



# The effect of our costs and charges

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March 2021

# Nest's costs and charges

## Projected pension pot in today's money for a member who starts saving with Nest at age 22

The table below shows the costs and charges that you might pay with Nest. We've provided four different age profiles to demonstrate how much of your pot will be affected by our costs and charges. Your own circumstances may differ. The calculations are based on the following assumptions: a real income of £22,000 (based on an illustrative member), real qualifying earnings of £15,760 that will grow with inflation set at 2.5 per cent.

All calculations are in real terms and are based on the assumption that no withdrawals are made. We've used Nest's Statutory Money Purchase Illustration (SMPI) assumptions\* for investment growth, which require us to make reasonable projections of likely investment returns. The two sets of return figures are: gross of costs and charges; and net of costs and charges. We first deduct transaction costs\*\* from the projected investment returns, and then deduct the annual management charge (AMC) from these adjusted returns to create the figure net of costs and charges. The contribution charge is applied to all contributions before this calculation.

Values shown are estimates and are not guaranteed. The illustration does not indicate the likely variance and volatility in the possible outcomes from each fund.

\* SMPI is our current prediction of how much your fund will be worth when you retire. We've calculated this without inflation and in current monetary terms. Our assumptions for working this out can be found [here](#).

\*\* The transaction cost data for our current asset allocation includes both explicit and implicit costs where applicable. These transaction costs are provided to us by our fund managers and are the latest figures available in March 2021. These figures will be updated at least annually.

Years saving	Retirement Date Fund		Ethical Fund		Higher Risk Fund (non lifestyled)		Higher Risk Fund (lifestyled)		Sharia Fund		Lower Growth Fund		Pre Retirement Fund	
	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges
1	1,264	1,239	1,264	1,239	1,287	1,262	1,287	1,262	1,287	1,263	1,267	1,242	1,253	1,228
3	3,811	3,722	3,811	3,724	4,015	3,927	4,015	3,927	4,015	3,930	3,834	3,748	3,719	3,632
5	6,551	6,380	6,551	6,384	6,960	6,789	6,960	6,789	6,961	6,797	6,446	6,282	6,131	5,967
10	14,607	14,141	14,608	14,153	15,378	14,907	15,378	14,905	15,382	14,943	13,178	12,749	11,938	11,517
15	24,102	23,195	24,107	23,220	25,540	24,616	25,538	24,606	25,556	24,707	20,204	19,406	17,443	16,677
20	35,277	33,755	35,287	33,801	37,786	36,226	37,782	36,202	37,829	36,409	27,533	26,258	22,668	21,476
25	48,409	46,072	48,430	46,150	52,527	50,110	52,515	50,064	52,618	50,435	35,173	33,311	27,633	25,938
30	63,827	60,439	63,864	60,561	70,249	66,714	70,225	66,636	70,422	67,245	43,134	40,572	32,354	30,088
35	81,908	77,196	81,972	77,380	91,537	86,569	91,494	86,446	91,841	87,394	51,424	48,045	36,851	33,946
40	100,370	94,033	100,465	94,316	117,089	110,314	111,844	104,991	117,592	111,542	60,055	55,738	41,138	37,535
45	113,560	105,380	113,680	105,818	147,741	138,709	125,833	116,940	148,536	140,486	69,035	63,656	45,230	40,872
46	115,351	106,809	115,472	107,259	154,568	145,023	127,681	118,389	155,435	146,931	70,874	65,268	46,026	41,511

# Nest's costs and charges

## Projected pension pot in today's money for a member who starts saving with Nest at age 45

The table below shows the costs and charges that you might pay with Nest. We've provided four different age profiles to demonstrate how much of your pot will be affected by our costs and charges. Your own circumstances may differ. The calculations are based on the following assumptions: a real income of £22,000 (based on an illustrative member), real qualifying earnings of £15,760 that will grow with inflation set at 2.5 per cent.

All calculations are in real terms and are based on the assumption that no withdrawals are made. We've used Nest's Statutory Money Purchase Illustration (SMPI) assumptions\* for investment growth, which require us to make reasonable projections of likely investment returns. The two sets of return figures are: gross of costs and charges; and net of costs and charges. We first deduct transaction costs\*\* from the projected investment returns, and then deduct the annual management charge (AMC) from these adjusted returns to create the figure net of costs and charges. The contribution charge is applied to all contributions before this calculation.

Values shown are estimates and are not guaranteed. The illustration does not indicate the likely variance and volatility in the possible outcomes from each fund.

\* SMPI is our current prediction of how much your fund will be worth when you retire. We've calculated this without inflation and in current monetary terms. Our assumptions for working this out can be found [here](#).

\*\* The transaction cost data for our current asset allocation includes both explicit and implicit costs where applicable. These transaction costs are provided to us by our fund managers and are the latest figures available in March 2021. These figures will be updated at least annually.

Years saving	Retirement Date Fund		Ethical Fund		Higher Risk Fund (non lifestyled)		Higher Risk Fund (lifestyled)		Sharia Fund		Lower Growth Fund		Pre Retirement Fund	
	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges
1	1,284	1,259	1,284	1,259	1,287	1,262	1,287	1,262	1,287	1,263	1,267	1,242	1,253	1,228
3	3,985	3,896	3,985	3,897	4,015	3,927	4,015	3,926	4,015	3,930	3,834	3,748	3,719	3,632
5	6,873	6,701	6,873	6,703	6,960	6,789	6,960	6,788	6,961	6,797	6,446	6,282	6,131	5,967
10	14,988	14,517	14,989	14,525	15,378	14,907	15,377	14,902	15,382	14,943	13,178	12,749	11,938	11,517
15	24,169	23,251	24,172	23,275	25,540	24,616	24,806	23,874	25,556	24,707	20,204	19,406	17,443	16,677
20	32,730	31,221	32,736	31,285	37,786	36,336	33,424	31,890	37,829	36,409	27,533	26,258	22,668	21,476
21	34,245	32,606	34,252	32,678	40,521	38,808	34,944	33,279	40,570	39,015	29,036	27,653	23,681	22,394
22	35,672	33,904	35,679	33,980	43,358	41,484	36,375	34,578	43,416	41,717	30,551	29,055	24,684	23,299

# Nest's costs and charges

## Projected pension pot in today's money for a member who starts saving with Nest at age 55

The table below shows the costs and charges that you might pay with Nest. We've provided four different age profiles to demonstrate how much of your pot will be affected by our costs and charges. Your own circumstances may differ. The calculations are based on the following assumptions: a real income of £22,000 (based on an illustrative member), real qualifying earnings of £15,760 that will grow with inflation set at 2.5 per cent.

All calculations are in real terms and are based on the assumption that no withdrawals are made. We've used Nest's Statutory Money Purchase Illustration (SMPI) assumptions\* for investment growth, which require us to make reasonable projections of likely investment returns. The two sets of return figures are: gross of costs and charges; and net of costs and charges. We first deduct transaction costs\*\* from the projected investment returns, and then deduct the annual management charge (AMC) from these adjusted returns to create the figure net of costs and charges. The contribution charge is applied to all contributions before this calculation.

Values shown are estimates and are not guaranteed. The illustration does not indicate the likely variance and volatility in the possible outcomes from each fund.

\* SMPI is our current prediction of how much your fund will be worth when you retire. We've calculated this without inflation and in current monetary terms. Our assumptions for working this out can be found [here](#).

\*\* The transaction cost data for our current asset allocation includes both explicit and implicit costs where applicable. These transaction costs are provided to us by our fund managers and are the latest figures available in March 2021. These figures will be updated at least annually.

Years saving	Retirement Date Fund		Ethical Fund		Higher Risk Fund (non lifestyled)		Higher Risk Fund (lifestyled)		Sharia Fund		Lower Growth Fund		Pre Retirement Fund	
	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges
1	1,284	1,259	1,284	1,259	1,287	1,262	1,287	1,262	1,287	1,263	1,267	1,242	1,253	1,228
3	3,976	3,887	3,976	3,887	4,015	3,927	3,989	3,900	4,015	3,930	3,834	3,748	3,719	3,632
5	6,782	6,610	6,782	6,613	6,960	6,789	6,796	6,624	6,961	6,797	6,446	6,282	6,131	5,967
10	13,894	13,433	13,895	13,450	15,378	14,907	13,910	13,450	15,382	14,943	13,178	12,749	11,938	11,517
11	15,267	14,737	15,268	14,757	17,261	16,713	15,284	14,753	17,267	16,757	14,560	14,065	13,062	12,579
12	16,605	16,002	16,606	16,025	19,216	18,584	16,622	16,019	19,224	18,638	15,953	15,389	14,175	13,626

# Nest's costs and charges

## Projected pension pot in today's money for a member who joins Nest Guided Retirement Fund at age 60

The Nest Guided Retirement Fund (NGRF) is a retirement product for members aged 60 and over who meet the qualifying pot size. The table below shows the costs and charges that you might pay with Nest. We've provided six different starting pot amounts to demonstrate how much of your pot will be affected by our costs and charges. Your own circumstances may differ. The calculations are based on the following assumptions: a real income of £22,000 (based on an illustrative member), real qualifying earnings of £15,760 that will grow with inflation set at 2.5 per cent.

All calculations are in real terms and are based on the assumption that no withdrawals are made. We've used Nest's Statutory Money Purchase Illustration (SMPI) assumptions\* for investment growth, which require us to make reasonable projections of likely investment returns. The two sets of return figures are: gross of costs and charges; and net of costs and charges. We first deduct transaction costs\*\* from the projected investment returns, and then deduct the annual management charge (AMC) from these adjusted returns to create the figure net of costs and charges. The contribution charge is applied to all contributions before this calculation.

Values shown are estimates and are not guaranteed. The illustration does not indicate the likely variance and volatility in the possible outcomes from each fund.

\* SMPI is our current prediction of how much your fund will be worth when you retire. We've calculated this without inflation and in current monetary terms. Our assumptions for working this out can be found [here](#).

\*\* The transaction cost data for our current asset allocation includes both explicit and implicit costs where applicable. These transaction costs are provided to us by our fund managers and are the latest figures available in March 2021. These figures will be updated at least annually.

Years saving	NGRF - £10,000		NGRF - £15,000		NGRF - £20,000		NGRF - £25,000		NGRF - £30,000		NGRF - £35,000	
	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges	Before costs and charges	After costs and charges
1	11,314	11,259	16,339	16,269	21,364	21,279	26,389	26,289	31,414	31,299	36,439	36,309
3	13,961	13,786	19,036	18,815	24,111	23,845	29,186	28,875	34,261	33,905	39,336	38,935
5	16,633	16,322	21,759	21,372	26,884	26,422	32,009	31,472	37,135	36,522	42,260	41,572
6	17,979	17,594	23,130	22,654	28,280	27,714	33,431	32,774	38,581	37,834	43,732	42,894
7	19,331	18,868	24,507	23,938	29,683	29,008	34,858	34,078	40,034	39,148	45,210	44,218
8	20,689	20,145	25,891	25,225	31,092	30,305	36,293	35,386	41,494	40,466	46,695	45,546

# Important information

The value of investments may go down as well as up and the return of your investment is not guaranteed. Fluctuations in financial markets, currencies and other risks may cause fluctuations in the value of investments. Any fund objective or target should not be considered as guarantee of performance of any fund. Derivatives may also be used for efficient portfolio management purpose.

Neither this document nor any data contained within this document is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. You may wish to consult with an appropriately qualified financial adviser in relation to your investments and any change to them.

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