

09th December 2016

Dear Bob,

We have reviewed the tax free cash sums payable from the pension scheme and I confirm the following:

In the 2006/2007 tax year, you drew a tax free cash sum from the pension scheme for £104,749, which means that £418,996 of the PZK scheme was crystallised i.e. 30.55% of the pension account.

We therefore need to ensure that going forward you can only take tax free cash from the remaining uncrystallised pots, plus contributions and pension transfers that were paid in after that date.

In the 2007/08 tax year you drew £260,000 on 3 December 2007. This utilised £1,040,000 of the balance of the uncrystallised fund from that time.

In the 2008/09 tax year, the only uncrystallised funds remaining were contributions paid in, the amount being £85,000, no tax free cash was taken from this payment.

In the 2009/10 tax year, £100,000 was paid into the pension scheme as a contribution, no tax free cash was taken from this payment.

In the 2010/11 tax year, £46,000 was paid into the pension scheme as a contribution, no tax free cash was taken from this payment.

In the 2011/12 tax year, no contributions were paid into the pension scheme. You have therefore built up, inclusive of interest £235,728 of pension fund which was uncrystallised.

In the 2012/13 tax year three transfers were paid in, namely £63,556 and £27,797 was paid in from previous pensions, the total was therefore £91,353 for you. For Indu, £15,122 was transferred into the pension scheme. These pension pots were uncrystallised, meaning you could draw tax free cash sums from the amounts transferred in.

You then took a tax free cash sum of £94,789, meaning that £379,156 was crystallised. This was made up of the pension transfers in, plus previous contributions and interest arising from those pension contributions.

No pension contributions or pension transfers paid into the scheme for the 2013/2014 tax year, for 2014/15 plus 2015/16 according to our records. Therefore, there is no additional tax free cash payable. If you wish to draw income from the pension scheme, please advise of the amount you and Indu wish to take and we will organise this for you.

If you have paid pension contributions into the scheme since 2013, please let us have this information and we will review the calculations.