

Penny Fees Guide

This document is a summary of all fees and charges for the Penny Pension Plan. We want our fees to be simple and transparent. There's one simple charging structure for all customers.

Annual Management charge:

This is a fixed percentage charge on the total value of your Penny Pension Plan each year. The annual management charge is 0.75% for the Balanced and Cautious plans, and 0.78% for the Ethical plan.

The above fees will be calculated and the correct amount will be automatically deducted from your Penny Pension Plan each month. The above fees cover everything involved in the management of your pension policy, including the underlying costs of managing your investments that are paid to the money managers.

Benefits Withdrawal Fees

When you reach retirement age, some pension providers will charge additional fees when you decide to withdraw your pension money. These fees vary depending on how you choose to withdraw your money. These are called Benefits Withdrawal Fees. Penny does not currently charge any Benefits Withdrawal Fees. We will however let you know if we ever intend to change this policy.

Other Costs that may become relevant

Post – All documentation in relation to your Penny Pension Plan will be available via the Penny app. If there are circumstances whereby you want to send us paper documents through the post, additional postal fees may be applied.

Transaction costs – All investments include transaction costs charged by the money manager when they buy and sell investments within your Plan. These costs can include taxes such as stamp duty or levies charged by the regulatory or tax authorities. These fees have the effect of slightly reducing the growth of your investments, up to a maximum of 0.06% per year, although usually much less than this. The money manager separately discloses these costs.

In-specie Transfer Costs – £100.00 + VAT per in-specie transfer. Plus £25.00 + VAT per line of stock.

Fee reviews

The fees described in this Fees Guide document might be altered occasionally in response to inflation, regulatory changes or other good reasons. Where possible we will give you advance notice via your Penny app of any changes to these fees.

Non-payment of Annual Fee

The Penny Pension Plan is designed to invest your money as quickly as possible. Consequently, there is usually no cash available in your Penny Pension Plan from which to take above charges. These charges (including money manager fee) are therefore deducted from your investments directly. If we are unable to collect our fees by selling down investments because there is insufficient value in the investments within your Penny Pension Plan, we may sell whatever investments are in your Penny Pension Plan to partially settle your fees and then close your account.