



Appendix Self Invested Personal Pension (SIPP) Product Comparison

	FundsNetwork SIPP	Cofunds SIPP
Provider	Standard Life	Legal & General
Investor Protection	<ul style="list-style-type: none"> FSA classification 'Private Customer' – full investor protection. Protection for underlying investment funds under FSCS up to £48k per Institution. 	<ul style="list-style-type: none"> FSA classification 'Private Customer' – full investor protection. Protection for underlying investment funds under FSCS up to £48k per Institution.
Investment Choice		
Range of funds	<ul style="list-style-type: none"> Core investments: <ul style="list-style-type: none"> FundsNetwork – 1,100+ funds Standard Life inv. funds SIPP deposit account Non-core investments e.g. execution only stockbroking via Stocktrade; discretionary investment management through six providers; full range of self-invest options 	<ul style="list-style-type: none"> Legal & General insured funds: 300+ Cofunds collectives: 1,000 + funds Options available for broader investment choices including single company shares & VCTs, but additional charges apply.
Other fund supermarkets allowed?	Yes, but non-core charges apply	Yes, but non-core charges apply
Protected rights funds allowed?	Yes	Yes
Direct property allowed?	Yes	Yes
Shares allowed?	Yes – via Stocktrade	Yes – via Stocktrade
Cash account current interest rate	1% below BBR (CashManager account offer to 31.7.09 currently BBR +0.2%)	Cofunds Cash Trading Account – 1% below BBR. L&G SIPP bank account – 1% below Bank of Scotland Base Rate

Risk Warning: The past is not necessarily a guide to future performance. The value of your investment and the income from it can fall as well as rise and is not guaranteed. You may not get back the full amount invested.

Our views are based upon our understanding of current legislation. Levels and basis of, and reliefs from, taxation are subject to change and their value to you will depend upon your personal circumstances. You should not act on any of the information without seeking professional advice.

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<u>Charges</u>		
Set up fee	£108 <ul style="list-style-type: none"> increased charges if non-core investments held 	NIL - if only investing L&G Insured Funds or Cofunds Collectives £295 - for broader investment option only
Annual fee	£269 (nil for eligible investors, offer to Dec 09) <ul style="list-style-type: none"> increased charges if non-core investments held eligible investors are those invested solely in core funds and have a gross fund of £250,000 or more. If they remain eligible, the fee is NIL for the life of the contract. 	£200 - if fund less than £150k £100 - if fund between £150k and £275k NIL - if fund greater than £275k
Transaction Fee	Nil for core investments	Nil for Insured Funds or Cofunds Collectives
Investments - initial charge	Nil initial/switching charges for core investments	Nil Switching charges for Insured funds and Cofunds Collectives Initial charges - typically 0% to 0.5%, 50 Fund Groups at creation, others at clarity negotiated terms,
Investments - annual charge	Depends upon underlying fund - e.g. FTSE All Share tracker in FundsNetwork 0.5% (TER 0.52%), active equity fund 1.5%p.a.	Depends upon underlying fund - e.g. FTSE All Share tracker in Cofunds 0.5% (TER 0.52%), active equity fund generally 1.5%p.a.

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Treatment of trail commission (generally nil on trackers, 0.25% on bond funds, 0.5% on active equity funds)	Trail commission supports clarityINVEST service, unless fee option preferred. This covers: <ul style="list-style-type: none"> • transaction facility for unit trust/OEICs/ISAs/transfers/ switches, at nil commission rates and with negotiated additional discounts where applicable; • help with asset allocation modelling; • online valuation service for Cofunds investments. The level of support offered may increase where commission amounts are high. The basic level of support offered for smaller portfolios is via our website.	Trail commission supports clarityINVEST service (see left), unless fee option preferred.
Other		
Minimum payment single/regular	£10,000 / £300p.m. / £3,000p.a.	Initially £5,000, thereafter £1,000 Regularly £200 p.m / £2, 400 p.a
Basic rate tax reclaim time lag	None - credited immediately	None - credited immediately

Notes

1. Please note the above is intended to be a summary of the main differences in contracts so far as we see them, based upon the current position and upon information provided to us as at 31 January 2009. If you have any particular investment requirements please check details prior to investment.
2. Additional fees will apply for income withdrawal contracts, direct property investment, share dealing accounts etc. The above position focuses the main charges payable and assuming unit trust/OEICs as the underlying investment, as we find this generally the most popular investment route.
3. Bid/offer spreads on underlying funds may apply for dual priced funds, in addition to the initial charges outlined above.

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