

SIPP Drawdown Charges Explained

Benefit crystallisation event charge £150 + VAT – charged to move all or part of your SIPP into Flexi-access Drawdown and/or release your Pension Commencement Lump Sum (generally paid tax-free). This charge will be made each time you crystallise a part of your SIPP.

You may incur more than one Benefit Crystallisation Event charge if you choose to phase moving your SIPP into Flexi-access Drawdown. Please see below for an example.

Annual payroll fee £50 + VAT – charged for regular income payments.

Alteration of amount or frequency of regular payments fee £10 + VAT – charged each time a client wishes to change the amount or frequency of regular payments from the SIPP.

Irregular income payment fee £25 + VAT – charged for a one off lump sum payment from the SIPP, excluding tax free lump sum payments.

Charge for full fund withdrawal within two years of opening SIPP account £200 + VAT – charged if you withdraw your full SIPP fund within the first two years of opening your SIPP account. The charge does not apply to pension transfers out, where the transfer out charges apply, or to clients who were in drawdown before 6 April 2015. See the examples below.

Examples Full fund withdrawal

- An existing client who has held the SIPP for more than two years and wishes to take the full fund through flexi-access drawdown.
Benefit crystallisation event - £150 + VAT
Irregular income payment - £25 + VAT
Total - £175 + VAT
- A client who opened their SIPP after 6 April 2015 has held it for less than two years and wishes to take the full fund through flexi-access drawdown.
Benefit crystallisation event - £150 + VAT
Irregular income payment - £25 + VAT
Full SIPP fund withdrawal – £200 + VAT
Total - £375 + VAT

The SIPP annual administration charge, custody, trading and fund manager's charges and any miscellaneous charges are payable in addition to the charges illustrated above.

Flexi-access Drawdown with a single Benefit Crystallisation Event to crystallise the entire fund and Regular Payments

Benefit Crystallisation Event - £150 + VAT
Annual Payroll Fee - £50 + VAT
Year 1 Total - £200 + VAT
Subsequent Years – Annual Payroll Fee - £50 + VAT

The SIPP annual administration charge (please note: we waive this charge if you hold combined assets across your accounts of £30,000 or more), custody, trading and fund manager's charges and any miscellaneous charges are payable in addition to the charges illustrated above.

Flexi-access Drawdown with a single Benefit Crystallisation Event to crystallise the entire fund and Regular Payments

Benefit Crystallisation Event - £150 + VAT

Annual Payroll Fee - £50 +VAT

Year 1 Total - £200+ VAT

Subsequent Years – Annual Payroll Fee - £50 + VAT

The SIPP annual administration charge, custody, trading and fund manager's charges and any miscellaneous charges are payable in addition to the charges illustrated above.

**SIPP annual administration charge £100 +VAT - charged each year on all SIPP accounts.
VAT is charged at the standard UK rate.**

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Charles Stanley Direct 2 Multrees Walk St Andrew Square Edinburgh EH1 3DQ
T 0131 550 1234 F 0131 550 1250 E info@cs-d.co.uk
www.cs-d.co.uk

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