

THE DIGITAL GROUP SIPP

ILLUSTRATION OF PROJECTED PENSION BENEFITS

Digi Wealth Platform is a trading name of P1 Investment Management Limited, which is authorised and regulated by the Financial Conduct Authority (FRN: 752005). P1 Investment Management Limited is registered in England, number 09810560.
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The Financial Conduct Authority is the financial services regulator. It requires us to give you this important information to help you to decide whether the Digital Pension is right for you. You should read this document carefully, in conjunction with the Key Features Document and Terms & Conditions, so that you understand what you are buying, and then keep it safe for future reference.

ABOUT THIS ILLUSTRATION

- We can't predict the amount of pension income you will receive when you retire, but to give you an idea, we have illustrated a number of examples that show what you might receive when you take your pension benefits. These are not based on your personal circumstances.

If you would like an illustration which is personal to your own circumstances, please contact your scheme adviser.

- There are different options available to you when you start taking your retirement benefits. This illustration shows what you might get if you use an annuity to provide your retirement income. As you approach retirement, we recommend that you seek advice covering all of your available options.
- This illustration also shows the effect of assumed levels of investment performance and charges.
- The amount of pension income illustrated is shown in today's prices, taking into account future inflation. The estimated amounts shown are based on the same monthly contributions, projected to the same age, but over a range of different terms to retirement.

TABLE OF PROJECTIONS

The table below shows what your pension fund might be worth when you reach age 67 and the yearly income that you could receive from that fund, in the form of an annuity.

We have adjusted the figures for inflation, to show how this reduces the purchasing power of your pension income in the future. For example, £1,000 today is worth less than £1,000 ten years ago, in terms of what you can buy with it. Our inflation-adjusted figures aim to account for this by showing the future projections, expressed with today's buying power.

All figures are based on gross contributions of £100 pm, which are assumed to remain at that level for the whole term. The assumptions made in calculating the results are listed below.

PROJECTED VALUES

	GROWTH RATE	LOW	MEDIUM	HIGH
10 year term	Projected value	£10,334	£12,049	£14,082
	Full annuity	£552	£643	£754
	Tax free lump sum	£2,584	£3,012	£3,521
	Residual annuity	£414	£483	£565
20 year term	Projected value	£17,805	£24,459	£34,192
	Full annuity	£951	£1,306	£1,830
	Tax free lump sum	£4,451	£6,115	£8,548
	Residual annuity	£713	£980	£1,372
30 year term	Projected value	£23,025	£37,695	£64,449
	Full annuity	£1,229	£2,013	£3,449
	Tax free lump sum	£5,756	£9,424	£16,112
	Residual annuity ^a	£922	£1,510	£2,587
40 year term	Projected value	£26,487	£52,250	£111,390
	Full annuity	£1,414	£2,790	£5,961
	Tax free lump sum	£6,622	£13,063	£27,848
	Residual annuity	£1,061	£2,093	£4,471

ASSUMPTIONS USED

- Contributions are invested in the Passive Moderate Portfolio.
- The annual growth rates, before adjustment for inflation are: Low: 1.64%, Medium: 4.64%, High: 7.64%.
- Inflation is 2.0% per year, throughout the term.
- The tax-free lump sum is 25% of the accumulated fund.
- Pension income is assumed to be taken as an annuity, paid at the start of each month.
- The annuity does not increase in payment.
- There is no dependants' pension in the event of your death.

FEES AND CHARGES

Charges are taken to cover the costs of managing your plan. The total charges deducted are made up of 2 different elements:

PLATFORM SERVICE CHARGE

This covers all of the administration and investment management costs involved in operating your plan.

PORTFOLIO INVESTMENT CHARGE

This covers the investment costs of each portfolio and may vary, depending upon your chosen investments.

The current charges when investing in the Passive Moderate Portfolio, as used in this illustration are:

Service Charge:	0.60% pa
Investment Charge:	0.08% pa
Total Charge:	0.68% pa

THE EFFECT OF CHARGES ON THE FUTURE VALUE OF YOUR PLAN

The following table shows the effect of charges over time on your pension plan. We have assumed that your investments will grow at the medium growth rate used in the Table of Projections. This growth rate is an assumption and is not guaranteed. These figures are not adjusted for inflation.

END OF YEAR	TOTAL CONTRIBUTIONS	PROJECTED FUND BEFORE CHARGES	PROJECTED FUND AFTER CHARGES
1	£1,200	£1,230	£1,226
2	£2,400	£2,517	£2,500
3	£3,600	£3,864	£3,824
4	£4,800	£5,273	£5,201
5	£6,000	£6,748	£6,633
10	£12,000	£15,213	£14,687
20	£24,000	£39,156	£36,345
30	£36,000	£76,840	£68,279
40	£48,000	£136,152	£115,370

The table shows the impact of charges over different lengths of time. For example, it shows that after 20 years, your plan could be worth £39,156 if there were no charges; and that it could be worth £36,345 after all charges are deducted.

This means that the service and investment charges have the effect of reducing growth from 4.64% pa to 3.96% pa, using the medium rate of growth. This is a reduction in growth of 0.68% per year, and the same reduction in the rate of growth applies across all time periods.

The above information about the reduction in investment growth can be used to compare the effect of charges with similar products.

IMPORTANT INFORMATION

- Your benefits are dependent upon a number of factors; including the amount you invest, the age at which you draw your benefits and external influences such as investment returns, inflation, interest rates, annuity rates and charges.
- The illustrated amounts in this document are examples based on our assumptions; you may receive more or less than this.
- The value of your pension plan can go down as well as up and is not guaranteed. You could get back less than has been paid in.
- The Money Purchase Annual Allowance is the limit on the amount you can pay into your plan on an annual basis. This illustration does not consider any tax charges that may be applicable if this limit is exceeded.
- If, at any time you take pension benefits and your total pension funds exceed your Lifetime Allowance, a tax charge may be payable.
- You will be sent annual statements which will enable you to keep track of your plan. The statement will show you the fund value, details of all payments received into your plan, and any payments, including charges, that have been deducted.
- The tax rate used to calculate tax relief on personal contributions is 20%.
- Death benefits equivalent to the net realisable value of your plan would be paid to your dependent or to a nominated beneficiary if you were to die before drawing the benefits from your pension plan. Depending on when these are paid, tax may be payable.
- In line with guidance from the Financial Conduct Authority, we round final projection amounts down to three significant figures and do not include pence.
- If you have any questions, please contact your Financial Adviser.