

DC pension changes

- Why is this important?
- Reform of DC pension rules;
- Changes to the “permitted links” rules;
- Collective DC;
- The Long Term Asset Fund (LTAF);
- Life insurance and Solvency II.

Reform of DC pension rules



Investment Innovation and Future Consolidation:

A Consultation on the Consideration of Illiquid Assets and the Development of Scale in Occupational Defined Contribution schemes

February 2019



Consultation outcome

Government response: Broadening the investment opportunities of defined contribution pension schemes

Updated 30 January 2023

- ‘Disclose and Explain’ policies on illiquid investment
- ‘Exempting performance-based fees from the regulatory charge cap’

BUT:

Practical issues remain....

Changes to the “permitted links” rules

What are they?

What changed?



Consultation on proposed amendment of COBS 21.3 permitted links rules

Consultation Paper
CP18/40**

December 2018

Collective DC



Original proposal in Queen's Speech 2014 and taken forward by George Osborne as Chancellor....

Where are we now and what happens next?



Extending Opportunities for Collective Defined Contribution Pension Schemes

Public consultation on a policy framework for broadening Collective Defined Contribution provision beyond single or connected employer Collective Defined Contribution schemes

January 2023

The LTAF

The long-term asset fund (LTAF).

Designed as a DC specific product.

Life insurance and Solvency II.

