

As Trustees, we provide all members with regular information about the level of funding that supports your pension.

This statement summarises the results of the annual funding update at 31 March 2023, the most recent triennial valuation at 31 March 2024 and the annual funding update at 31 March 2025. These financial health checks are vital for monitoring the Scheme's progress. We hope the information helps you to understand how the Scheme is developing.

The latest position

The table below shows the annual funding updates at 31 March 2023 and 31 March 2025 as well as the triennial valuation at 31 March 2024.

Date	31 March 2023	31 March 2024	31 March 2025
The funding level	109%	118%	122%
The funding target	£30.1 Million	£26.5 Million	£23.5 Million
The value of the Scheme's assets	£32.9 Million	£31.4 Million	£28.7 Million
The overall position	Surplus of £2.8 Million	Surplus of £4.9 Million	Surplus of £5.2 Million

The latest update shows that the funding level has increased steadily since 2023.

The funding position has improved since 2023 as a result of an increase in gilt yields and future interest rate expectations. This increase places a lower value on both assets and liabilities (the funding target).

However, as assets have fallen less than liabilities, the funding level and surplus have both increased.

In addition, changes in assumptions around how long members are likely to live once they have retired for the 2024 valuation reduced the liabilities between 2023 and 2024.

The Scheme continues to be very well funded on a prudent target.

The next formal actuarial valuation is due at 31 March 2027.

We will report on the results once they are complete, which is likely to be in 2028.

Financial support

The Company has provided significant financial support for the Scheme in the past which has helped the Scheme to achieve its current funding position.

The next formal valuation will look at the Scheme's position at 31 March 2027. This will include evaluating whether the Company needs to make contributions to the Scheme.

If the Scheme came to an end

The Scheme's funding level is worked out in two ways.

- The 'ongoing' basis (shown on the previous page), which assumes that the Scheme will continue into the future.
- The 'full solvency' basis, which shows the funding position if the Scheme started to 'wind up' at the date of the valuation. If this happened, all members' benefits would have to be secured without delay by buying insurance policies.

At 31 March 2024, the Scheme's full solvency funding level was 114% with a surplus of £3.8 million. At 31 March 2025, this had improved to c.119%.

We are obliged to tell you if there have been any payments to the Company out of Scheme funds since the last update, and there have not been any such payments.

Contacts

If you have any questions about the Scheme or your pension, please contact the Company Secretarial Department at the following address:

The Trustees of the Prowting Pension Scheme,
Persimmon House, Fulford, York, YO19 4FE

company.secretarial@persimmonhomes.com

Keep your benefits safe

The pensions dashboards will be a big step forward when it comes to helping people keep track of their pensions. The Prowting Pension Scheme is not required to connect to the government's pensions dashboard at this point. However, as with any resource that contains valuable personal details, pension members may still be a target for scammers.

To avoid becoming a victim of fraud, make sure you know the warning signs and remain vigilant.

The Pension Protection Fund

If the Company did become insolvent, the Pension Protection Fund (the 'PPF') may step in and pay some compensation to members. There are more details on the PPF website at:

www.ppf.co.uk

The Pensions Regulator

The Pensions Regulator is the UK watchdog of workplace pension schemes. It has the authority to change the way occupational pension schemes are run though it has not needed to use its powers in this way for our Scheme. You can find out more about the Regulator online at:

www.thepensionsregulator.gov.uk

Taking advice

If you would like advice about your retirement plans, we recommend you speak with an independent financial adviser ('IFA').

The Trustees have appointed WPS Advisory Limited to provide free independent advice for members on their Scheme pension. Further information is available from Aptia, the Scheme administrators at

<https://pensionuk.aptia-group.com/>

You can find an adviser in your area by searching the Money and Pensions Service directory at:

<https://maps.org.uk/>

Before you appoint anyone, you should check that the adviser is suitably qualified and authorised.

You can do this online at:

<https://register.fca.org.uk>

or by phoning the Financial Conduct Authority helpline:

0800 111 6768.