

Case 4 Drake

Mr - Arthur: 12/04/1962

Mrs - Janice 22/08/1963

Income:

Mr: Employed - £70k, plus £10k bonus pa

Mrs: Employed - £90k, plus £15k bonus pa

Cash:

Joint account £320k

Investments:

Mr: ISA - £80k, paying in £8k pa

Mrs: ISA - £48k, not paying anything in atm

Pensions:

Mr

DC1 £210k, 5% employee / 5% employer contributions

DC2 £130k personal pension - no contributions

Mrs

DC1 £340k, 3% employee / 6% employer contributions

Protection:

DIS – both x4

Property:

Main Residence £560k, mortgage of £140k - 6 years left, 2.5%.

BTL £340k, interest-only mortgage £80k 3% = £1,200pm rental income, 3k expenses.

Lifestyle spending 5k pm.

Both want to retire at age 65

Questions/issues/concerns/planning opportunities

- What will be the value of DC pots at age 65 based on current contribution levels? Should they increase their contributions?

- Is their desired retirement income (£5k pm) likely to be sustainable?

- Invest £220k from joint account, leaving £100k in cash