Merchant Navy Officers Pension Fund – Post-1978 Section (the New Section)

Schedule of Contributions following the 2012 valuation

This schedule of contributions has been prepared by MNOPF Trustees Limited, the Trustee of the Merchant Navy Officers Pension Fund ("the Fund"), to satisfy the requirements of Section 227 of the Pensions Act 2004, after obtaining the advice of the Scheme Actuary, Paul Burbidge. It has been prepared and certified on the assumption that all contributions specified are paid on the relevant due date for payment.

This schedule specifies rates and due dates of Employer and Active Member contributions to the Fund, from the date this schedule is certified by the Scheme Actuary to 30 September 2025. It is subject to review from time to time as required by legislation and by the Fund's Trust Deed and Rules and following actuarial valuations and interim reviews.

1 Regular contributions from 1 April 2013 to 30 September 2025

Contribution Rate

Employers 15.5% of post 2000 Pensionable Salaries to 30 September 2013

and 20.0% thereafter

Active Members 9.5% of post 2000 Pensionable Salaries to 30 September 2013

and 12.2% thereafter

Active members may make Additional Voluntary Contributions in addition to the above contributions. The above contributions will be paid to the Fund no later than 19 days after the end of the calendar month to which the contributions relate.

Employers who have employed Active Members since 1 April 2012 will also pay additional contributions by 30 September 2013, equal to 7.2% of post 2000 Pensionable Salaries over the period from 1 April 2012 to 30 September 2013.

In addition, the employers will pay deficiency contributions with a total present value of £120 million as at 31 March 2012. This is in addition to the deficit payments arising from the funding valuation as at 31 March 2009 set out in the schedule of contributions dated 26 March 2010, the deficit payments arising from the funding valuation as at 31 March 2006 set out in the schedule of contributions dated 12 June 2007 and the deficit payments arising from the funding valuation as at 31 March 2003. The additional deficiency contributions under this schedule of contributions will commence from 30 September 2013 with the due date of the last such payment being 30 September 2025.

2 Other Employer contributions

In addition to the contributions shown above, the Employers shall pay the following:

- a) Additional contributions as may be required under the Definitive Trust Deed and Rules in specific circumstances, for example to cover augmentations. The amounts of such contributions to be advised by the Scheme Actuary, and due dates to be agreed by the Trustee.
- b) Such other contributions as may be agreed by the Trustee and the Employers from time to time.

Date of schedule: May 2013

Agreed on behalf of the Trustee

Name

Peter McEwen

Signed

Position

Trustee Chairman

Date

2 May 2013

Actuary's certification of schedule of contributions

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1 Adequacy of rates of contributions

I certify that, in my opinion, the rates of contributions shown in this schedule of contributions are such that the statutory funding objective can be expected as at 31 March 2012 to be met by the end of the period for which the Schedule is to be in force.

2 Adherence to statement of funding principles

I hereby certify that, in my opinion, this schedule of contributions is consistent with the statement of funding principles dated May 2013.

The certification of the adequacy of the rates of contributions for the purpose of securing that the statutory funding objective can be expected to be met is not a certification of their adequacy for the purpose of securing the Fund's liabilities by the purchase of annuities, if the Fund were to be wound up.

Signature:

Name:

C P Burbidge

CASILISE Date: 2 May 2013

Qualification:

Fellow of the Institute and Faculty of Actuaries

Towers Watson Limited 21 Tothill Street London SW1H 9LL

