



# SIPP Guide for Members



## What is a Self Invested Personal Pension (SIPP)?

- ▶ A SIPP is a type of personal pension which offers a wider, more flexible investment range
- ▶ You can contribute, or transfer existing recognised pension schemes into SIPP
- ▶ You can access your SIPP funds from age 55

## Why is a SIPP right for you?

- ▶ A SIPP gives you more control over how your fund is invested
- ▶ It can offer wider investment options than offered by a personal pension

You should always take independent advice about how to make the most of your pension savings.

## What are the risks?

As with most investments SIPPs come with an element of risk. Your appetite to risk will determine how you invest, which will ultimately be a factor in how much money is in your SIPP fund when you come to commence taking an income from it.

- ▶ Investment values can go down as well as up and how you invest may affect what you have
- ▶ Legislation may change which could affect your entitlement to benefits

## What are the tax benefits?

SIPPs are one of the most tax efficient ways to save for your later years, including:

- ▶ Basic rate tax relief added at source on personal contributions.

Ability to claim higher and additional rate where applicable through your personal tax returns

- ▶ Investments in your SIPP grow free from UK income tax and capital gains tax
- ▶ A tax-free cash lump sum of up to 25% of your SIPP fund can be taken when you reach the age of 55. The remaining 75% can be taken as taxable income
- ▶ Death benefits normally free from inheritance tax

The tax treatment of pensions depends on individual circumstances and may change in the future.

## How much will I pay for my SIPP?

Our SIPP charges are very clearly stated and easy to understand when they apply.

Please refer to our individual product fee schedules available in the Literature section of our website.

## Where can I invest my money?

One of the key benefits of a SIPP is the wide range of investment choices on offer.

Momentum has a range of SIPP products that provide flexibility based on your investment preferences.



Always seek advice from your adviser about which investments are appropriate for you and your circumstances.

## How do I access my money?

- ▶ Normally you may take benefits from your SIPP from age 55.
- ▶ Once you decide to take your benefits you are normally permitted to take 25% of your pension fund as a tax-free lump sum. You must then use the remainder of your fund to provide a taxable income. This is called 'flexi-access drawdown'.
- ▶ Flexi-access drawdown gives you control over how much income you can take and how often you take it. You can maintain control of your SIPP's investment strategy while taking benefits.

## What happens if my circumstances change?

Momentum solutions can change as per your needs:

- ▶ If you want different investments you can move between our SIPPs
- ▶ You can take benefits from your SIPP
- ▶ Should you wish to move abroad, Momentum offers a range of international pension solutions that you could consider moving to, normally without a charge.

## What happens when I die?

When you open a SIPP you will be asked to nominate a beneficiary or beneficiaries in the event of your death.

When you die, Momentum Pensions Limited, the Scheme Administrator will look at your nominations and determine who should receive your SIPP fund. Death benefits are normally distributed as per your wishes.

## Why Momentum?

- ▶ Well-capitalised Group of Companies, operating in 4 jurisdictions, regulated in each territory
- ▶ An established specialist pensions business with £1Bn under administration over 6000 Members
- ▶ One of the largest international pension companies
- ▶ A top 20 UK SIPP Provider, with a 20-year track record

## Contact Us

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## Regulatory

Momentum Pensions Limited is authorised and regulated by the Financial Conduct Authority.

Momentum Pensions is the Scheme Administrator and Provider of the Momentum SIPP. Momentum Pensions Trustees Limited is the Scheme Trustee of the Momentum SIPP.

The Company is registered in England and Wales at Stafford Court, 145 Washway Road, Sale, M33 7PE.

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