

Professional Paraplanner CPD Questions – May 2022 Issue

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Complete and retain for CPD compliance purposes.

The amount of credits will be determined by the length of time taken to read the articles within the magazine. Readers requiring Structured CPD points must read the magazine for at least 30 minutes and correctly answer the 10 questions on this page.

Under the CISI CPD Scheme all members must undertake a range of CPD activities in a year to demonstrate that they meet the requirements of the scheme.

CPD activities undertaken during the year will fall under the following categories:

• Technical Knowledge • Ethics • Professional Standards • Personal Development • Practice Management

Members must satisfy themselves that the content is appropriate for their own development when allocating CPD points to their own record.

1. RO Focus (p6)

The R03 personal income tax calculation consists of how many steps?

- 5
- 6
- 7
- 8

2. Pensions & Divorce (p12)

Name one advantage of offsetting a pension

3. Pensions & Divorce (p12)

Name one advantage of earmarking a pension

4. Pensions & Divorce (p12)

Name one disadvantage of pension sharing a pension

5. Bare trusts (p13)

6. A transfer to trustees of a bare trust is treated for inheritance tax purposes as a transfer to the beneficiary. It is therefore a potentially exempt transfer (PET).

True

False

7. Bare trusts (p13)

Income generated on the trust fund is taxed as income of the beneficiary.

There is an exception to this treatment. What is this?

8. Business Relief (p15)

What clause needs to be added to a Will to achieve the benefits of Business Relief?

9. Consumer Duty (p18)

What three things will a paraplanner need consider under the proposed new 'consumer understanding' outcome?

1

2

3

10. Consumer Duty (p18)

Name one way the Consumer Duty non-handbook guidance suggests advice firms can make their communications more effective.