

# Cash Management – Q&A for Partnership SIPP

(Also applies to Family SIPP, IPS SIPP, IPS Pension Builder SIPP\* and IPS 2008 SIPP)

## What cash account is used within the Partnership SIPP?

### **SIPP Bank Account**

This account is used to manage the day to day cash flows of the SIPP. It will be used to accept all cash transfers and contributions. Once investments have been made the bank account will be used to receive proceeds of any sales, dividends or rebates which may subsequently be made.

## What does this account do?

This account is effectively a Current Account to facilitate money movements and is not designed to hold long term cash balances. A minimum balance of around £1,000 would be expected in order to facilitate any fee payments, Adviser Charges or income payments. The use of this account is important for the smooth operation of all our products due to the automation we have in place between the banks, our back-office systems and our online solutions.

The account offers third day BACS payments, direct debits and online access at any time, at no additional charge.

## What is the interest rate on this account?

The interest rate for credit balances is 0.4% below Barclays Base Rate for balances of over £50,000. For balances below £50,000 an interest rate of 0.6% below Barclays Base Rate will apply.

For the latest interest rates please look at our website at:  
[www.jameshay.co.uk/Investments/Cash.aspx](http://www.jameshay.co.uk/Investments/Cash.aspx)

## Does James Hay Partnership earn interest on this account?

Yes, but we do not charge an annual fee, transaction fee or an annual percentage charge for using this account. Due to our size and the total value of deposits we hold with the banks we use in our products, we are able to negotiate a payment from them. This varies between £8 and £12 for each £1,000 held with the banks. This helps us to pay for the banking facilities we offer and allows us to reduce the charges across our products.

\* For any IPS Pension Builder SIPPs that use Nationwide rather than Barclays for the product bank account, James Hay Partnership does not retain any additional interest. For the latest interest rates please look at our website at [www.jameshay.co.uk/Investments/Cash.aspx](http://www.jameshay.co.uk/Investments/Cash.aspx)

## What other bank accounts can I use as part of the Partnership SIPP?

### Cash Panel

(This is not available to Family SIPP, IPS SIPP, IPS Pension Builder SIPP and IPS 2008 SIPP).

Fixed rate deposit accounts can be a great way to achieve both an element of protection and potential growth for investment portfolios. For this reason we offer a competitive range of fixed rate deposit accounts from leading banks for our SIPP products. We have negotiated these competitive rates specifically for our customers.

## What is the interest rate on these accounts?

For the latest interest rates please look at our website at [www.jameshay.co.uk/cash](http://www.jameshay.co.uk/cash).

## Does James Hay Partnership earn interest on these cash panel accounts?

Yes, due to our size and the value of term deposits we hold we are able to use the overall balance held with these providers to negotiate a payment from them. This is equal to between £1 and £2.50 for each £1,000 held in these accounts. This payment helps us pay for the banking facilities we offer and allows us to reduce the costs of our products.

## Can I use other external bank accounts?

Yes, if clients require access to external bank accounts then this can be facilitated by using the James Hay Partnership SIPP product, only. It should be noted that this external bank account option will be held on a dual trustee basis and will therefore require both the client's and James Hay Partnership's signature to make these investments.

In order to request an external bank account, please complete one of our external investment forms and send it to us along with the application form of the relevant bank account. The bank will need to be a licensed deposit taker in the UK.

## Does James Hay Partnership earn interest on these external accounts?

Generally no, however, if James Hay Partnership has negotiated preferential interest rates for you we may receive between £0 and £1 for each £1,000 you place on deposit for a continuous period of a year, or a proportionate amount for shorter term deposits. This allows us to reduce the costs of our products.

James Hay Partnership is the trading name of James Hay Insurance Company Limited (JHIC) (registered in Jersey number 77318); IPS Pensions Limited (IPS) (registered in England number 2601833); James Hay Administration Company Limited (JHAC) (registered in England number 4068398); James Hay Pension Trustees Limited (JHPT) (registered in England number 1435887); James Hay Wrap Managers Limited (JHWM) (registered in England number 4773695); James Hay Wrap Nominee Company Limited (JHWNC) (registered in England number 7259308); PAL Trustees Limited (PAL) (registered in England number 1666419); Santhouse Pensioner Trustee Company Limited (SPTCL) (registered in England number 1670940); Sarum Trustees Limited (SarumTL) (registered in England number 1003681); Sealgrove Trustees Limited (STL) (registered in England number 1444964); The IPS Partnership Plc (IPS Plc) (registered in England number 1458445); Union Pension Trustees Limited (UPT) (registered in England number 2634371) and Union Pensions Trustees (London) Limited (UPTL) (registered in England number 1739546). JHIC has its registered office at 3rd Floor, 37 Esplanade, St Helier, Jersey, JE2 3QA. IPS, JHAC, JHPT, JHWM, JHWNC, SPTCL, SarumTL and IPS Plc have their registered office at Trinity House, Buckingham Business Park, Anderson Road, Swavesey, Cambs CB24 4UQ. PAL, STL, UPT and UPTL have their registered office at Dunn's House, St Paul's Road, Salisbury, SP2 7BF. JHIC is regulated by the Jersey Financial Services Commission and JHAC, JHWM, IPS and IPS Plc are authorised and regulated by the Financial Conduct Authority. The provision of Small Self Administered Schemes (SSAS) and trustee and/or administration services for SSAS are not regulated by the FCA. Therefore, IPS and IPS Plc are not regulated by the FCA in relation to these schemes or services.(01/14)