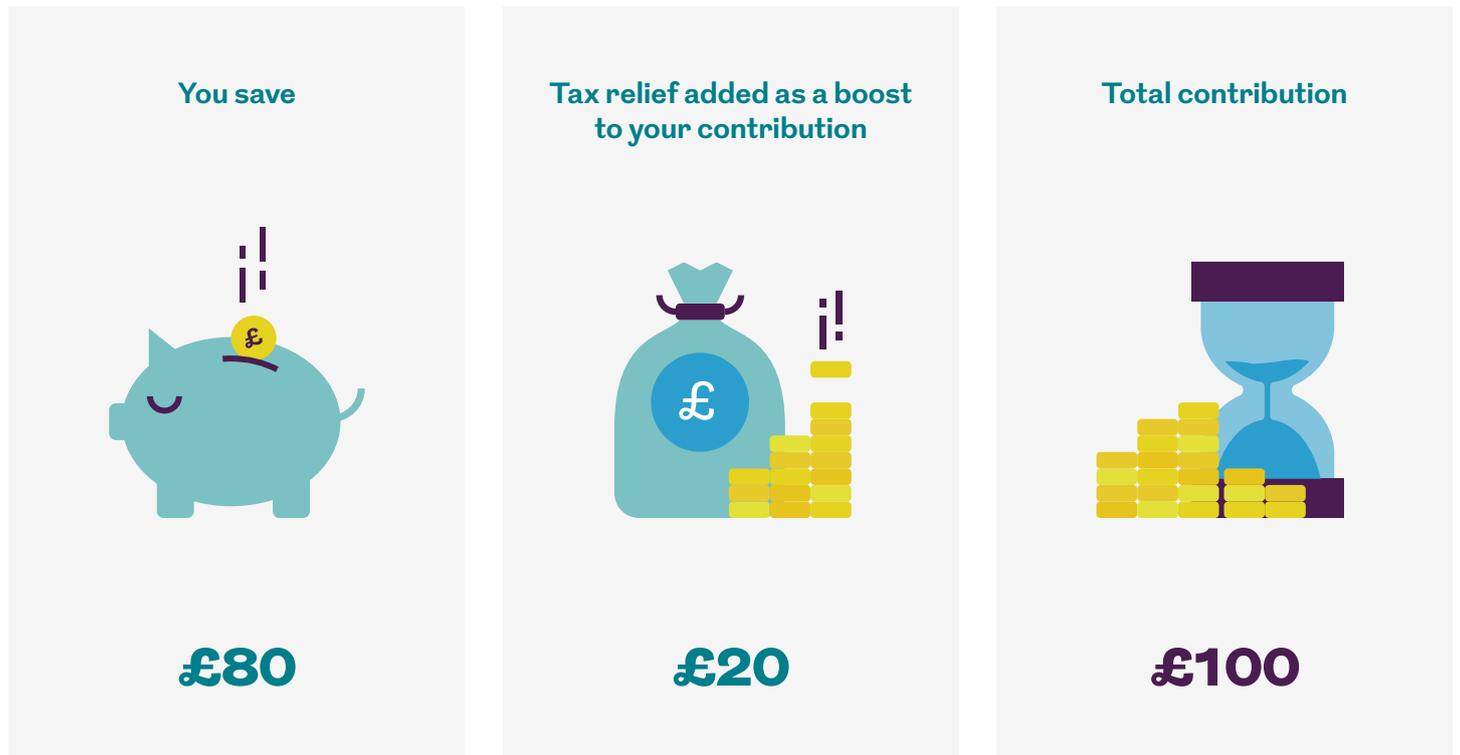


Help your money go further with tax relief

Did you know, the more you save into your pension, the more help you'll get from the government? They encourage pension saving by giving tax incentives, known as tax relief – making pensions one of the most tax efficient ways to save for your future.

How tax relief works for a basic rate taxpayer



Tax relief can change and depends on your individual circumstances and where you live in the UK.



Don't leave it too late

Pensions are a long-term investment, and your pension savings are locked away until you reach age 55¹. That's a good thing because the longer your money's invested, the more potential it has to grow. So the earlier you start saving, the better off you could be.

Remember that investment returns are never guaranteed. So while the value of your savings can grow, their value can also go down. So you could get back less than you started with.

¹ This will increase to age 57 from 6 April 2028.

The impact of tax relief over time



Please note, these figures are in today's money and they're just an example, so they're not guaranteed. They assume that you're a basic rate taxpayer and save a fixed amount into your pension each month. They also assume investment growth of 5% and an inflation rate of 2% each year, and that a weighted average yearly management charge of 0.64% applies.

Remember that although the value of your savings can grow, their value can also go down. So you could get back less than you started with.



More tax benefits

When you reach age 55 (age 57 from April 2028), you can take a guaranteed income, dip into your pension when you like, or take it all as cash. You can also enjoy 25% of your pension savings as a cash lump sum – completely tax free. The rest of your pension savings will be taxed at your normal rate. And when you die, your pension savings will normally pass on to your loved ones free of tax too.

Tax treatment and legislation depends on individual circumstances and may change in the future.

Next steps

To make sure you're contributing the right amount at the right time, just get in touch.

Tax advice isn't regulated by the Financial Conduct Authority (FCA) or Prudential Regulation Authority (PRA).