

# Pensions

*Retirement - The longest holiday you will ever take.*

*Average life expectancy is increasing. The good news is, you could spend one third of your life enjoying retirement. The bad news is, your pensions and investments must work harder to provide a comfortable lifestyle.*

## *Looking forward to retirement?*

Having a clear vision of how your long-term needs can be met by your current pensions and investments sounds like an obvious step. No matter how busy we are, it is one we simply cannot afford not to take

Core Financial Services are a team of expert Independent Financial Consultants who will review your long-term requirements and current financial provisions. You'll receive a straightforward report showing the performance of your existing pensions along with any recommendations for change. We give **impartial advice** and there is **no obligation** to proceed after a free initial consultation.

Navigator is a premium service designed to maximise the long-term performance of Pensions and Investments. We proactively review our clients' portfolios and produce a quarterly report showing the current status, value and specific recommendations for optimising their investments.

In addition to Navigator, we offer solutions and advice on:-



- ✓ Personal Pensions
- ✓ Drawdown Plans
- ✓ Corporate Pension Services
- ✓ Self Invested Personal Pensions
- ✓ Full Retirement Financial Plans
- ✓ Annuities

*For a free review of your Pensions Provision call Core Financial Services on 0844 875 5777*

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## Key Facts

**When working, you'll usually pay National Insurance contributions . This entitles you to basic State Pension. It's a start - but will it be enough to give you the standard of living you want?**

### Need another source of income?

Pensions are long-term investments which you usually pay into throughout your working life. Depending on the type of pension, your employer may also pay into it. You may also receive tax relief on your contributions. The money in your pension is invested on your behalf in stocks and shares with the aim of making the value of your fund grow in the long term. When you retire your pension fund is usually converted into a regular income which is paid to you until you die. Remember, you cannot take your money out of a pension until you are at least 50 years old (Increasing to 55 by 2010).

There are various types of pension, either offered through your employer or ones you can arrange yourself through a broker or Independent Financial Advisor such as Core Financial Services. You don't have to stop work to take a stakeholder or personal pension. You can take a pension from your employer's occupational scheme and carry on working for that employer, as long as individual rules allow.

### Saving now for your retirement

With many people enjoying 20, 30 or even 40 years of retirement you'll need to be prepared. How much income will you need each month? The table below shows the estimated monthly pension (at today's market prices) you could receive based on differing regular monthly contributions if you begin investing NOW.

Initial Monthly Payment *	£20		£50		£100		£200	
	Initial monthly pension if you retire at		Initial monthly pension if you retire at		Initial monthly pension if you retire at		Initial monthly pension if you retire at	
Approx. age now	65	60	65	60	65	60	65	60
20	£95	£66	£238	£165	£477	£331	£955	£662
25	£76	£52	£192	£131	£384	£262	£769	£525
30	£61	£41	£152	£102	£305	£205	£611	£410
35	£47	£31	£119	£77	£238	£155	£477	£311
40	£36	£22	£90	£57	£181	£114	£363	£228
45	£26	£15	£66	£39	£132	£78	£265	£156
50	£18	£9	£45	£23	£91	£47	£182	£95
55	£11	£4	£27	£11	£55	£22	£111	£44
60	£5		£13		£26		£52	

\* What you pay per month for the first year (tax rebates will be added to this amount)

The estimated pension (annuity) shown assumes that - You increase contributions each year in line with inflation. Before charges, your fund grows by 7% a year on top of your contributions. Charges are 1.5% of the value of your fund each year for the first ten years and 1% a year afterwards. You receive a rebate of basic rate tax (20% for tax year 2008/09) on contributions. When you retire the estimates assume you buy an annuity that increases by 2.5% a year with a 50% spouse's annuity. Annuity rates assume that the investment return after retirement is 0.8% a year in excess of inflation. Remember, these estimates are not guaranteed. you could get more or less than the amounts shown. The table gives you an idea of how much you need to pay now – as a regular monthly contribution – to get the monthly income you want when you retire. In particular, the rate of growth of your fund may vary considerably and may be below 7% a year.

\*\*All information sourced from FSA website [www.moneyadeclear.fsa.gov.uk](http://www.moneyadeclear.fsa.gov.uk)

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