

TRANSFERS WORKED ANSWER**XYZ****TRANSFER IN**

Member Name: Albert Bauer
Date of Birth: 25/07/1975
Date Joined Company: 01/02/2017
Date Joined Scheme: 01/03/2017

Transfer Value Details

Total Transfer Value	=	£29,239.74	
Post-1997 Transfer Value	=	£13,875.83	
Total Contributions	=	£10,623.82	
Post-1997 Contributions	=	£6,485.33	
GMP (at exit)	=	£615.68	
Pre-1988 GMP (at NPD)	=	£0.00	
Post-1988 GMP (at NPD)	=	£2,062.32	
Total GMP (at NPD)	=	£2,062.32	(£0.00 + £2,062.32)

Factors Used

Age (next birthday)	=	50	(15/08/1975 – 04/09/2024)
Excess Pension	=	5.240	(See Factor Table 1)
GMP (at exit)	=	1.047	(See Factor Table 2)
Pre-1988 GMP (at NPD)	=	4.316	(See Factor Table 2)
Post-1988 GMP (at NPD)	=	5.546	(See Factor Table 2)
Contributions	=	1.01	(See Factor Table 3)
MLA	=	1.01	(See Case Study)

Transfer In Calculation

Total Benefits at NPD

(A) £615.68 x 1.047	=	£644.62	Value of GMP (at exit)
£0.00 x 4.316	=	£0.00	Value of Pre-1988 GMP (at NPD)
£2,062.32 x 5.546	=	<u>£11,437.63</u>	Value of Post-1988 GMP (at NPD)
		£12,082.25	Total Value of GMP
(B) £10,623.82 x 1.01 / 100	=	£107.30	Value of Contributions
(C) £29,239.74 / 1.01	=	£28,950.24	TV (MLA applied)
(D) £28,950.24 - (£12,082.25 + £107.30)	=	£16,760.69	Adjusted TV
(E) D is greater than £0.00 – so ok to proceed with calculation			
(F) £16,760.69 / 5.240	=	£3,198.60 pa	Excess Pension (at NPD)
	=	£2,062.32 pa	GMP (at NPD)
	=	£5,260.92 pa	Total Pension (at NPD)

Post-1997 Benefits at NPD

(G) £6,485.33 x 1.01 / 100	=	£65.50	Value of Post-1997 Contributions
(H) £13,875.83 / 1.01	=	£13,738.45	Post-1997 TV (MLA applied)
(I) £13,738.45 - £65.50	=	£13,672.95	Post-1997 Adjusted TV
(J) £13,672.95 / 5.240	=	£2,609.34 pa	Post-1997 Pension (at NPD)

Summary

The total benefits that would be purchased by the transfer in are:

1. At normal pension date, a pension of £5,260.92 pa will be paid [of which £3,198.60 pa is the excess pension (including £2,609.34 pa for the post-1997 pension) and £2,062.32 pa is the GMP (all post-1988 GMP)].
2. On death before retirement prior to NPD from active or preserved status, a refund of member contributions without interest of £10,623.82 plus a spouse's pension will be paid.
3. On death before retirement on or after NPD, a lump sum death benefit (capped to age 75) calculated on the assumption that the member retired on the date of death plus a spouse's pension will be paid.
4. On death after retirement, a lump sum death benefit (provided death occurs within 5 years of retirement, capped to age 75) plus a spouse's pension will be paid.
5. All benefits will be paid in accordance with the provisions of the XYZ Scheme.