

## SCHEDULE 5

### CONTINUITY OPTION 1: TRANSFER OUT AND WINDING UP

#### *Calculation of cash equivalent*

2.—(1) In this Schedule, a “cash equivalent” of any rights and benefits to which a member is entitled is the realisable value of those rights and benefits.

(2) A cash equivalent must be calculated—

- (a) in accordance with these Regulations and with the rules of the scheme to which it relates;
- (b) in a manner which is approved by the trustees;
- (c) as an estimate as at the date when the employers are informed of the transfer date under paragraph 9, and
- (d) as a final figure as at the transfer date.

(3) In calculating a cash equivalent, account must be taken of any surrender, commutation or forfeiture of the whole or part of a member’s pension.