

CARE - How it works

Let's see how it works in practice:

In our example we assume Kate pays into the scheme until she retires and as her pension is revalued by CPI + 1.6%, we have assumed revaluation of 3.5%. We have also assumed 4% salary increases.

Kate's actual pension will depend on inflation and the pay awards she receives.

The parameters used here are purely illustrative and are not recommendations.

This diagram has been prepared by Hymans Robertson LLP.

