



The effect of our costs and charges

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March 2023

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 £19,700 (based on an illustrative member), real qualifying earnings of £13,460 that will grow with inflation set at 2.5 per cent and reflect a pattern of earnings in line with ONS data and Nest scheme data.

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 2023. 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	
	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	1,080	1,058	1,080	1,058	1,100	1,078	1,100	1,078	1,097	1,075	1,082	1,061
3	3,255	3,181	3,255	3,180	3,429	3,353	3,429	3,353	3,404	3,330	3,274	3,202
5	5,595	5,454	5,595	5,452	5,944	5,797	5,944	5,797	5,872	5,729	5,506	5,369
10	12,794	12,401	12,794	12,398	13,452	13,038	13,452	13,040	13,127	12,736	11,569	11,210
15	22,666	21,853	22,664	21,849	23,917	23,060	23,919	23,073	23,071	22,272	19,180	18,477
20	34,298	32,891	34,296	32,886	36,543	35,047	36,549	35,080	34,798	33,426	27,129	25,975
25	48,013	45,804	48,011	45,799	51,779	49,411	51,794	49,474	48,637	46,495	35,452	33,735
30	64,083	60,833	64,080	60,826	70,058	66,539	70,090	66,648	64,869	61,729	44,089	41,692
35	82,682	78,116	82,677	78,109	91,753	86,757	91,812	86,931	83,677	79,279	52,842	49,655
40	101,372	95,216	101,366	95,203	117,429	110,572	112,328	105,690	105,398	99,444	61,629	57,541
45	114,732	106,842	114,724	106,777	148,219	139,039	126,452	117,908	130,873	123,011	70,774	65,668

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 £23,700 (based on an illustrative member), real qualifying earnings of £17,460 that will grow with inflation set at 2.5 per cent and reflect a pattern of earnings in line with ONS data and Nest scheme data.

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.

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** 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 2023. 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	
	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	1,423	1,395	1,423	1,395	1,426	1,398	1,426	1,399	1,423	1,395	1,403	1,376
3	4,415	4,317	4,415	4,317	4,449	4,350	4,449	4,350	4,416	4,319	4,248	4,153
5	7,614	7,425	7,614	7,425	7,711	7,519	7,711	7,521	7,616	7,431	7,142	6,964
10	16,435	15,922	16,435	15,922	16,863	16,338	16,864	16,347	16,445	15,949	14,437	13,983
15	26,026	25,046	26,026	25,046	27,514	26,494	26,727	25,732	26,469	25,522	21,685	20,858
20	34,826	33,259	34,826	33,246	40,251	38,541	35,590	33,996	38,182	36,620	29,162	27,863
21	36,374	34,678	36,374	34,661	43,094	41,219	37,144	35,419	40,763	39,054	30,695	29,289
22	37,827	36,000	37,827	35,977	46,044	43,995	38,601	36,743	43,428	41,566	32,241	30,724

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 £23,200 (based on an illustrative member), real qualifying earnings of £16,960 that will grow with inflation set at 2.5 per cent and reflect a pattern of earnings in line with ONS data and Nest scheme data.

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.

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** 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 2023. 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	
	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	1,382	1,355	1,382	1,355	1,385	1,358	1,385	1,359	1,382	1,355	1,363	1,337
3	4,113	4,021	4,113	4,021	4,155	4,062	4,127	4,036	4,124	4,033	3,964	3,876
5	6,959	6,785	6,959	6,785	7,143	6,966	6,974	6,800	7,055	6,883	6,611	6,447
10	14,170	13,715	14,170	13,710	15,687	15,199	14,188	13,732	15,299	14,837	13,433	13,010
11	15,562	15,038	15,562	15,032	17,598	17,030	15,580	15,056	17,118	16,582	14,833	14,347
12	16,917	16,323	16,917	16,314	19,582	18,926	16,935	16,340	18,998	18,383	16,245	15,692

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 £22,200 (based on an illustrative member), real qualifying earnings of £15,960 that will grow with inflation set at 2.5 per cent and reflect a pattern of earnings in line with ONS data and Nest scheme data.

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 2023. 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	11,330	11,280	16,355	16,292	21,380	21,304	26,405	26,317	31,430	31,329	36,455	36,341
3	14,010	13,849	19,085	18,886	24,160	23,923	29,235	28,960	34,310	33,997	39,385	39,033
5	16,715	16,431	21,840	21,493	26,966	26,554	32,091	31,616	37,217	36,677	42,342	41,739
6	18,077	17,727	23,228	22,801	28,378	27,875	33,529	32,949	38,680	38,023	43,831	43,096
7	19,446	19,026	24,622	24,112	29,798	29,198	34,974	34,285	40,150	39,371	45,326	44,457
8	20,821	20,328	26,022	25,427	31,224	30,525	36,425	35,624	41,627	40,723	46,828	45,822

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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