

Paul Hyland – AEGON Scottish Equitable - Alexander Chapel
Assositates Ltd (SSAS) Pension Scheme

Transfer Value - £70,547 (\$156,772 @ 2.22 exchange rate)

Transfer Value net of projected tax (\$Nil) and 3.7% entry fee of (\$5,801) - \$150,971

Projected pension at age 60 - £8,724 (\$19,367 @ 2.22).

Assuming 5% growth pa (as with above figures) in Super, the net transfer value of \$150,971 grows to a fund size of \$284,678 at age 60.

Allocated Pension	
\$284,678	
Minimum	Maximum (assumed at 10%)
PVF: 4.0%	PVF: 10.0%
\$11,388	\$28,468

***NB** All the UK pension income is assessable for tax purposes.

The Allocated Pension Income is tax-free from age 60.

The following schedule sets out the anticipated benefits at your normal United Kingdom retirement age

Full Name	Paul James Hyland
Date Of Birth	16/12/1962
Employment Status	Recruitment Manager/Owner
Income	>\$6,000
United Kingdom Funds	Alexander Chapel Associates Ltd SSAS - AEGON Scottish Equitable
Member Number	74916 - 4429616
Current Fund Value	£68,779 (Including Protected Rights £0)
Current Transfer Value	£70,547 (Including Protected Rights £0)
Value as at Date of Australian Residency: 28/08/2006	£82,085 (Including Protected Rights £0)
Date of Last UK Residency	27/08/2006
UK Retirement Date (Or Age)	Age 60
Estimated Maturity Value at Retirement Assuming Lower Return of 5% £267,393	Retirement Pension of £8,724 p.a. (Of Which £0 pa will Increase in Payment) or Pension Commencement Lump Sum (PCLS) of £66,848 and a reduced pension of £6,543 pa (Of Which £0 pa will Increase in Payment)
Estimated Maturity Value at Retirement Assuming Higher Return of 9% £398,550	Retirement Pension of £17,386 p.a. (Of Which £0 pa will Increase in Payment) or Pension Commencement Lump Sum (PCLS) of £99,637 and a reduced pension of £13,040 pa (Of Which £0 pa will Increase in Payment)

These figures are current although they are not guaranteed. They will fluctuate in line with the investment performance of the fund manager of the underlying investments.

The pension's benefits shown have been arrived at using a prescribed basis and do not represent a minimum or a maximum. Where it is indicated that the pension increases in payment you should note that generally benefits in respect of any contributions made between 6th April 1997 and 5th April 2005 will increase by the lesser of 5% pa or RPI, and benefits in respect of any contributions made after 6th April 2005 will increase by the lesser of 2.5% pa or RPI.

Please note however that the Pensions Act 2005 has removed the obligation for pensions to provide for any increases in payment for benefits taken after 6th April 2005.

The actual pension payable will be determined by your choice of annuity and the rates prevalent at the date of your retirement – these may be considerably different to those used here.

The following tables set out your position assuming a transfer completes outside the six months grace period.

Fund	Transfer Value		Assessable Amount of Transfer
	28/08/2006	Current	
Alexander Chapel Associates Ltd SSAS - AEGON Scottish Equitable	\$182,410	\$156,772	\$ 0

Upon receipt of the formal election notice that must be lodged with the receiving superannuation fund within 30 days of the transfer payment being made, any tax is paid directly to the ATO by the Superannuation fund on your behalf.

Therefore your estimated transfer amount would be broken down as follows:

Current Transfer Value	\$156,772
15% Fund Tax paid to the ATO elected under S. 305-80	\$ 0
Amount Invested in your Australian Superannuation	\$156,772
Taxed Element Invested in your Australian Superannuation	\$ 0
Non Concessional Contribution Invested in your Australian Superannuation	\$156,772

Non Concessional Contribution Limits and your UK Transfer.

The value of your UK pension fund at your date of Australian residency is deemed to be a Non Concessional contribution when received by the Australian superannuation fund.

The Superannuation Legislation Amendment (Simplification) Act 2007 introduced into Australian legislation with effect from 1st July 2007 has set a limit on the amount of non concessional contributions that may be made at \$150,000 per annum.

For people aged less than 65, the Government will allow the \$150,000 cap to be averaged over three years (up to \$450,000) to allow people to accommodate larger one-off payments (i.e. forego their entitlements in years two and three).

The total transfer value of your UK pension fund is regarded as a non concessional member contribution for the purposes of testing against the cap when received by the Australian Superannuation Fund.

Ironically, Australian legislation excludes the growth component of your transfer (known as Applicable Fund Earnings) from being documented by the Australian scheme as a Non concessional contribution.

Contributions in excess of the limit will be subject to tax at 46.5% under the Superannuation (Excess Non-concessional Contributions Tax) Act 2007

As part of your decision to transfer your UK fund you should consider any impact this limit may have on your affairs and discuss it with your adviser.

As we are neither accountants nor qualified tax advisers, we recommend you seek advice from your accountant or qualified tax adviser prior to proceeding.