

# mis-sold db transfers: the numbers

# £112 million

paid out in compensation by the FSCS related to mis-sold pension claims in 2017/2018



1 in 7 over 50's targeted by pension scammers

PPF paid out £616m in compensation to 120,000 people in 2016

DB schemes provide individuals with around £7,000 per annum on average

# £1.5 trillion

is managed by around 6000 defined benefits pension schemes

## cold-calling

about pensions banned as of 9 Jan 2019

Less than 50% of Defined Benefits transfers reviewed by the FCA were deemed suitable

Transferring a Defined benefits pension up to 10 years before retirement could cause a

## 50% reduction in total pension\*

# £20.8 billion

was transferred from Defined Benefits schemes in 2017 alone. (£7.9bn in 2016)

Defined benefits schemes protected up to 90% by Pension Protection Fund

Final salary pensions promise a guaranteed income in retirement

Won't stop paying out until death & Often come with generous death benefits

### sources:

[https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment\\_data/file/595103/security-and-sustainability-in-defined-benefit-pension-schemes.pdf](https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/595103/security-and-sustainability-in-defined-benefit-pension-schemes.pdf)

<https://www.moneymarketing.co.uk/advisers-tvc-transfer-impacts/>

<https://www.ftadviser.com/pensions/2018/05/21/fca-data-shows-scale-of-defined-benefit-exodus/>