

Permitted Investments List

This document details the Permitted Investments and Non-Permitted Investments for the following self-invested personal pensions:

- IPS (2008) SIPP
- IPS SIPP
- IPS Family SIPP
- IPS Pension Builder SIPP

Permitted Investments

Shares in London Stock Exchange listed companies.
Shares in AIM and PLUS Markets companies.
Deposits with regulated deposit takers.
Regulated Unit Trusts and regulated OEICs.
Government Securities.
Quoted Debentures, loan stocks.
Traded futures and options (relating to stocks and shares on a recognised futures exchange).
Shares in companies quoted on an HM Revenue & Customs recognised overseas stock exchange.
Building Society permanent interest bearing shares (PIBS).
Second hand endowment policies.
Insurance company managed funds and unit linked funds.
Direct purchase of commercial property in the UK (including agricultural land, hotels, nursing homes and public houses).
Exchange Traded Funds.
Contracts for difference.

Offshore funds.*
Real Estate Investments Trusts (REITs).
Hedge funds.*
Qualified Investment Schemes.
Non-Mainstream Pooled Investments (NMPIs) including Unregulated Collective Investment Schemes (subject to the NMPI restrictions overleaf).
Shares in unquoted private companies.*
Investment grade gold bullion.*
Pooled investment vehicles and syndicates where the member cannot influence and control the investment (known as 'Genuinely Diverse Commercial Vehicles').*
Loans to unconnected third parties, but not loans to individuals, sole traders, partnerships of three or less partners or another registered pension scheme.*

* Should you wish to invest in this asset type and you have not engaged a financial adviser who is both promoting and advising you to proceed with this investment, please call us on 03455 212 414 to ensure that your proposed investment can be considered in line with our policies and any limits in place at that time.

RESTRICTIONS ON NEW INVESTMENTS INTO NON-MAINSTREAM POOLED INVESTMENTS (NMPIS)

Restrictions applicable to new investments into NMPIS which relate to your SIPP came into force on **1 January 2014**.

We have set out how these restrictions apply to your SIPP below. These restrictions are being introduced in response to new rules being introduced by our regulator, the Financial Conduct Authority (FCA). Guidance about these new rules may be found in the FCA's Policy Statement 13/3 titled: *'Restrictions on the retail distribution of unregulated collective investment schemes and close substitutes'*. If you have any questions on how our restrictions affect your SIPP, please contact us and a member of our contact team will be happy to help.

RESTRICTIONS AND REQUIREMENTS FOR INVESTMENTS INTO NMPIS

- You must receive financial advice from an authorised and regulated financial adviser, advising you to invest in an NMPI before we carry out your investment instruction. This includes additional investments into NMPIS in which you have already invested.
- Your financial adviser must submit a completed 'Confirmation of Promotion and Recommendation to Invest in Non-Mainstream Pooled Investment (NMPI)' form confirming that they have:
 - promoted the NMPI to you; and
 - recommended that you invest in the NMPI.
- We do not accept instructions to invest into NMPIS from direct clients. Therefore, we cannot carry out your instruction to invest in an NMPI unless you appoint a financial adviser and your appointed financial adviser complies with the above requirements.
- A Collective Investment Scheme listed on a recognised exchange, but still recognised as an Unregulated Collective Investment Scheme, will be classified as an NMPI and will be subject to the above requirements.
- We do not accept cases where a financial adviser confirms that they have advised on the investment, but did not promote the investment to you.
- Overseas undertakings for the collective investment of transferable securities (UCITS) which have not applied for recognition in the United Kingdom must comply with the above requirements.
- Officers or employees of an NMPI must be advised as above if investing in an NMPI.

FURTHER INFORMATION

- Pooled investment vehicles such as Unit Trusts, OEICs, Managed Funds and Genuinely Diverse Commercial Vehicles are permitted to invest in residential property and 'tangible moveable property' (e.g. art, antiques, stamps, wine, classic cars, jewellery etc) provided they do not permit pension scheme members or connected parties to influence or control the investment strategy - normally defined as having more than a 10% interest in the fund. There are additional criteria for these vehicles and they should be referred to us for prior approval.
- Borrowing is only permitted in connection with a commercial property purchase. Please refer to the Commercial Property Purchase Guide or contact our Property Team.

Non-Permitted Investments

Direct purchase of residential property.
Direct purchase of tangible moveable property.
Commodities.
Loans to individuals, sole traders, partnerships of three or less partners, another registered pension scheme, the SIPP member or connected persons as defined by relevant legislation.
Wasting assets (defined as having an expected life span of 50 years or less).
Property partnerships, limited partnerships and limited liability partnerships.
Premium bonds.
Residential group rents.
Indirect investment in residential property and tangible moveable property (i.e. where the pension fund purchases shares or units in a company or fund that enables the member or connected parties to control or influence the investment strategy of that company or fund). For example, the SIPP purchases 50% of the shareholding in a company that invests in residential property.
Direct purchase of commercial property overseas (including agricultural land, hotels, nursing homes and public houses).
US mutual funds.
Intellectual property.

James Hay Partnership is able to provide literature in alternative formats. The formats available are: Large Print (as recommended by RNIB), Braille, Audio Tape and PC Disk. If you would like to receive this document in an alternative format please contact us on 03455 212 414. For the hard of hearing and / or speech impaired, please use the Typetalk service via 18001 03455 212 414.

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)