



Taxation, Retail Investment and Pensions

Assignment 2

(Part 1 – The UK Pension System Chapters 7-13)

Recommended Time: 3 Hours

1. Write a short note on tax charges on Unauthorised Payments. **10 Marks**
2. Outline the Statutory Right To Transfer. **5 marks**
3. Write a short note on earmarking orders. **5 Marks**
4. List the information you require from a transferring arrangement. **10 marks**
5. Write short notes on “Benefit Crystallisation Events” (BCEs) and list five BCEs. **10 marks**
6. List the options that may be available to a member when they retire at normal pension age. **10 marks**
7. Outline the taxation changes introduced at A-Day and their impact on existing schemes. **15 marks**
8. John Brown (aged 48) is leaving his company’s contributory defined benefit scheme after 6 months’ of service. Describe the options that might be available to him and any conditions that would apply. **15 marks**
9. A US based company with global operations is reviewing its benefit programme. You have been asked to provide certain information commonly provided in the UK. Give a description of the benefits that might typically be received in connection with the death of a member of a registered pension scheme differentiating between those arising from a Defined Contribution (DC) scheme and those from a Defined Benefit (DB) scheme. **20 marks**