

Overview of changes made to the Principles and Practices of Financial Management

April 2023

The Principles and Practices of Financial Management (PPFM) were reviewed and an updated version published in April 2023. The PPFM is available on the Utmost Life and Pension's website www.utmost.co.uk.

No non-trivial changes were made to the principles set out in the PPFM.

The table below summarises the clarifications made to the principles set out in the PPFM.

Section reference	Changes made/comments
5.3	Updated to clarify that in addition to policy surrender, losses may also arise if policy benefits are taken early or are deferred on guaranteed terms

The table below summarises the non-trivial changes made in respect of the practices set out in the PPFM.

Section reference	Changes made/comments
1.15	Updated to reflect changes to the UK group structure of the Company.
3.22	Methodology for bonus setting: the Practices now describe the approach taken where contact has been lost with a significant proportion of policyholders in a sub-fund
Appendix B, B2	Administration charges: table of charges updated to reflect indexation.

The table below summarises other notable changes

Section reference	Changes made/comments
7.5	Updated to highlight that WPSF1 and WPSF2 have now reduced in size to the point where the Company may (but need not) cease to maintain them as separate sub-funds.