

Risk Warnings

iPensions Group Limited have provided you with the following Risk Warnings which you should read carefully.

You should consider that accessing pension savings at this point in time may not be the best option.

Age and intended retirement date

You can draw benefits from your pension savings at age 55. However, you should ensure that your pension savings are invested in-line with your intended retirement needs and objectives. These needs should be reviewed and discussed with an appropriately regulated Independent Financial Adviser, and action taken accordingly

Accessing your pension savings early will reduce future income available and income will need to last longer.

Dependency of pension income through later years and retirement for you and your beneficiaries

Where you are reliant on your pension savings for an income for you, and possibly your beneficiaries after your death, there is a risk that your pension savings may not meet your wishes if you access it at a faster rate than any remaining fund growth.

If you access all your pension savings, then no funds will remain to provide benefits for you or your beneficiaries.

The effect that the investment of your pension savings has on future income

The investment performance of your pension savings will also impact the future income you can take. Where investments perform poorly, you will have less income to draw.

There are no guarantees attached to the amount of income or lump sums paid from your pension fund

There are no guarantees attached to the amount you will receive from any income or lump sum from your pension savings. This may therefore present a risk in meeting your future financial needs.

Your health and lifestyle

Unlike an annuity, accessing your pension savings via pension drawdown does not offer any guaranteed income nor is it in any way influenced or enhanced by your health or lifestyle.

Where there are aspects of your health or lifestyle that could potentially shorten your life expectancy, you may be eligible for a better value annuity, that may provide you with a guaranteed, and possibly enhanced, income.

If you have a potentially reduced life expectancy there could be tax efficiencies in leaving your pension savings within your pension arrangement.

By accessing your pension savings without having fully considered this, there is a risk you and your beneficiaries may not receive benefits in the most efficient way.

The tax implications of accessing your pension savings

Depending on your personal situation, when accessing your pension savings, an additional tax liability could be incurred that will reduce the benefits taken. Further, when you take your benefits, you should consider the broader tax implications of reinvesting funds from your pension as well as your inheritance tax position.

Impact on means tested benefits

You should consider the impact on any means-tested benefits when accessing your pensions savings.

Investment Scams

There is a risk that you may be enticed to invest your pensions savings into an investment that may turn out to be an investment scam, particularly if the salesman is not authorised and regulated by the Financial Conduct Authority. The FCA have highlighted investment scams through the following link:

<http://www.fca.org.uk/consumers/scams/investment-scams>

Key Assumptions

The Risk Warnings provided by iPensions Group Limited are generic in nature.

They do not take into account your age, intended retirement date, value of pension savings, employment status or any other pension savings that you may or may have.

The Retirement Risk Warnings do however assume that you will look to rely on income from your pension savings in later life, and that you will draw income from your SIPP. It is also assumed that you have nominated a beneficiary in the event of your death.

The Retirement Risk Warnings assume that your pension savings or retirement plans will not be impacted by your health or lifestyle.

Finally, the Retirement Risk Warnings assume that there will be certain tax liabilities due on any pension income you draw from your SIPP.

No personal data has been relied on to provide the Retirement Risk Warnings.