

# ReAssure

Mailing 0001096

26 February 2015

Our reference: 0023516267

## Private & confidential

Mr P M Davey  
3 Manor Gardens  
Swindon  
Wiltshire  
SN2 2ND

000047

Policy number(s):  
A00821212

Policyholder:  
P M. Davey

Date of birth:  
25 February 1968

Dear Mr Davey

## Your ReAssure pension annual statement

The first step in providing for your retirement is to build up a sufficient pension pot. The more money you build up, the more you can expect when you retire.

Typically, this money was used to buy a retirement income through an annuity. Changes to pension rules from 6 April 2015 will give you more flexibility when you come to take your benefits, but your annual statement will continue to show you how much you could get as an income from an annuity.

In this statement we'll focus on the information that's most relevant to you, which we've split into three parts:

1. Facts & Figures
2. Helping you make the most of your pension
3. Our assumptions

These sections give you more information about how we worked out the figures quoted in this document.

### What could I get when I retire?

On the right are some figures that show you how much retirement income you could get from your pension at different ages. According to our records your planned retirement date is 25 February 2023, so we've shown this figure in **bold**. You can usually take your benefits at any time from your 55th birthday – but you should make sure your pension pot is enough to meet your needs first.

### What do I have to do?

**Understanding the factors that affect how much pension you receive is very important. Visit [www.reassure.co.uk/your-retirement](http://www.reassure.co.uk/your-retirement) to learn more, and to see how important changes to pension rules could affect you.**

You should also read all parts of this statement carefully and make sure your current pension arrangements will support you in retirement. If you're not sure you should speak with a Financial Adviser – you can find one in your area at [www.unbiased.co.uk](http://www.unbiased.co.uk).

Call us on **0800 073 1777**, between 8:30am and 5:30pm (Monday to Friday) if you need any further help with your pension.

Yours sincerely,

**ReAssure Pensions Team**

## Your pension pot at a glance

On 25 February 2015:

**Your fund value was:**  
£1,501.11

**Your transfer value was:**  
£1,474.00

## What you could get from an annuity

Below is an idea, in today's money, of how much retirement income you could get **each year** from your pension at:

Age 55	<b>£37</b>
Age 60	£45
Age 65	£57
Age 70	£73
Age 75	£97

These illustrations aren't a promise or a guarantee of how much you could receive from ReAssure, and don't take into account your individual circumstances and/or product choices. Read **Our assumptions** later in this statement for more information.

## 1. Facts & Figures

- Here is an idea, in today's money, of how much your policy could be worth at five year intervals.

	age 55	age 60	age 65	age 70	age 75
<b>Fund value</b>	£1,620	£1,730	£1,870	£2,020	£2,190
<b>Transfer value</b>	£1,620	£1,730	£1,870	£2,020	£2,190

These amounts aren't a promise or a guarantee. Read **Our assumptions** for more information.

- Your pension was originally designed to build up a sum of money that could be used to provide an income when you choose to retire, usually with the option of taking part of it as a tax-free lump sum. Changes to pension rules from 6 April 2015 will give you more flexibility for taking your retirement benefits. Visit [www.reassure.co.uk](http://www.reassure.co.uk) to find out more, or call 0800 073 1777 if you don't have access to the internet.
- Your policy is invested in the following funds:
  - Managed (B) Pension Initial Series 01 (Managed) **230.2730 units**
  - Managed (B) Pension Standard Series 01 (Managed) **154.8785 units**
- We haven't received any contributions into your pension pot in the last 12 months. **Visit us online to see how making pension contributions could have a positive effect on your retirement income.**
- Some pensions have life cover associated with them that pays out a lump sum if the policyholder dies before they retire. Your pension doesn't have this benefit, but we may pay out your fund value or the amount of money you've paid in to your pension if you die before you take your benefits. There may also be the option to pay an income to someone who is financially dependent on you (see your original terms and conditions for more information).
- There are no guarantees associated with your policy.

## 2. Helping you make the most of your pension

We've provided updated content online to help you make an informed decision, including:

### ReAssure pensions microsite

- There are many factors that can affect how much income you get when you retire. Whether you need certainty around your income, the size of your pension pot, your age, your health and whether or not you smoke can all have an impact, so it's important you understand your options when making decisions about your retirement. We've put together our pensions microsite to help, where you'll find helpful content, such as details of **Your retirement options**, our **Retirement Checklist**, information on **How to get advice**, together with our **Retirement Planner** that can help you see when you could afford to retire.
- **Following the 2014 Budget, it's now more important than ever that you find out more about your options before making decisions about your retirement.**

**visit [www.reassure.co.uk/your-retirement](http://www.reassure.co.uk/your-retirement)**

### Your investment

- You'll find current fund prices, past performance data and a list of the funds available to you.

**Select your original provider at [www.reassure.co.uk/customers](http://www.reassure.co.uk/customers) then go to My Funds**

### Managing the risks to your pension pot

- If a fall in the markets happens close to your retirement date, this could suddenly alter the value of your pension policy, impacting your retirement income or ability to retire at the time you planned. **Lifestyling** can help reduce the impact of this type of market fall by gradually moving your investment into lower risk funds as you approach retirement.

**Find out more about lifestyling at [www.reassure.co.uk/managing-the-risks](http://www.reassure.co.uk/managing-the-risks)**

### 3. Our assumptions

The figures on page 1 were calculated on 25 February 2015.

It's not possible to provide illustrations for every eventuality, so we have made some assumptions when calculating your illustration. You can find out more by downloading our **Guide to your annual statement** from [www.reassure.co.uk/guide-to-your-illustration](http://www.reassure.co.uk/guide-to-your-illustration). Call us if you'd prefer to receive a written copy of this guide.

<b>Your investment</b>	<ul style="list-style-type: none"><li>• We've made assumptions as to the nature of investments you hold, and their likely performance. Your investment choices and their actual performance may not be the same as we have assumed.</li><li>• We've assumed that investments in your chosen fund(s) grow by <b>5.0%</b> each year.</li><li>• We've also assumed that you buy an annuity when you retire. Annuity rates available when you come to take your benefits are likely to be different to what we've assumed, so make sure you get quotes based on your personal circumstances.</li></ul>
<b>Inflation</b>	<ul style="list-style-type: none"><li>• Inflation affects the buying power of your money. Think about how much more your weekly grocery shop costs today than it did ten years ago.</li><li>• We've adjusted your illustrations to take inflation into account, so you have an idea of how much retirement income you could get in today's money.</li><li>• We've assumed yearly inflation of 2.5% when working out your illustration.<ul style="list-style-type: none"><li>• Under this assumption, a yearly retirement income of £10,000 in 20 years' time would only be worth the equivalent of £6,100 in today's money.</li></ul></li></ul>
<b>Contributions</b>	<ul style="list-style-type: none"><li>• We've assumed you pay no further contributions. <b>Let us know if you'd like to start making regular contributions.</b></li></ul>
<b>Your retirement</b>	<ul style="list-style-type: none"><li>• Your actual retirement income will depend on a number of things, such as the performance of your investment and how much it costs to buy an annuity when you retire. These may be different to the rates we've assumed.<ul style="list-style-type: none"><li>• <b>Your health and personal circumstances will also have a significant impact on your retirement income.</b></li></ul></li><li>• We've shown how much you could receive based on you retiring on 25 February 2023, 25 February 2028, 25 February 2033, 25 February 2038 and 25 February 2043.</li><li>• We've assumed you will buy a pension that will increase each year in line with inflation.</li><li>• When you retire you can take a portion of your pension pot as a tax-free lump sum (normally 25%). Our figures assume that <b>no</b> lump sum is taken, so if you're interested in this option your retirement income is likely to be lower than the amounts shown.</li><li>• When you retire we will assume your wife will be three years younger than you, and they will inherit half your pension.</li></ul>

## Important information about your policy

This document explains important changes that will affect:

- The estimate of benefits you may get from your policy,
- The total amount of pension savings you can make each year, and build up during your lifetime

You can read more about this by visiting the Key Changes section at [www.reassure.co.uk](http://www.reassure.co.uk).

### The estimate of benefits you might get from your policy

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#### What's changing?

The statement we send you each year contains an estimate of the benefits you might get when you retire. This estimate allows for the effects of inflation, and is known as a Statutory Money Purchase Illustration. It's based on a number of assumptions, including the rate at which your fund might grow. What actually happens may be different from these assumptions.

We regularly review this assumed rate to make sure it is as realistic as possible.

The Financial Conduct Authority (previously Financial Services Authority), which regulates the financial services industry in the UK, has also reviewed the maximum rates we can use and reduced them to be more realistic under current economic conditions.

This means that where we have previously used a maximum assumed annual growth rate of 7%, we will be using a reduced maximum of 5% from October 2013.

The potential growth rates we use to calculate the estimated benefits are quoted in your statement, and are based on the lower of our rate and the FCA maximum rate.

If you want to understand more about the impact this may have on your retirement planning, you should speak to your Financial Adviser (FA). If you don't already have an FA, you can find one in your area at [www.unbiased.co.uk](http://www.unbiased.co.uk)

#### Important things to remember

- The projections are only examples of what you may receive. They are not a promise and are not guaranteed.
- You have not lost money because of these changes. They do not affect the performance of your fund or funds. They just give you a better idea of what you might get back from your policy. Visit our website for more information about this.

Turn over to find out how the changes will affect how much you can save into your pension

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## ReAssure

### The total amount of pension savings you can make each year, and build up during your lifetime

#### What's changing?

HM Revenue & Customs (HMRC) regularly reviews the allowances for the amount of pension savings you can build up without incurring tax charges.

HMRC has announced that these allowances will change from the start of the 2014/15 tax year. The table below shows the expected maximum amounts for the 2014/15 tax year, as well as the maximum amounts for previous tax years:

Saving limit	Tax year 2011/12	Tax year 2012/13	Tax year 2013/14	Tax year 2014/15
<b>The Annual Allowance</b> (the total amount you can save each year into all your pensions)	£50,000	£50,000	£50,000	£40,000
<b>The Standard Lifetime Allowance</b> (the total amount of pension savings you can build up during your lifetime in all your pensions)	£1,800,000	£1,500,000	£1,500,000	£1,250,000

#### Important things to remember

- There are conditions which explain how these limits are applied. There are also ways in which you may be able to save more. Visit our website for more details about this.

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