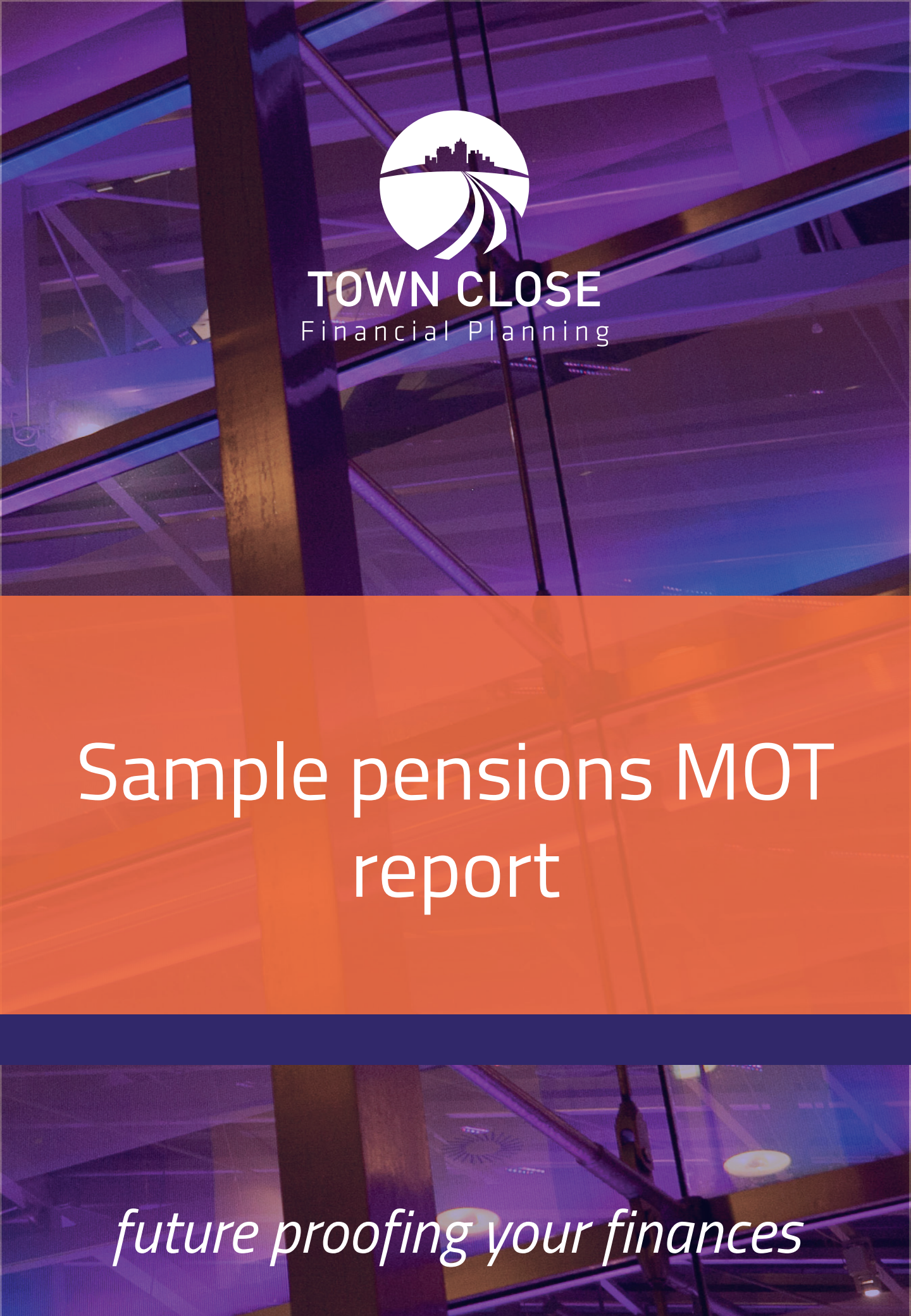
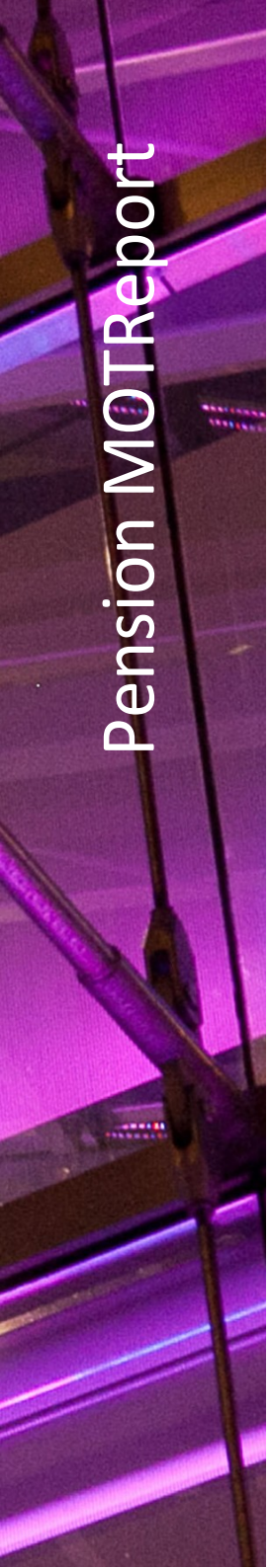


Sample pensions MOT report

future proofing your finances



The Town Close Financial Planning Pensions MoT

SAMPLE PENSIONS MOT REPORT

Assessment for:
Mr & Mrs A Client

Assessment date:
11th January 2018

Our ‘Pensions MoT’ assesses your existing pensions against several criteria, including performance, tax efficiency and costs.

We work from the starting point that you want the best possible “bang for your buck” whilst remaining as safe, agile and flexible as possible.

Our ‘the good, the bad, and the ugly’ summaries provide our thoughts on what you have, what’s good about it and where could improvements be made.

And to finish off we provide some ‘General Planning Notes’.

This is a commentary to help you think further about what you’re doing and how that may, or may not, be best for you.

Each MoT report includes an hour spent with you soliciting input for the report, and a further hour afterwards discussing the results.

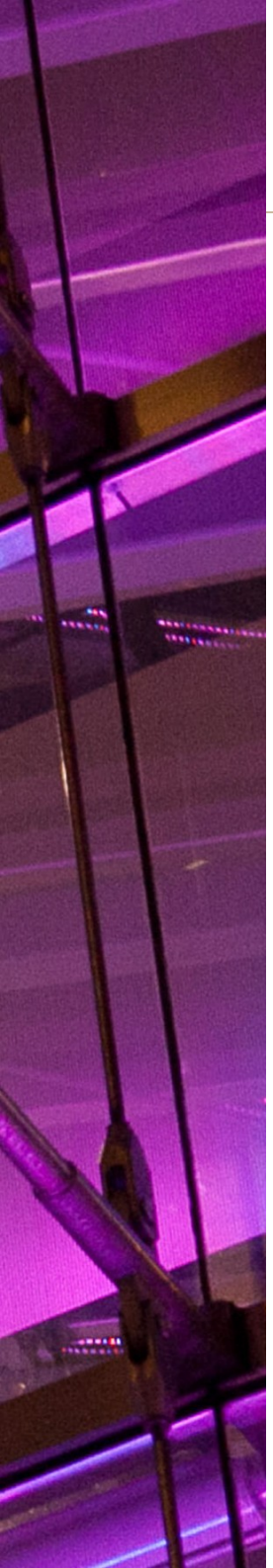
This gives you the opportunity to ask whatever questions you may have and to make sure the report we produce really helps you.

This can be done either in person at our offices or via your computer using Skype or similar.

Jeremy Askew FPFS IMC CFP^{CM}
Managing Director

	ABC Pension Co.	ABC Pension Co.
Policy number	123456	123456
Plan Start Date	1/1/95	1/1/95
Type of Plan	Final Salary / DB	AVC
Selected Retirement Age	65	65
Status of Plan	Dormant	Dormant
Current Contributions	0	0
Contribution increase	0	0
Valuation date	1/12/17	1/12/17
Current Fund Value	n/a – current deferred benefits = £20,000 pa	£25,000
Current Transfer Value	£700,000	£23,000
Transfer Penalties	None	£2,000
Death benefits	DB = 50% widows on death before or after retirement	£25,000
Additional life cover?	n/a	No
WOC in force?	n/a	No
Guaranteed Annuity Rate	Final salary benefits	None
Primary/Enhanced Protection	None	None
Protected tax free cash	By commutation up to HMRC limits	None
Current Fund Choice	n/a	100% managed fund
Number of other funds available	n/a	25
Current WP bonus rate	n/a	n/a
Projected Values	£20,000 pa in today's terms at age 65	£50,000 at 65
Charges	n/a	1% pa, 5% b/o, £5 pm
Drawdown Available?	No	No
UFPLS Available?	No	No
Other Notes	None	None
The Good	Guaranteed pension for life from age 65. ● Current transfer value represents 35 years' income.	Good pension company, good admin, customer support etc.
The Bad	Death benefits low compared to other options. ● Very limited retirement options and no flexibility.	No flexi-access available, only annuity purchase. ● Charges higher than a modern plan with more flexibility
The Ugly	Pension available earlier but reduced by 3% pa. ● Pension increases in deferment and payment limited to CPI capped at 3% pa. ● Scheme in deficit, sponsoring employer not in great financial state.	Penalty if transferred. ● Limited investment options, only offers pension company funds. ● Performance below average. ● Investment strategy not in line with needs and attitude to risk, volatility etc.
General planning notes		

	DEF Pension Co	GHI Pension Co
Policy number	123456	121314
Plan Start Date	1/1/95	1/1/10
Type of Plan	AVC	Personal Pension
Selected Retirement Age	65	65
Status of Plan	Dormant	Active
Current Contributions	0	5% ee, + 10% er
Contribution increase	0	As salary increases
Valuation date	1/12/17	1/12/17
Current Fund Value	£25,000	£50,000
Current Transfer Value	£23,000	£50,000
Transfer Penalties	£2,000	0
Death benefits	£25,000	£50,000
Additional life cover?	No	No
WOC in force?	No	No
Guaranteed Annuity Rate	None	None
Primary/Enhanced Protection	None	None
Protected tax free cash	None	None
Current Fund Choice	100% managed fund	100% global equity tracker
Number of other funds available	25	500
Current WP bonus rate	n/a	n/a
Projected Values	£50,000 at 65	£250,000
Charges	1% pa, 5% b/o, £5 pm	0.5% pa
Drawdown Available?	No	Yes
UFPLS Available?	No	No
Other Notes	None	None
The Good	Good pension company, good admin, customer support etc.	Low cost. ● Receives current contributions. ● Good fund range. Good performance and correct investment strategy.
The Bad	No flexi-access available, only annuity purchase. ● Charges higher than a modern plan with more flexibility	None
The Ugly	Penalty if transferred. ● Limited investment options, only offers pension company funds. ● Performance below average. ● Investment strategy not in line with needs and attitude to risk, volatility etc.	No flexi-access drawdown available. ● Will need to move pot at retirement to get maximum flexibility
General planning notes		



Ready for a chat?

Here are our contact details.

Town Close Financial Planning Ltd. Suite 2, 258a High Road, Loughton, IG10 1RB
Tel: 020 7993 4898

advice@townclosefp.co.uk
www.townclosefp.co.uk

What our clients say about us

> *I had accrued various pensions, policies and investments. TCFP 'audited' these and it became apparent that I was quite inefficient. We worked together on a financial plan and made the necessary changes. I now see what the future holds and feel everything is under control. We meet and talk regularly to make sure everything remains on track.*
> Andy N