

# Pension planning

## AF3 July 2015 edition

### Web update 2: 18 December 2015

Please note the following updates (amendments in **bold type**) to your copy of the July 2015 edition of the **AF3: Pension planning** case study workbook:

#### Part 1, section A2, page 19

Please amend the fifth bullet point of the first bullet list to read:

- The framework to boost the consolidation of small pension pots through a system of automatic transfers based on a 'pot follows member', **however, the Government announced in October 2015, that implementation would be deferred;**

Please amend the first bullet point of the second bullet list to read:

- 'defined ambition' schemes alongside the familiar DB and DC schemes, **however, the Government announced in October 2015 that implementation of the schemes would be deferred;**

#### Part 1, section B3, page 30

Please amend the first sentence to read:

Any employer considering the establishment of a new pension scheme is now almost certain to be looking at a DC scheme and not a DB scheme.

#### Part 1, section B3H, page 33

Please replace the second paragraph with the following:

**The DA scheme was very much the idea of the former Pensions Minister Steve Webb, however, his successor Ros Altmann, announced in October 2015 that implementation of this scheme would be postponed because of other priorities.**

#### Part 1, section K2B, page 59

Please delete the third sentence of the final bullet point and replace with:

**The cap will be removed and transfers permitted from April 2017.**

#### Part 2, Case study 1, page 1/7

In point (ii) Outline to Carol the main differences between her employer's GPP and NEST, under the NEST column please amend the third row to:

Contribution limit of £4,700 (for 2015/16). **This limit will be removed from April 2017.**

And, again under the NEST column, please amend the fourth row to:

Initially no transfers in or out, except in tightly defined circumstances. **This restriction will be removed from April 2017.**