# Core Unit 2

Regulation of Retirement Provision

Assignment 2

*(Part 2 – Trust Law, the Role of Trustees and Establishing a Trust-Based Pension Scheme)*

*Recommended Time: 1 Hour*

1. Outline the main features of a trust and the features that make it well suited to occupational pension provision.

## 5 marks

1. Outline the “three certainties” that must be present to create a valid trust.

## 5 marks

1. Explain why, and in what circumstances, an independent trustee might be appointed to act in respect of an occupational pension scheme.

## 10 marks

1. Outline the extent of trustees’ potential liability.

## 5 marks

1. A new trustee of your scheme has asked you by e-mail what she must do to comply with the Trustee Knowledge and Understanding (TKU) requirement? Draft a response to her explaining what the TKU requirement is and outlining what steps she should take in order to comply with it.

## 10 marks

1. Describe the various ways in which trustees commonly protect themselves against potential liability.

## 10 marks

1. Outline the main features of the registration process for a pension scheme to be registered with HMRC.

## 5 marks

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