

Private Client eNews – 31 May 2007

“Sweet dreams are made of this....”

On the question of accumulating pension assets, a *Financial Adviser* columnist offered the following illustration of the benefit of tax relief on pension savings:

“Start by putting £780 into a SIPP, or any other pension you choose. Uncle Gordon tops it up to £1,000 and I get further tax relief, cutting my investment to £600. I leave it invested for 10 years by which time, at 7 per cent growth, it will hopefully be worth around £2,000. I then take out my £500 tax free cash, cutting my investment to £100 and leaving £1,500 to buy an income.

I know, I know. There is inflation to consider and all sorts of other things. But there is something comforting about sums like these when you are lying in bed at night, contemplating a drooping stock market and wondering whether you will ever be able to retire”. May 2007

We love nutshells, don't we?

If you have any queries you can phone or email Glenn Smyth or Rod Smith on glennsmyth@boltburdon.co.uk or rodsmyth@boltburdon.co.uk or phone 020 7288 4700. Our full range of services includes Financial Planning, Trusts Wills & Probate, Property, Matrimonial and Family Law, Commercial Law, Commercial Dispute Resolution, Debt Collection, Compensation Claim Litigation. Visit our web site at www.boltburdon.co.uk. To stop receiving this bulletin, reply stating 'unsubscribe'.