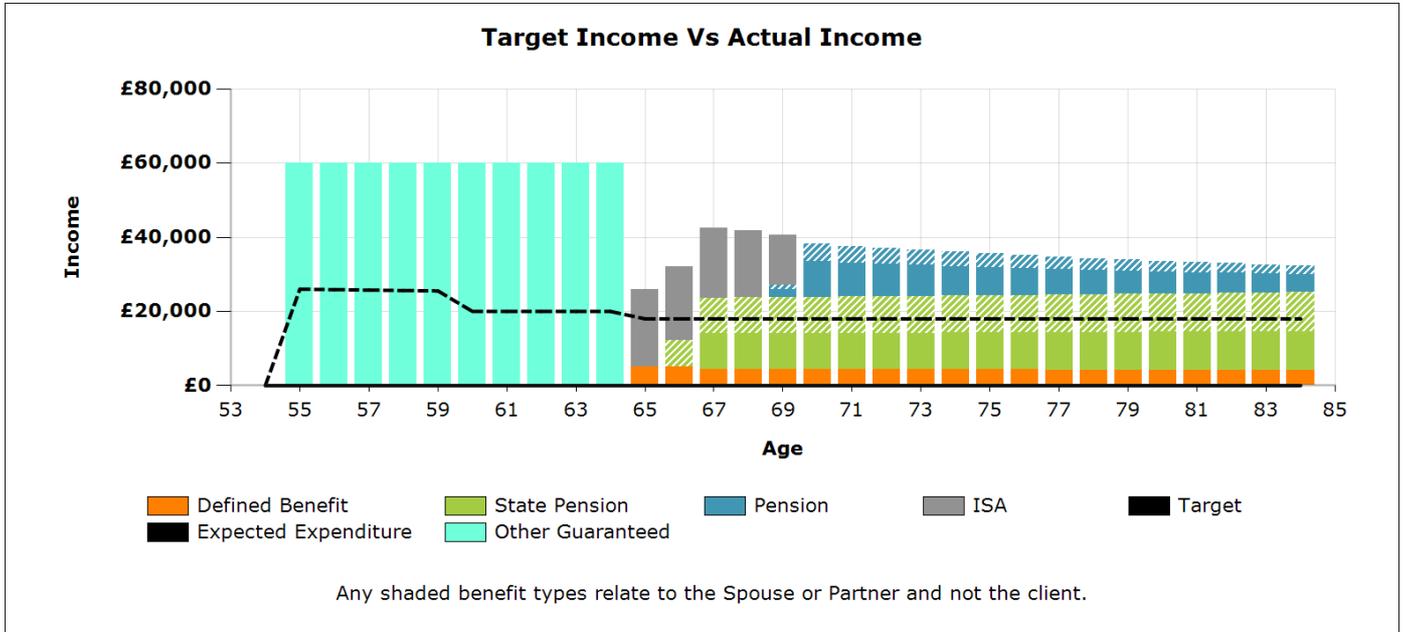


Take a Flexible Income - Target vs Actual Income

Retirement Income Strategy: GAD rate 4% pa - Medium Growth Rate

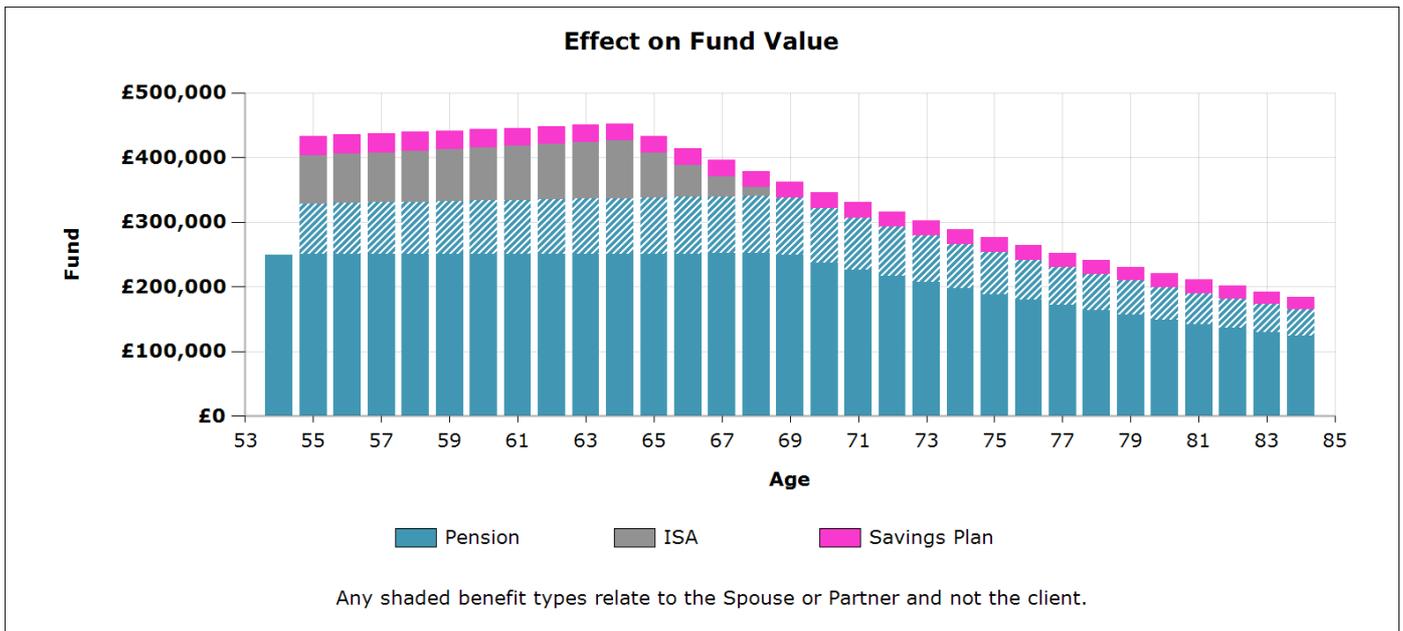
The below graph demonstrates the sustainability of your target income based on the Retirement Income Strategy detailed above. If the first years income starts part way through the year, the system will pro-rata the value accordingly.

- The target income can be achieved until the following age - past target age



The below graph demonstrates the impact on the fund value to the target age of 85 withdrawing the target income.

- The fund value will be exhausted at the following age - past target age



SELECTAPENSION

Retirement Income Strategy: GAD rate 4% pa - Medium Growth Rate

The below table demonstrates the sustainability of your target income based on the Retirement Income Strategy detailed above. If the first years income starts part way through the year, the system will pro-rata the value accordingly. Where applicable, Client and Spouse/Partner benefits have been combined.

- The target income can be achieved until the following age - past target age

Target Income vs Actual Income

Age at End of Year	Target Income	Expenditure	Guaranteed Income		Income from Pension Assets			Income from Other Assets		
	Gross	Net	Gross	Net	Gross	Net	Fund at End of Year	Gross	Net	Fund at End of Year
54	£0	£0	£0	£0	£0	£0	£250,009	£0	£0	£0
55	£60,000	£26,000	£60,000	£60,000	£0	£0	£328,802	£0	£0	£104,293
56	£60,000	£25,882	£60,000	£60,000	£0	£0	£329,653	£0	£0	£105,506
57	£60,000	£25,767	£60,000	£60,000	£0	£0	£330,510	£0	£0	£106,737
58	£59,999	£25,653	£59,999	£59,999	£0	£0	£331,374	£0	£0	£107,989
59	£59,999	£25,543	£59,999	£59,999	£0	£0	£332,246	£0	£0	£109,260
60	£59,999	£20,000	£59,999	£59,999	£0	£0	£333,125	£0	£0	£110,551
61	£59,999	£20,000	£59,999	£59,999	£0	£0	£334,011	£0	£0	£111,862
62	£60,000	£20,000	£60,000	£60,000	£0	£0	£334,905	£0	£0	£113,194
63	£60,000	£20,000	£60,000	£60,000	£0	£0	£335,806	£0	£0	£114,548
64	£60,000	£20,000	£60,000	£60,000	£0	£0	£336,714	£0	£0	£115,881
65	£25,806	£18,000	£5,000	£5,000	£0	£0	£337,630	£20,806	£20,806	£95,589
66	£32,094	£18,000	£12,214	£12,214	£0	£0	£338,554	£19,879	£19,879	£75,959
67	£43,251	£18,000	£24,266	£23,568	£0	£0	£339,485	£18,984	£18,984	£56,966
68	£42,482	£18,000	£24,361	£23,653	£0	£0	£340,424	£18,121	£18,121	£38,589
69	£41,743	£18,000	£24,456	£23,739	£3,852	£3,454	£337,504	£13,434	£13,434	£24,679
70	£41,035	£18,000	£24,551	£23,825	£16,483	£14,284	£321,756	£0	£0	£24,316
71	£40,361	£18,000	£24,647	£23,911	£15,714	£13,621	£306,740	£0	£0	£23,958
72	£39,724	£18,000	£24,743	£23,997	£14,981	£12,988	£292,423	£0	£0	£23,606
73	£39,122	£18,000	£24,840	£24,085	£14,282	£12,384	£278,772	£0	£0	£23,259
74	£38,553	£18,000	£24,937	£24,172	£13,615	£11,807	£265,756	£0	£0	£22,916
75	£38,015	£18,000	£25,035	£24,260	£12,979	£11,257	£253,346	£0	£0	£22,579
76	£37,507	£18,000	£25,133	£24,348	£12,373	£10,732	£241,513	£0	£0	£22,247
77	£37,027	£18,000	£25,232	£24,437	£11,795	£10,231	£230,231	£0	£0	£21,920
78	£36,576	£18,000	£25,331	£24,527	£11,244	£9,753	£219,474	£0	£0	£21,598
79	£36,150	£18,000	£25,431	£24,616	£10,719	£9,296	£209,217	£0	£0	£21,280
80	£35,749	£18,000	£25,531	£24,706	£10,218	£8,861	£199,437	£0	£0	£20,967
81	£35,372	£18,000	£25,631	£24,797	£9,740	£8,444	£190,112	£0	£0	£20,659
82	£35,018	£18,000	£25,733	£24,888	£9,285	£8,047	£181,221	£0	£0	£20,355
83	£34,685	£18,000	£25,834	£24,979	£8,850	£7,668	£172,744	£0	£0	£20,056
84	£34,373	£18,000	£25,936	£25,071	£8,436	£7,306	£164,661	£0	£0	£19,761



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SELECTAPENSION

Market Events

FTSE 20 Years

Benchmark Name	%
Details unavailable	



Stress Testing - FTSE 20 Years

The below assets have been included within the stress test analysis and are using the following growth rates. Outside of the stress test the selected assets will revert to using their defined linear growth rates.

FTSE 20 Years

Asset	Low	Mid	High
ISA		4%	
SL Wrap		4%	
Work Pension		4%	

Age	Stress Test Growth
65	2.41%
66	0.19%
67	-8.03%
68	-18.3%
69	21.21%
70	10.86%
71	34.24%
72	12.39%
73	-1.83%
74	-22.9%
75	38.56%
76	14.81%
77	-0.65%
78	18.54%
79	11.16%
80	7.41%
81	-5.41%
82	20.21%
83	8.93%
84	3.72%
85	-15.96%
86*	14.32%

* applies to part of the year only

Asset	Low	Mid	High
Rainy Day Money		0.5%	

The remaining assets within the analysis have not been included in the stress test analysis and will use linear growth rates as below.

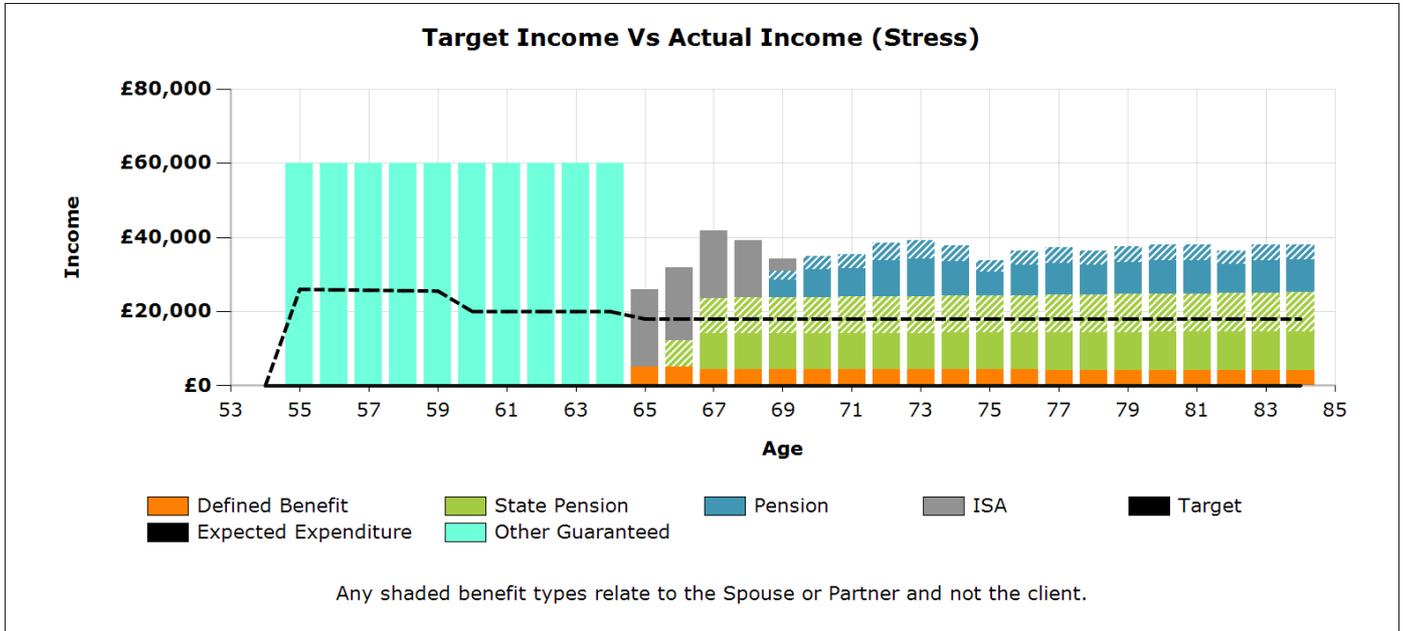


SELECTAPENSION

Retirement Income Strategy: GAD rate 4% pa - Medium Growth Rate

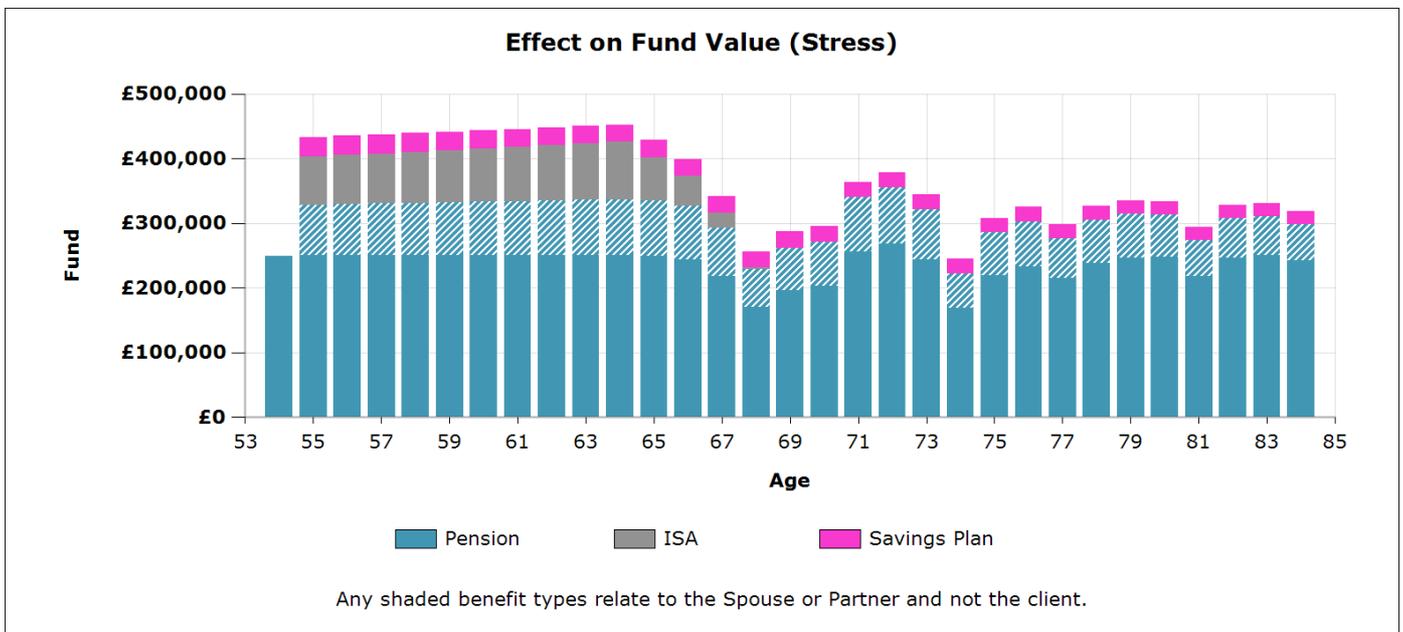
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The below graph demonstrates the impact on the fund value to the target age of 85 withdrawing the target income.

- The fund value will be exhausted at the following age - past target age



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The below table demonstrates the sustainability of your target income based on the Retirement Income Strategy detailed above. If the first years income starts part way through the year, the system will pro-rata the value accordingly. Where applicable, Client and Spouse/Partner benefits have been combined.

- The target income can be achieved until the following age - past target age

Target Income vs Actual Income

Age at End of Year	Target Income	Expenditure	Guaranteed Income		Income from Pension Assets			Income from Other Assets		
	Gross	Net	Gross	Net	Gross	Net	Fund at End of Year	Gross	Net	Fund at End of Year
54	£0	£0	£0	£0	£0	£0	£250,009	£0	£0	£0
55	£60,000	£26,000	£60,000	£60,000	£0	£0	£328,802	£0	£0	£104,293
56	£60,000	£25,882	£60,000	£60,000	£0	£0	£329,653	£0	£0	£105,506
57	£60,000	£25,767	£60,000	£60,000	£0	£0	£330,510	£0	£0	£106,737
58	£59,999	£25,653	£59,999	£59,999	£0	£0	£331,374	£0	£0	£107,989
59	£59,999	£25,543	£59,999	£59,999	£0	£0	£332,246	£0	£0	£109,260
60	£59,999	£20,000	£59,999	£59,999	£0	£0	£333,125	£0	£0	£110,551
61	£59,999	£20,000	£59,999	£59,999	£0	£0	£334,011	£0	£0	£111,862
62	£60,000	£20,000	£60,000	£60,000	£0	£0	£334,905	£0	£0	£113,194
63	£60,000	£20,000	£60,000	£60,000	£0	£0	£335,806	£0	£0	£114,548
64	£60,000	£20,000	£60,000	£60,000	£0	£0	£336,714	£0	£0	£115,881
65	£25,806	£18,000	£5,000	£5,000	£0	£0	£334,689	£20,806	£20,806	£93,710
66	£31,858	£18,000	£12,214	£12,214	£0	£0	£327,101	£19,644	£19,644	£72,399
67	£42,518	£18,000	£24,266	£23,568	£0	£0	£292,921	£18,251	£18,251	£48,975
68	£39,817	£18,000	£24,361	£23,653	£0	£0	£228,369	£15,456	£15,456	£28,218
69	£35,764	£18,000	£24,456	£23,739	£8,098	£7,166	£262,082	£3,210	£3,210	£24,679
70	£37,351	£18,000	£24,551	£23,825	£12,800	£11,153	£270,802	£0	£0	£24,316
71	£37,873	£18,000	£24,647	£23,911	£13,226	£11,506	£340,187	£0	£0	£23,958
72	£41,358	£18,000	£24,743	£23,997	£16,614	£14,376	£355,557	£0	£0	£23,606
73	£42,205	£18,000	£24,840	£24,085	£17,365	£15,005	£321,647	£0	£0	£23,259
74	£40,647	£18,000	£24,937	£24,172	£15,709	£13,587	£221,791	£0	£0	£22,916
75	£35,867	£18,000	£25,035	£24,260	£10,832	£9,432	£285,850	£0	£0	£22,579
76	£39,094	£18,000	£25,133	£24,348	£13,961	£12,082	£302,614	£0	£0	£22,247
77	£40,012	£18,000	£25,232	£24,437	£14,779	£12,768	£276,880	£0	£0	£21,920
78	£38,854	£18,000	£25,331	£24,527	£13,522	£11,690	£304,825	£0	£0	£21,598
79	£40,318	£18,000	£25,431	£24,616	£14,887	£12,840	£313,994	£0	£0	£21,280
80	£40,866	£18,000	£25,531	£24,706	£15,335	£13,210	£313,394	£0	£0	£20,967
81	£40,938	£18,000	£25,631	£24,797	£15,306	£13,175	£273,605	£0	£0	£20,659
82	£39,096	£18,000	£25,733	£24,888	£13,362	£11,513	£307,244	£0	£0	£20,355
83	£40,840	£18,000	£25,834	£24,979	£15,005	£12,900	£310,691	£0	£0	£20,056
84	£41,111	£18,000	£25,936	£25,071	£15,174	£13,033	£298,549	£0	£0	£19,761



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Lifetime Allowance

Introduction

The Lifetime Allowance is an overall ceiling on the amount of the tax privileged pension savings that any one individual can draw.

As of 6th April 2006 (known as A-Day) every individual will be taxed on the amount by which they exceed their allowance. The allowance in the tax year 2021/22 for most individuals is £1,073,100. The allowance will index annually in line with Consumer Prices Index (CPI) from April 2026. Some individuals may have a higher allowance if they have registered for Protection.

Any benefits in excess of your allowance taken as income may be subject to a tax charge of 25%. If benefits are taken as a lump sum the tax charge may be 55%.

The maximum Pension Commencement Lump Sum (PCLS) from schemes is now based on the 25% rule although not all schemes have changed their rules to allow this, a higher value may be available where the PCLS available under the old rules is greater on pre A-Day accrual. Where you are over the LTA, the maximum PCLS available will be 25% of your available Lifetime Allowance.

For the purpose of accessing the value of Defined Benefit schemes the pension is multiplied by a factor of 20 to provide the benefit value.

Lifetime Allowance Charge at proposed retirement Age 85

Enhanced Protection protects your benefits built up at 5th April 2006 from any future Lifetime Allowance charge, providing you registered for this before 6th April 2009. In order to qualify for Enhanced Protection, no further pension contributions (this included additional benefit accrual under a salary related scheme) can normally be made after 5th April 2006. Where individuals have Enhanced Protection any benefits taken are not tested against the Lifetime Allowance and will not suffer any Lifetime Allowance excess tax charge.



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Notes & Assumptions

The projected fund values in this report take account of the standard charge structure applicable to each of the plans shown unless otherwise stated. They are based on an assumed investment fund. If other funds or remuneration are selected, the results of the analysis may be different.

The figures are only examples and are not guaranteed, they are not the maximum or minimum amounts. What you get back depends on the performance of your fund and the tax treatment of the investments.

All insurance companies base their illustrations on growth rates to a maximum laid down by the regulators but their charges vary.

Inflation may affect what you can buy in the future with the amount shown.

Assumptions used in this analysis

1. Annuity Interest Rate **0.70% p.a.**

An annuity rate is needed to calculate the critical yield analysis.

The Annuity Interest Rate is the assumed interest rate on which the annuity rates are based. If a higher rate had been assumed then the required investment return (Critical Yield) would have been lower and conversely if a lower rate applied then the required investment return (Critical Yield) would have been higher.

2. Gilt Index Yield **0.50% p.a.**

3. Consumer Price Index	Lower Rate	Intermediate Rate	Higher Rate
	0% p.a.	2% p.a.	4% p.a.

4. Retail Price Index	Lower Rate	Intermediate Rate	Higher Rate
	1% p.a.	3% p.a.	5% p.a.

5. Average Weekly Earnings	Lower Rate	Intermediate Rate	Higher Rate
	1.5% p.a.	3.5% p.a.	5.5% p.a.

6. Life Expectancy **ONS National Life Tables, Great Britain (2014 – 2016)**

These tables are updated annually. For the purpose of this (and any other analysis) the ages shown have been rounded to age next birthday.

7. Death Benefits

If a full annuity is purchased, the death benefit will be dependent on the type of the annuity. For example if the annuity has a 50% spouses pension and a 5 year guarantee, on death the spouse will be entitled to a full pension for 5 years and 50% of the value of the pension thereafter.

For any element of the contract which is in a drawdown arrangement, the assumed death benefit would be the return of any residual fund.



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Taxation Assumptions

Income Tax and National Insurance contributions

You will still have to pay Income Tax after you've retired. This applies to all your pension income, including the State Pension. Some income is paid without any tax being taken off, but if tax is due this will often be collected by taking money off any company pension payments or when you take money out of a workplace or personal pension.

Income Tax and Personal allowances

The Personal allowance can vary from year to year depending on any changes to legislation. Current rules dictate that you can earn up to £12,500 completely tax free, this is called your Personal Allowance. If you earn or receive less than this then you're a non-taxpayer.

Within this report for any plans that state an income is received, we will assume a tax rate as income under PAYE then the following tax rates and income tax allowance bands will be applied to the gross income.

Below is the current legislation regarding Income Tax, this is based on the 2020-21 tax year. Where known, this analysis also takes into account any future tax band changes.

Band	Start of Band	End of Band	Tax Rate
Personal Allowance	£0	£12,500	0%
Basic Rate	£12,501	£50,000	20%
High Rate	£50,001	£150,000	40%
Additional Rate	£150,001		45%

* Your Personal Allowance goes down by £1 for every £2 that your adjusted net income is above £100,000. This means your allowance is zero if your income is £125,140 or above.

We will take into account the total gross income received from the State Pension, future guaranteed income and any pension income to determine the amount of tax which is to be paid. This information will be used to calculate the 'Net Income' received after tax.

How your pension is taxed

Since April 2015 when Pension Freedoms came into effect, you have been able to take as much money out of your pension as you want once you are over age 55. You can usually withdraw up to 25% of your pension pot tax free, the remainder can be used to provide an income or can also be withdrawn as a lump sum; in both cases this is taxable. This means any money you receive over your Personal Allowance will be taxed in line with the above rates.



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Tax Free Income

Income from any tax-free source will not be used to calculate your net income. Therefore, the gross withdrawal before tax from these plans will always be the same as the net withdrawal after tax. (e.g Interest you receive from tax-efficient savings accounts, such as cash ISAs, is paid tax free whether or not you're a taxpayer).

Taxation of Withdrawals from Investments

Following a withdrawal from an investment plan the projected value of the plan will be used to calculate the initial cost of the units being sold to make the withdrawal. This will in turn be used to calculate the gain made on the sale of the investments.

Any gain following a withdrawal from an investment plan will be taxed depending on the plan type.

Other Taxation Assumptions

- Age allowances for Income Tax are not taken into account
- You are a resident of and domiciled in either England, Northern Ireland, Wales or Other
- All plans are owned on a single life basis by you
- All calculations assume you have no other income sources than those listed

Emergency Tax Codes on Pension Income

Please note that in some circumstances an emergency tax code may be applied to pension income. This could potentially lead to more tax being paid at outset than is due. In this case you would have to claim this additional tax back.

National Insurance contributions

If you continue working beyond the State Pension age, you no longer pay National Insurance contributions on your earnings.

If you normally declare savings income through a self-assessment tax return you should continue to do this. You can still claim back tax you might have paid on your savings in previous years when you should not have done.



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Record of Data Input

Client Details

Ref	RP000912
Title	Mrs
Forename	Sample
Middle Initials	
Surname	Client
Gender	Female
Date of Birth	05/01/1966
Employment Status	Employed
Marital Status	Married
Partner's Date of Birth	14/04/1965
Partner's Forename	Rupert
Partner's Surname	Jones
Partner's Gender	Male
Health Status	Good
Dependants	No
Attitude to Risk	Low
Lifetime Allowance Protection	Enhanced Protection
Country of Residence	England, Northern Ireland, Wales or Other
Notes	

Calculation Date	01/12/2020
Projection Basis	Inflation Adjusted
Projection Basis	Headline Rates
Target Age	85 (Calculated using ONS Life Expectancy Tables)

Expected Expenditure

Name	Amount	Frequency	Indexation	Start Age	End Age
Bills	£20,000.00	Yearly	2% p.a	55	65
Mortgage	£6,000.00	Yearly	0%	55	60
Bill 65 onwards	£18,000.00	Yearly	2% p.a	65	Guaranteed for Life

Members Assets

Fund Value Type	Name	Amount	Valuation Date	Fund Retained	Growth Rates	Estimated Annual Charge	Regular Amount Until	Indexation
Pension	SL Wrap	£250,000.00	01/12/2020		0%, 4%, 0%	1.88%		
ISA	ISA	£75,000.00	01/11/2021		0%, 4%, 0%	0.5%	£50 until 65	0%
Savings Plan	Rainy Day Money	£31,000.00	01/11/2021	100%	0%, 0.5%, 0%	0%		



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Partner Assets

Fund Value Type	Name	Amount	Valuation Date	Fund Retained	Growth Rates	Estimated Annual Charge
Pension	Work Pension	£80,000.00	01/11/2021		0%, 4%, 0%	1%

Members Guarantees

Guaranteed Income	Name	Amount	Increase Rate	Payable from age	Payable to age
State Pension	State Pension	£12,252.48 (Mid)	2.5	67	Guaranteed for Life
Defined Benefit	DB Scheme	£5,000.00	2	65	Guaranteed for Life
Other Guaranteed	Salary	£60,000.00	2	55	65

Partner Guarantees

Guaranteed Income	Name	Amount	Increase Rate	Payable from age	Payable to age
State Pension	State Pension	£11,953.63 (Mid)	2.5	67	Guaranteed for Life

Retirement Income Strategies

Required Income in Retirement

Target Income

From Age	Gross Income	Indexation
65	£46,141.53	2% p.a
80	£32,000.00	2% p.a

Include Guarantee No

GAD rate 4% pa

Target Income

From Age	Gross Income	Indexation
65	4%	0%

Include Guarantee No



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