

IPM Personal Pension Scheme

Expression of Wish Form



(This form is suitable for use by (i) members; and (ii) dependants in income withdrawal, excluding protected rights).

On your death, your remaining Individual Fund ("your funds") will be applied in accordance with the rules of the Scheme to provide lump sum and/or pension death benefits. Within the overall limits of the tax legislation, the rules give the Trustees wide discretion over the exact form of benefits, and the recipients.

If you want the Trustees to consider paying benefits to one or more persons in particular, you should:

- read the notes at the end of this form;
- give details of the persons in the table below and (where you specify more than one person) indicate how much of your funds you want used in respect of them (the total need not equal the whole of your funds);
- sign and date the form, make a copy for your own records and return the original to the Trustees [at address].

Name and address	Any relationship to member	Amount or % of fund

Signed: _____ Name: _____

IPM Membership Number: _____ Date: ____/____/____

Notes

(a) What benefits can be paid, and to whom ?

- a lump sum can be paid to a wide range of persons including relatives, dependants, beneficiaries of your estate and (most relevant here) any person nominated by you;
- a pension can only be paid to a dependant (which includes a spouse / civil partner / child under age 23, as well as anyone actually dependent on you);
- on death before age 75, both lump sums and pensions can be paid. Lump sums are currently free of tax if paid out of "uncrystallised" funds (and within the member's unused lifetime allowance) but are subject to a free-standing 35% tax charge if paid out of "crystallised funds" (which normally means funds being used for income withdrawal), while pensions will be taxed as income in the hands of the recipient;
- on death at or after age 75 in "alternatively secured pension", as a result of moves by HM Treasury to reduce the attractiveness of taking such a pension, the only benefits which are "authorised" by the tax legislation are:
- a lump sum to a charity nominated by you or (if you don't nominate any) selected by the Trustees/ scheme administrator;
- pensions for dependants.

However, the rules of the Scheme also allow the Trustees to pay lump sums to the same wide range of beneficiaries as on death before 75. The difference is that any such payment is not "authorised" by the tax legislation and thus will incur much greater cumulative rates of tax.

- (b) Where you specify a person who could qualify for either a lump sum or pension, you don't need to express any preference for which they should receive. The Trustees can either decide this themselves or let the relevant person decide.
- (c) You may change or withdraw your expression of wishes at any time by notifying the Trustees in writing.
- (d) There are legal and practical difficulties in making payment to dependants under the age of 18. If you wish to provide for minors as potential beneficiaries, you are advised to set up an appropriate trust with your solicitor, if you do not already have one, and provide the relevant details in the form above. In the absence of such a trust, death benefits may be paid to your personal representatives.
- (e) If there is any further information which you think may help the Trustees, please provide it on a separate sheet.

When reading these notes, please bear in mind that:

- References to tax do not include inheritance tax. Currently most lump sum payments on death before age 75 are free of inheritance tax, because the recipient(s) are chosen by the Trustees (this is the main reason why this form is an "expression of wishes" rather than a binding instruction);
- you can nominate charities and other organisations, not just individuals;
- the notes are intended to be a short and easily understood summary of the rules of the Scheme and very complex tax legislation as at the date of publication. They do not override those rules or legislation and are not a substitute for specific legal advice.

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