

THE CHEVIOT PENSION

APPROACHING RETIREMENT

When you start to think about accessing your savings or are approaching your Target Retirement Date, you need to review how to invest your pension fund. This is particularly important if you have chosen your own investment options.

The Cheviot Lifeplan is designed to meet the needs of most members, based on the choices they have made in the past. It is reviewed at least once a year. Currently, many Cheviot members take their tax-free cash sum and leave the rest of their pension pot invested, drawing an income

from it over a period of years. The Lifeplan is therefore designed with this in mind.

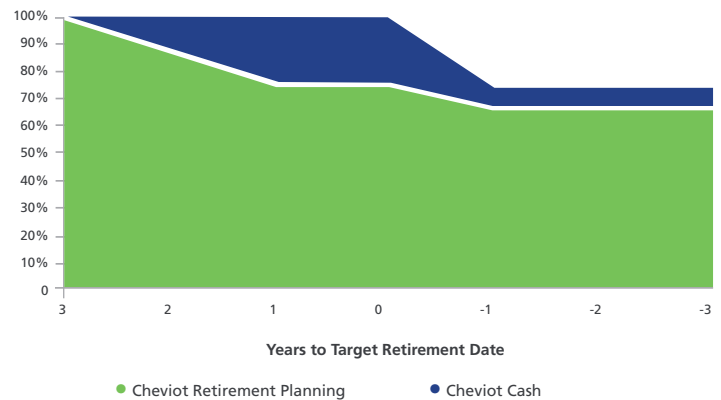
If you plan to buy a secure income (often called an annuity) or take your benefits in cash, you may need to choose one of the alternative strategies so that your savings are invested appropriately. All the strategies assume you will take 25% of your fund as a tax free lump sum at your Target Retirement Date.

You can choose one of the alternative strategies through the online system or by completing the relevant form.

CHEVIOT LIFEPLAN

If you are in the Cheviot Lifeplan, this strategy will happen automatically.

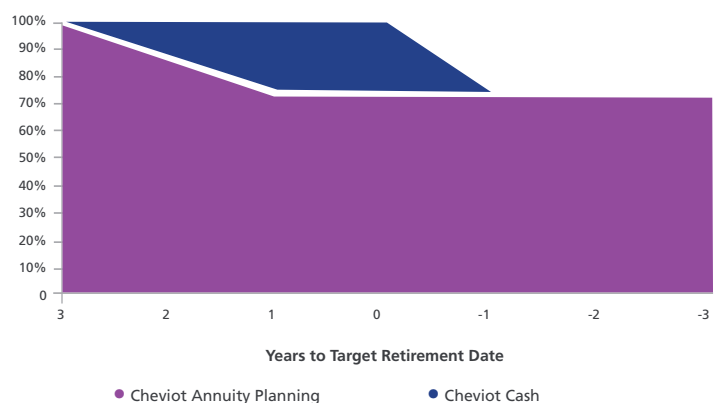
Investment split before retirement	Investment split after taking your lump sum
75% Cheviot Retirement Planning Fund	90% Cheviot Retirement Planning Fund 10% Cheviot Cash Fund
25% Cheviot Cash Fund	The Cheviot Retirement Planning Fund aims to continue to grow your savings. The cash is designed to allow you to draw down from your savings each year.



ALTERNATIVE STRATEGIES

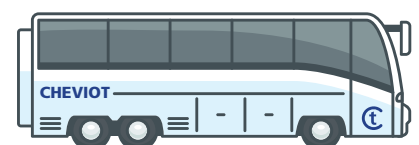
Annuity planning strategy

Investment split before retirement	Investment split after taking your lump sum
75% Cheviot Annuity Planning Fund	100% Cheviot Annuity Planning Fund
25% Cheviot Cash Fund	The investment will broadly move in line with the cost of buying a secure income (an annuity).



Cash strategy

Investment split before retirement	Investment split after taking your lump sum
100% Cheviot Cash Fund	100% Cheviot Cash Fund
	Your savings are not likely to grow and will not be protected against inflation but will be broadly protected from any falls in value.

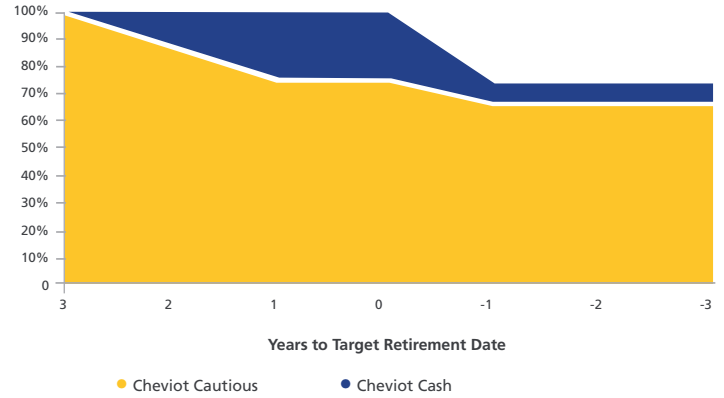


ADDITIONAL DRAWDOWN STRATEGIES

If you are planning to leave your savings invested for longer and can afford to take more risk with the aim of improving your income, we offer two further drawdown options. You can also choose to invest in any of the available funds (diversified, equity or specialist) and split your savings between them and cash in proportions which meet your needs.

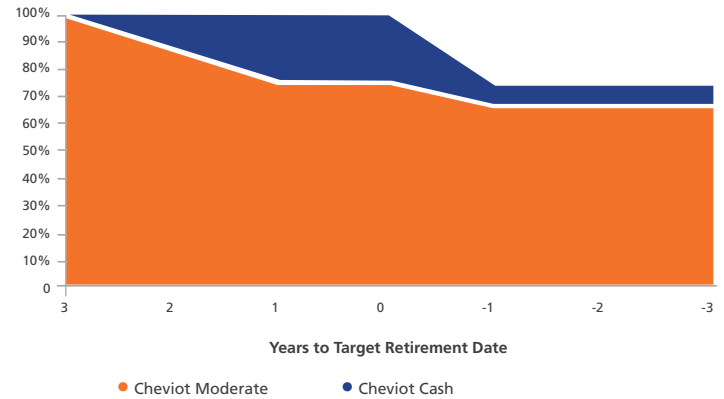
Cautious drawdown strategy

Investment split before retirement	Investment split after taking your lump sum
90% Cheviot Cautious Fund	Cheviot Cautious Fund with a 10% allocation to cash.
10% Cheviot Cash Fund	The cautious drawdown strategy aims to continue to grow your savings. The cash is designed to allow you to draw down from your savings each year.



Moderate drawdown strategy

Investment split before retirement	Investment split after taking your lump sum
90% Cheviot Moderate Fund	Cheviot Moderate Fund with a 10% allocation to cash.
10% Cheviot Cash Fund	The moderate drawdown strategy aims to continue to grow your savings. The cash is designed to allow you to draw down from your savings each year.



This information is provided in good faith but is not legal or financial advice or binding on the Trustee. The trust deed and rules will override in the event of any inconsistency. We strongly recommend that you take independent financial advice where appropriate.

