Powers exercised

A. The Financial Services Authority (the "FSA") amends the Conduct of Business sourcebook, the Supervision manual and the Glossary, in the ways indicated in Annexes A, B and C to this instrument in the exercise of the powers listed in Annex D to this instrument.

B. The provisions of the Financial Services and Markets Act 2000 (the "Act") relevant to making rules and listed in Annex D are specified for the purpose of section 153(2) of the Act (Rule-making instruments).

Commencement

C. This instrument comes into force at the beginning of the day on which section 19 of the Act (General prohibition) comes into force.

Citation

D. This instrument may be cited as the Individual Pension Accounts (Handbook Amendment) Instrument 2001.

By order of the Board
15 November 2001
Annex A

Amendments to the Conduct of Business sourcebook

COB 6.5  Content of key features and important information: life policies, schemes, ISA cash deposit components and stakeholder pension schemes

COB 6.5.21G In (6), delete the full stop and replace it with a semi-colon

Insert the following new provision after (6):

(7) for an individual pension account:

(a) where the key features relate to a stakeholder pension scheme or personal pension scheme and the firm chooses to highlight, within key features or elsewhere, that the investment will be made through an IPA, a statement:

(i) identifying by name any IPA eligible investments which are to be or may be held as assets of the stakeholder pension scheme or personal pension scheme; and

(ii) indicating which of those assets will benefit from the Stamp Duty Reserve Tax exemption available to IPAs;

(b) where the firm is acting as an operator or distributor of a regulated collective investment scheme or investment trust savings scheme and elects to include within key features a statement that some or all of the investments are IPA eligible investments, an indication in respect of each such investment whether pension scheme members will benefit from the Stamp Duty Reserve Tax exemption available to IPAs.
Annex B

Amendments to the Supervision manual

SUP 15.8 Insert the following new provision after SUP 15.8.1R:

Individual Pension Accounts

15.8.2 R If a firm begins or ceases to administer individual pension accounts, it must notify the FSA as soon as reasonably practicable that it has done so.
Annex C

Amendments to the Glossary

In the *Glossary*, insert the following definitions in the appropriate alphabetical order:

<table>
<thead>
<tr>
<th>Definition title</th>
<th>Definition wording</th>
</tr>
</thead>
<tbody>
<tr>
<td><em>individual pension account</em></td>
<td>an account for the holding of <em>IPA eligible investments</em> operated by a firm in accordance with the Personal Pension Schemes (Restriction on Discretion to Approve) (Permitted Investments) Regulations 2001 (SI 2001/117).</td>
</tr>
<tr>
<td><em>IPA</em></td>
<td><em>individual pension account</em></td>
</tr>
<tr>
<td><em>IPA eligible investment</em></td>
<td>a type of investment specified in regulation 4.(6) of The Personal Pension Schemes (Restriction on Discretion to Approve) (Permitted Investments) Regulations 2001 (SI 2001/117).</td>
</tr>
</tbody>
</table>
Annex D

Powers Exercised

The following powers and related provisions in the Act have been exercised to make the rule in this instrument:

(1) section 138 (General rule-making power);

(2) section 156 (General supplementary powers).

The power in section 157(1) of the Act (Guidance) has been exercised to alter guidance in this instrument.