

Dear Sir or Madam,

Thank you for the opportunity to comment on the draft version 4.0 of TM1. Our comments are as follows:

Question 1

- in our view it needs to be made clearer in paragraph C.3.1 of TM1 that providers do not have to assume that a lump sum is taken when providing an SMPI (i.e. providers can, if they wish, continue to assume that no lump sum is taken when providing the SMPI figure).

- we would also appreciate clarity in TM1 on whether any lump sum quoted in the statutory illustration should be on a nominal or real basis.

Question 2 and 3- we are happy with the proposed approach.

Question 4 - we would prefer an approach that is consistent with FCA assumptions.

Question 5 - we are happy with the proposed approach.

Question 6 - we are happy with your proposed approach.

Questions 7 and 8 - we are happy with your proposals.

Question 9 -we have no suggestions on this.

Question 10 - we agree that the changes to AS TM1 should be effective for statutory illustrations issued on or after 6 April 2014.

Best regards

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