



Stacy Lunnon <stacyl@pensionpractitioner.com>

FW: Accounts As Requested ... ATTACHED

Tony McCarthy <tonym@pensionpractitioner.com>

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To: Stacy Lunnon <stacyl@pensionpractitioner.com>, Brian Potter <brian.potter@aspect8.co.uk>

Afternoon Brian,

After taking the separate fund portfolio valuations into account, I have now come up with the following:

Total fund value (on 25/04/2017) : £1,676,483.27

John: Cash at bank - £97,875.44 (£72,994.52 as part of the crystallised fund, £24,880.92 as part of the uncrystallised fund)

UK Bank deposits - £665,643.50 (£496,430.27 as part of the crystallised fund, £169,213.23 as part of the uncrystallised fund)

Quoted shares - £477,301.14 (£355,966.42 as part of the crystallised fund, £121,334.72 as part of the uncrystallised fund)

Total - £1,240,820.08 (£925,391.21 crystallised; £315,428.87 uncrystallised)

Susan: Cash at bank - £27,107.56 (£13,086.30 as part of the crystallised fund, £14,021.26 as part of the uncrystallised fund)

UK Bank deposits - £184,356.50 (£90,331.00 as part of the crystallised fund, £94,025.50 as part of the uncrystallised fund)

Quoted shares - £224,199.13 (£109,853.09 as part of the crystallised fund, £114,346.04 as part of the uncrystallised fund)

Total - £435,663.19 (of which £213,466.25 has been crystallised, £222,196.94 uncrystallised)

Date	Description	Notes	Total LTA used
21/06/2010	Crystallisation of £80,000; tax-free lump sum of £20,000	LTA - 1.8m	4.444%
18/08/2010	Crystallisation of £60,000; tax-free lump sum of £15,000	LTA - 1.8m	7.778%
02/09/2010	Crystallisation of £40,000; tax-free lump sum of £10,000	LTA - 1.8m	10.000%
27/09/2010	Crystallisation of £40,000; tax-free lump sum of £10,000	LTA - 1.8m	12.222%
28/10/2010	Crystallisation of £17,600; tax-free lump sum of £4,400	LTA - 1.8m	13.200%
30/03/2011	Crystallisation of £80,000; tax-free lump sum of £20,000	LTA - 1.8m	17.644%
07/04/2011	Crystallisation of £515,176; tax-free lump sum of £128,794	LTA - 1.8m	46.265%
07/04/2011	Crystallisation of £59,988; tax-free lump sum of £14,997.00	LTA - 1.8m	49.598%
01/08/2011	Crystallisation of £180,000; tax-free lump sum of £45,000	LTA - 1.8m	59.598%
01/01/2013	Crystallisation of £160,000; tax-free lump sum of £40,000	LTA - 1.5m	70.265%

So, 70.265% of his fund was crystallised through crystallisation events, plus a further (£315,428.87 / £1m * 100% =) 31.542% to be added from the uncrystallised part of the fund. From this, his LTA was exceeded by (101.807 - 100 =) 1.807%, or £18,070.

If you also take into account his Old Mutual policy at £128,094.21, his LTA was exceeded by (£128,094.21 + £18,070 =) £146,164.21. The charge would be 25% of the excess, if the excess is to be taken as income (plus tax at the marginal rate when the income is actually withdrawn), or 55% if it is withdrawn as a lump sum now.

This is assuming that his Old Mutual Wealth wasn't touched in any way (ie, no lump sums or drawdown were taken, no crystallisation events occurred, etc). Obviously, prior crystallisation event within this fund would alter the LTA calculations (he would've already crystallised some of his fund, thus nudging up his used LTA, which, depending on when such an event occurred, may have an affect on the overall LTA excess due).