

Solvency Assessment Report (SAR) for the Peace Ethical Trust as of 29 July 2022

This SAR complies with Technical Actuarial Standards TAS 100 (Principles for technical actuarial work) and the Framework for FRC technical actuarial standards plus TAS 400 (July 2020 Version) concerning the determination, calculation and verification of the assets and liabilities of a funeral plan trust

Financial position:

Prudent Regulated Activities Order (RAO) basis:

Category	£'000
(a) RAO Liabilities	0
(b) *Assets (at market) of investments + cash	5
Surplus $\{(b)-(a)\}$	5
Funding Level $\{(b)/(a) \times 100\%\}$	Not applicable in this context

The financial position on a Best Estimate (BE) basis is set out below:

[The Best Estimate basis strips away margins for prudence].

Category	£'000
BE Liabilities)	0
Assets (at market) of investments + cash	5
Surplus $\{(b)-(a)\}$	5
Funding Level $\{(b)/(a) \times 100\%\}$	Not applicable in this context

The assumptions adopted with respect to the valuation of the trust liabilities:

Financial Assumptions

As there were no liabilities it was not necessary to arrive at financial assumptions to value them.

Mortality Assumptions

As there were no liabilities it was not necessary to arrive at mortality assumptions to value them.

Withdrawal Assumptions

Ignored as not relevant for the purposes of this valuation.

Tax Treatment

Investment income is taxed at 20% and capital gains are also taxed above certain limits but I understand it should be possible to invest to keep the effective tax rate close to nil. The combined tax rate could be 10% for example but was not relevant for the valuation of the liabilities in this valuation.

Asset valuation

In this valuation it was assumed the assets were held in cash at a nil interest rate.

Summary Main Assumptions -

Discount Rate: Not Applicable

• Rate of inflation of funeral costs:	not applicable
• Mortality assumption:	not applicable
• 'Everyday expenses':	not applicable

The number of live plans categorised by payment method/ total plan values in relation to undrawn or live plans categorised by payment method:

	PLANS	VALUE	%	%
	TOTAL	TOTAL	NUMBER	VALUE
SINGLE PAYMENT PLANS	0	0	0	0
INSTALMENT PLANS FULLYPAID	0	0	0	0
INSTALMENT PLANS OUTSTANDING	0	0	0	0
	0	0	0	0

Breakdown of assets by asset class at the valuation date:

Assumed Asset Class	Market Value £'000
Equities	
Gilts	
Corporate Bonds	
Cash	5
Total	5

No monies have ever been deducted from the Trust

There has been no sub-contracting to funeral service providers

1. Data

The membership position at the current Valuation Date is set out below:

	Active as at 29 July 2022	Average Plan Value
Total	0	£0



Geoff Arnold FIA

Fellow of the Institute of Actuaries

For TrustActuarial Limited

20 July 2022

