Explanatory notes for your Money Purchase Annual Statement

This note should be read in conjunction with your Money Purchase Annual Statement as at 5 April 2026.

This is to provide you with further information relating to your Statement, including the details of the assumptions used to produce the Statutory Money Purchase Illustration included in the Statement.

Assumptions behind your Statutory Money Purchase Illustration

As explained in your Money Purchase Annual Statement, we had to make some assumptions about what your Money Purchase Account will be worth when you reach retirement, as well as what your money could buy you at that time. What actually happens may be different to what we've assumed, therefore these figures are not guaranteed.

The investment return assumptions are based on historic volatility (changes in investment prices over a certain period) of the fund(s) your money is invested in.

For the purpose of the illustration the following assumptions are made about your choices at retirement:

- You will use the entire value of your Money Purchase Account to purchase an annuity at retirement, so no cash lump sum is taken
- No further contributions are paid into the Fund
- The pension you receive from the annuity will not increase in payment
- You will purchase an annuity that is paid for your lifetime only i.e. won't be paid to a surviving spouse
- Your Money Purchase Account continues to be invested in the same funds as at 5 April 2026, but allows for any planned automatic lifestyle switches

The key financial assumptions used to calculate your Statutory Money Purchase Illustration projections are:

Price Inflation	2.5% p.a.
Salary Inflation	2.5% p.a.
Interest rate on which annuity will be based	4.8% p.a.

Please note that the value of your Money Purchase Account is not guaranteed and may fluctuate up or down, depending on investment returns. The illustration is not guaranteed. Past performance is not a guide to future performance, and you may not get back the contributions originally invested.

The illustrations provided in this pack assume that your Account remains in the Fund as it is currently –this is not an option as the Fund is in the process of winding up. The illustrations are therefore not a reliable guide to the benefits you might receive and have been provided solely to meet statutory disclosure requirements.

Pension scams

You can find information about pension scams and how to avoid them in the enclosed leaflet and also at https://www.fca.org.uk/scamsmart/how-avoid-pension-scams

Contact

For more information on the Fund and your benefits, please visit the Fund website at www.clarkspensions.co.uk. If you have any queries about the information provided above please contact the Fund Administrators, Hymans Robertson, T: 0121 212 8122 or E: Clarks@hymans.co.uk .
You can write to the Fund Administrators at Hymans Robertson LLP, PO Box 27169, Glasgow, G2 9NE.