



## Options for receiving your pension benefits

		Paid as	Maximum annual allowance	Options to carry forward			
AFTER 6 APRIL 2015	LUMP SUM	25% tax free	Entitlement <b>can</b> be taken separately from taxed amount	Lump sum	£40,000	✓	
	INCOME	75% taxed at marginal rate provided through one or more the following options	Traditional annuity	Inflexible, secured pension income	£40,000	✓	
			Flexible annuity	Flexible pension income with income or capital guarantees	£10,000	✗	
			Flexi-access drawdown	Flexible, unsecured pension income	£10,000	✗	
	LUMP SUM VIA UFPLS	25% tax free	75% taxed at marginal rate	Capped drawdown*	Flexible, unsecured income capped at upper limit	£40,000	✓
				Entitlement <b>cannot</b> be taken separately from taxed amount	Lump sum	£10,000	✗

\* Not available to new applicants.

The levels and bases of taxation and reliefs from taxation can change at any time and are dependent on individual circumstances.

**Annual allowance** is the maximum amount of earnings you can contribute to a pension each year whilst also receiving tax relief from the government. Contributions over the annual allowance do not qualify for tax relief. From 6 April 2016, the annual allowance for higher earners will be reduced by £1 for every £2 of adjusted income between £150,000 and £210,000 a year. **Carry forward** is a term used to describe how unused annual allowance from the previous three tax years can be brought forward and allocated to the current tax year. You need to have been a member of a member of a pension scheme in the year from which you want to carry forward. **UFPLS** stands for Uncrystallised Funds Pension Lump Sum.



ST. JAMES'S PLACE  
WEALTH MANAGEMENT

RETIREMENT PLANNING

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BEFORE 6 APRIL 2015	LUMP SUM	25% tax free	Entitlement <b>can</b> be taken separately from taxed amount	Lump sum	£40,000	✓
		INCOME	75% taxed at marginal rate provided through one or more the following options	Traditional annuity	Inflexible, secured pension income	£40,000
	Flexible annuity			Flexible pension income with income or capital guarantees	£0	✗
	Flexible drawdown			Flexible, unsecured pension income	£0	✗
	Capped drawdown*	Flexible, unsecured income capped at upper limit	£40,000	✓		

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