



THE CHEVIOT PENSION

BENEFIT STATEMENT FACTSHEET

This factsheet provides more information about your savings with Cheviot and your Benefit Statement.

I am in the Cheviot Lifeplan, where are my savings invested?

Most members are invested in the Cheviot Lifeplan which means the Trustee takes investment decisions for you. You can see where your savings are invested on the member portal, the Cheviot Dashboard. If you haven't registered for the Dashboard, please visit www.cheviotdashboard.com. It is important you log in and check the details we hold for you are correct. If you need help registering, please read our [Registration Guide](#) for a walkthrough of the process.

The estimated fund and income reflect how the Lifeplan will move your savings between investments as you approach retirement.

What investment options are available?

You can make your own investment choices. It is then your responsibility to review those choices, particularly when approaching retirement.

Please see the investment factsheets at www.mycheviotpension.com which explain all the funds available, the charges and how those funds have performed against their targets. If you would like to change your options, please complete the [Investment options form](#).

How much will my savings grow?

The numbers shown on your benefit statement are based on assumptions about how much your savings will grow depending on which fund you are invested in and the target returns set by the Trustee for each fund. In general, the funds which take more investment risk, are expected to grow faster. All the returns are shown above inflation¹ of 2.5% and after charges.

| Investment Option | Target return per year | Investment Option | Target return per year |
|---------------------|------------------------|---------------------------|------------------------|
| Growth | 4.5% | HSBC Shariah | 4.5% |
| Moderate | 3.5% | L & G Ethical | 4.5% |
| Low Cost | 2.5% | L & G UK Equity Index | 4.5% |
| Cautious | 2.5% | L & G World Equity | 4.5% |
| Retirement Planning | 2.5% | Blackrock Aquila Emerging | 4.5% |
| Cash | 0.0% | Annuity Planning | 0.0% |

All investments can go down as well as up. Past performance is no guarantee of performance in the future.

1. All references to inflation refer to Consumer Price Inflation over the long term, assumed to be 2.5% per year.

What is my Target Retirement Date?

You choose your own Target Retirement Date. It is then used to move your assets through the Cheviot Lifeplan. For further information, please view [Investment Factsheet 1](#). It is important that you review this date regularly. You can access your savings from age 55, age 57 from 2028

If you have chosen your own investment options, the projections are based on your Normal Retirement Date and you need to review your choices regularly to ensure they are suitable for your retirement plans.

What happens if I stop paying contributions?

If you and your employer are currently paying contributions, your statement will assume that those contributions will continue until you retire and will increase by inflation. If you stop paying contributions your benefits will be lower than those shown.

What type of income will I get?

The income shown on your statement is based upon a statutory illustration if you were to purchase an annuity. This is just an estimate and your income may be higher or lower than the number shown. It assumes your pension will increase in line with inflation, you will be married when you retire and that male spouses will be three years older than female spouses. Spouses or civil partners of the same gender are assumed to be the same age.

Consider any pension savings you have with other providers, along with all other retirement options, before making any decisions. If you are over the age of 50, talk to Pension Wise. When you reach retirement, you will be able to choose an option which suits your personal circumstances. [Follow this link](#) for more information about all of the Retirement options available within Cheviot.

See the technical information overleaf to find out how the numbers are calculated.

I want to transfer my savings?

You can transfer your benefits out at any time before retirement without charge. The transfer value is the value of your savings when they are disinvested and so can go down as well as up.



What are the costs and charges?

All charges are deducted from the unit prices which are calculated daily and include governance, investment strategy, communications and administration. The charges in 2021 are shown as a percentage of your fund value. Some charges were reduced by 0.05% from July 2021. See the [Summary of charges factsheet](#) for further details. Please visit your Cheviot Dashboard for details of how your savings are currently invested.

| Investment Option | Annual Charge 1 March 2020 | Annual Charge 1 July 2021 | Investment Option | Annual Charge 1 March 2020 | Annual Charge 1 July 2021 |
|-------------------------------|-------------------------------|------------------------------|-----------------------------------|-------------------------------|------------------------------|
| Growth, Moderate and Cautious | 0.70% | 0.65% | HSBC Shariah | 0.70% | 0.65% |
| Retirement Planning | 0.65% | 0.65% | L&G Ethical | 0.70% | 0.65% |
| Cash | 0.25% | 0.25% | L&G UK Equity Index | 0.45% | 0.45% |
| Annuity Planning | 0.55% | 0.50% | L&G World Equity | 0.45% | 0.45% |
| Low Cost | 0.45% | 0.45% | Blackrock Aquila Emerging Markets | 0.45% | 0.45% |

How can I estimate my charges?

To estimate the current charges on your fund, multiply the value of each fund by the relevant percentage. The chart shows the average annual charge for a fund of £15,000 in Cautious option and £5,000 in Cash.

| | | |
|--------------------------------------|------------------------|----------------|
| Cautious fund - £15,000 | £15,000 x 0.65% | £97.50 |
| Cash fund - £5,000 | £5,000 x 0.25% | £12.50 |
| Total estimated annual charge | | £110.00 |

How can I find out more?

There is lots of information on our new member website: www.mycheviotpension.com and you can register for the member portal, [the Cheviot Dashboard](#), to see more information about your own savings.

You can contact us using the following details: Email: members@cheviottrust.com Telephone: 01702 354 024

Technical information

1. The illustration has been prepared on various assumptions specified in legislation and set out in Technical Memorandum I (v 4.2) issued by the Financial Reporting Council (FRC). These make general assumptions about the nature of investments and their likely performance, which may not correspond with the investments actually made or their actual performance. Further details can be found at www.frc.org.uk (search Statutory Money Purchase Illustration).
2. The interest rate used for conversion to monthly pension on the projection is -2.6%.
3. The illustration takes account of the charges of the Cheviot pension.
4. The illustration is expressed in current monetary terms by taking into account Consumer Price Inflation.
5. No future contributions are included in the illustration for members who left the Cheviot pension before 31 December 2020
6. If you are over 50, you can talk to Pension Wise via www.moneyhelper.org.uk