

# Annual Benefits Statement

2006/07

Dear Investor

As you are a valued customer of Jessop Fund Managers Limited (JFM) we would like to take this opportunity to advise you of the following recent developments.

---

## IMPLEMENTATION OF THE NEW COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK

---

The Jessop Personal Pension Trust (“The Scheme”) now operates under revised rules made by the Financial Services Authority (“the FSA”). These are contained in the New Collective Investment Schemes Sourcebook (referred to by the FSA as “COLL”) which all UK authorised funds were required to comply with by 12 February 2007. It continues to qualify as an umbrella

fund within the meaning of the Regulations.

Our approach has been to make the minimum number of changes necessary to comply fully with the revised rules. Accordingly, no action is required by our customers, in relation to the adoption of these rules.

---

## CHANGE OF FUND NAME

---

At the same time as converting to COLL we took the opportunity to change the name of the Sub-Fund previously named “Jessop (GAR) UK Emerging Companies Personal Pension Fund” to “Jessop (GAR) UK and Irish

Smaller Companies Fund” to match the name of the underlying authorised Gartmore Fund into which the Sub-Fund invests and more accurately reflect the Investment Aims of the Fund.

---

## CONTRACTING OUT OF THE STATE SECOND PENSION (S2P)

---

As part of our service to you we would like to take this opportunity to remind you of the issues around the suitability of contracting out (or remaining contracted out) of the State Second Pension (S2P).

By contracting out, you are accepting the risk that your pension income may be lower than if you had stayed in S2P. Most independent analysis suggests that a high percentage of consumers are likely to be financially worse off by either contracting out at present or remaining contracted out. If you do not want to accept this risk, contracting back into the S2P may be the best option for you.

A decision to contract out should be reviewed each year and be based on your own personal circumstances, such as how and when you wish to receive your benefits and your attitude to investment risk. Any decision you make

for 2007/08 will not affect past years in which you were contracted out.

If you are happy with your current position, you don't need to do anything now. But you should review your decision each year because things may change. You can obtain a forecast of your SERPS/S2P pensions from a Pensions Forecasting Team on: 0845 3000 168 or online via: [www.thepensionservice.gov.uk](http://www.thepensionservice.gov.uk)

If you are currently contracted out and want to contract back in you should contact us at the address and telephone number at the bottom of this document and we will provide the necessary documentation.

As this is a complex issue we suggest that you seek advice from an Independent Financial Adviser prior to making any decision.

# Annual Benefits Statement

2006/07 (continued)

---

## CHANGE OF OWNERSHIP

---

United Utilities PLC (“UU”) announced in its 2006/07 interim results on 5 December 2006, that the Board had taken the strategic decision to initiate a process for the sale of Vertex Data Science Limited (“Vertex”), the owners of Jessop Fund Managers Limited (“Jessop”)

The sale was completed on 28 March 2007 and Vertex is now owned by a consortium of three leading US investment firms - Oak Hill Capital Partners, GenNx360

Capital Partners and Knox Lawrence International. The new holding company is VTX Bidco Limited.

The divestment from UU provides the opportunity for Vertex to build its own future, operating as a stand alone business with the backing of investors, rather than as a subsidiary of a parent company.

The operation of the Jessop Personal Pension Trust will be unaffected by the change of ownership.

---

## FINANCIAL SERVICES AUTHORITY REGULATION OF PERSONAL PENSION SCHEMES

---

Following a change in legislation the activity of establishing, operating and winding up personal pension schemes becomes a regulated activity under the scope of the Financial Services Authority on 6 April 2007.

We would like to confirm that Jessop Fund Managers Limited has successfully applied to vary their permission under the Financial Services and Markets Act to include the relevant regulated activities.