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Our reference STS/S1/HM 010112
Your reference

8 February 2011

Dear Mr McCloskey

Cloaca Maxima Retirement Benefits Scheme - 010112

I refer to your letter dated 17 January 2011 and my subsequent telephone conversation with your colleague Brad, with reference to your request to remove Suntrust Limited as the Special Trustee for this Small Self Administered Scheme without appointing a replacement.

I can confirm that following receipt of the deed of removal, Suntrust Limited are no longer Special Trustee for this scheme. Please find enclosed a notice of resignation of AXA Sun Life Services plc advising actuary.

I look forward to receiving the appropriate documentation in order to remove Suntrust Limited as co-signatory to the trustees' bank accounts and investments. Any expenses incurred by Suntrust Limited will be charged to the Managing Trustees.

As discussed with Brad, please find enclosed the last split of the funds that was carried out, dated 21 February 2006.

If you have any queries please do not hesitate to contact us quoting reference 010112.

Yours sincerely


Helen Miller
SSAS Servicing (STS)

STS Department, AXA, PO Box 64, Bristol, BS99 3EG

AXA Sun Life Services plc, PO Box 1810, Bristol, BS99 5SN. Telephone: 0117 989 9000.

AXA is a worldwide insurance group. In the UK, one of the AXA companies is AXA Sun Life Services plc, which distributes and administers financial products and services.

AXA Sun Life Services plc is authorised and regulated by the Financial Services Authority and is a company limited by shares,

registered in England No. 3424940, registered office: 5 Old Broad Street, London, EC2N 1AD.

As part of our commitment to quality service, telephone calls may be recorded.



Notice of Resignation of AXA Sun Life Services plc as advising actuary

Scheme Name: Cloaca Maxima Retirement Benefits Scheme
Scheme Number: 10112

1. AXA Sun Life Services plc hereby gives notice that it is resigning from the position as a professional adviser to the Scheme with responsibility to provide actuarial services. This resignation is effective from 29 July 2010.
2. It is confirmed that there are no known circumstances connected with this resignation which, in our opinion, significantly affect the interests of members, prospective members or beneficiaries of the Scheme.
3. It is confirmed that no reports have been made to the Pensions Regulator during the time AXA Sun Life Services plc has had the responsibility to provide actuarial advice. In addition, it is confirmed that we are not aware of any minor breaches that, taken in isolation, would not cause us to make a report but may collectively be of significance.

Signed

David McEwan
Fellow of the Institute and Faculty of Actuaries
for AXA Sun Life Services plc

Date 7 February 2011

SCHEME LEAVER INFORMATION SHEET



TRANSFER TO PERSONAL PENSION

Scheme Name : Cloaca Maxima Retirement Benefits Scheme

Member's Name : Lord Stevenson

Policy Number : 9786179

This "Information Sheet" details the results of a Personal Pension transfer test carried out in respect of Lord Stevenson assuming he transfers out of the Cloaca Maxima Retirement Benefits Scheme with effect from 21/02/2006. Also contained are details of the action required by the Managing Trustees in order to process a transfer to a Personal Pension.

The list of assumptions that are enclosed detail the information used in the calculations. Please check these assumptions carefully. If any of the assumptions are incorrect the accuracy of the figures may be affected.

Personal Pension transfer limit test

Based on Lord Stevenson's total funds available from all sources in respect of the scheme employment, namely Cloaca Maxima Ltd, the funds would unfortunately appear to exceed the Inland Revenue limit for a Personal Pension transfer. The total funds available to Lord Stevenson and the Personal Pension transfer limit have been calculated to be :

- Total funds available in respect of the scheme employment **£9,504,456.39#**
- Maximum transfer amount to an arrangement under Personal Pension rules **£8,416,987.20***

* **This figure cannot be guaranteed**

$9,504,456.39 - 8,416,987.20 = 1,087,469.19$

#In addition Lord Stevenson also has an amount of £87,028.70 held under the Suntrust Plan in respect of previous employment benefits transferred into the scheme during 2003. These monies can be transferred in addition. Thus, Lord Stevenson's total scheme entitlement under the Suntrust Plan amounts to £9,591,485.09.

While Lord Stevenson's 'total fund' is excessive, Inland Revenue regulations allow a transfer of the maximum amount and to give up the remainder of his 'total fund'.

The remainder, calculated to be **£1,087,469.19**, would be deemed as a surplus (this is based on the above figures; the actual surplus will be dependent on the final fund value and Inland Revenue limits as at the date of transfer). In the first instance these surplus monies would remain in the scheme for the benefit of any other members. In the event of the scheme as a whole being in surplus on its termination then the final surplus amount would be returned to the employer (or whoever is acting on its behalf) subject to a 35% tax charge. The prior agreement of the Inland Revenue (Savings, Pensions, Share Schemes) [IR(SPSS)] and the Pensions Regulator would also be needed.

All members/Managing Trustees would need to consent to the giving up of the remainder of the fund. Furthermore, the Managing Trustees should take legal advice regarding the possibility of claims by potential beneficiaries (known and unknown) on the restriction in the member's fund.

As an alternative a transfer to a Section 32 buy out policy may be considered as no surplus would apply on this basis.

STS/A5/ME

23/02/2006

SCHEME LEAVER INFORMATION SHEET



TRANSFER TO PERSONAL PENSION

To process a transfer of benefits

AXA Sun Life insured policy

An authority will be needed signed by **all** Managing Trustees to surrender the policy, authorise the transfer of the monies and discharge AXA Sun Life's liability. The relevant form is enclosed.

Scheme self investments

Lord Stevenson's share of scheme self investments must be made available for transfer. This can be achieved in any of, or a combination of, the following ways :

- 1) Asset(s) to the equivalent value can be sold/realised to raise a sufficient amount.
Important Note
The proceeds of any sale/realisation of assets must firstly be paid into the Trustees bank account, before being transferred elsewhere.
- 2) An amount can be withdrawn from the Trustees bank account (if a sufficient amount is held in the account).
- 3) For certain types of transfer and certain types of investments an "in specie" transfer of an asset(s) can be processed. Effectively this means that the ownership of the asset(s) transfers from one party to another without the asset(s) physically being sold.

Once a transfer option is selected and the Managing Trustees decide how they are going to make available Mr Stevenson's self investment share please let us know. We will then be able to provide details of any additional requirements that need to be met, specifically in relation to Suntrust Ltd being co-owner/co-signatory to certain scheme assets and the Trustees bank account.

Please note that when a cheque in respect of a transfer value is forwarded to Suntrust Ltd for countersignature it will be signed and sent directly to the receiving arrangement.

Please note: AXA will need to contact the administrator of the receiving arrangement to confirm its details before any transfer takes place. Please provide a contact name (address + telephone no.) as soon as possible. This should be the person dealing at the receiving life office, provider (if SIPP), Pensioneer Trustee (SSAS) or Trustees (LSAS). Failure to provide this information may lead to a delay in the processing of the transfer.

Please note that as the transfer value is greater than £250,000.00 it must be reported to the Inland Revenue within 28 days of the transfer taking place on the Inland Revenue form PS7050.



ASSUMPTIONS

Lord Stevenson In respect of employment with Cloaca Maxima Ltd

1. The final remuneration used was based on the following salary information:

<u>Year ending</u>	<u>Total Earnings</u>
05/04/1996	£609,629.00
05/04/1995	£387,975.00
05/04/1994	£824,085.00

The above salaries were increased in line with the actual increases in the Retail Prices Index between the end of the years of payment and the figure at the date of leaving pensionable service. The results were then averaged.

2. Calculations have been based on the member's employment details as follows:

Date of joining service	19/07/1985
Date of leaving pensionable service of Cloaca Maxima Ltd	31/03/2004
Assumed date benefits will be taken from the scheme	21/02/2006
Normal retirement date under the scheme	19/07/2005

3. The member is entitled to the following benefits which have been taken into account in calculating the Revenue Maximum limits:

<u>Life Office</u>	<u>Policy Number</u>	
Eagle Star	Various	£630,544.00 (surrender value)
Norwich Union	79308X/1007	£4,201.32 (pension per annum)
Phoenix	Unknown	£1,046.40 (pension per annum)

These are payable in addition to those quoted.

It is assumed that these are the only retained benefits the member has.

4. The member has a concurrent benefit with Clerical Medical which can be ignored for the purposes of these calculations.
5. The member is subject to Post 87 -Pre 89 rules.
6. The member has been classed as a Controlling director.



7. The surrender value of the member's AXA Sun Life policy under the scheme is as follows:

<u>Policy Number</u>	<u>Date of calculation</u>	<u>Surrender Value (£)</u>
9786179	21/02/2006	£1,567,951.14

This figure is based on current unit prices and cannot therefore be guaranteed. The actual surrender value will be determined according to the unit prices at the actual date of surrender, and in accordance with the terms applicable on discontinuance of the contract, as stated in the policy booklet.

8. The member's share of the self investments has been based on the values of scheme assets provided.

<u>Description of assets</u>	<u>Assumed value at quote date (£)</u>
Bank Account	£5,247,754.10
Share Portfolio	£2,708,566.00
Clerical Medical TIP	£218,200.44
New Star OEIC	£50,000.00
Assumed total value (£):	£8,224,520.54

The total value of self investments has been split between the members in accordance with the last Actuarial Valuation Report after taking into account any contributions and transfer values paid since that date. The following split between members results:

<u>Member's Name</u>	<u>Member's share of self investments (£)</u>
Lord Stevenson	£8,023,533.95
Lady Stevenson	£200,986.59