



## New Open Annuity - Policy Charges

The charges detailed below will be deducted from the fund held in relation to the annuitant on the relevant due dates.

**An Initial Charge** due on the date of commencement of the Policy calculated as the sum of (i), (ii), (iii), (iv), (v) and (vi) below but subject to a minimum of £1715 plus any adviser remuneration.

- i) £800.00
- ii) 0.85% of the Annuity Consideration up to a maximum of £250,000
- iii) 0.70% of the excess, if any, of the Annuity Consideration over £250,000 up to a maximum of £500,000
- iv) 0.60% of the excess, if any, of the Annuity Consideration over £500,000 up to a maximum of £1,000,000
- v) 0.25% of the excess, if any, of the Annuity Consideration over £1,000,000 up to a maximum of £5,000,000
- vi) 0.10% of the excess, if any, of the Annuity Consideration over £5,000,000

**An Annual Charge** due on each anniversary of the Commencement Date of the Policy calculated as the sum of (i), (ii), (iii), (iv), (v) and (vi) below but subject to a minimum of £1191 plus any adviser remuneration. In each case the relevant amount means the value of the fund as determined at the last valuation.

- i) £800.00
- ii) 0.35% of the relevant amount up to a maximum of £250,000
- iii) 0.30% of the excess, if any, of the relevant amount over £250,000 up to a maximum of £500,000
- iv) 0.25% of the excess, if any, of the relevant amount over £500,000 up to a maximum of £1,000,000
- v) 0.10% of the excess, if any, of the relevant amount over £1,000,000 up to a maximum of £5,000,000
- vi) 0.05% of the excess, if any, of the Annuity Consideration over £5,000,000

### Transaction Charges

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|--|-----------------|
| (a) Income payments:   |                 |
| Annually   | No charge       |
| Regular payments other than annually<br>(due annually in advance)                | £16 per payment |
| Additional one-off payments  | £25 per payment |
| (b) Recalculation of income limits at an anniversary date:                       | No charge       |
| Upon request at a different date:  | £178            |
| (c) Cash movements other than for annuity payments<br>and settlement of charges: | £31             |
| (e) Purchase of an annuity from another insurer:                                 | £200            |

The minimum Initial Charge and the minimum Annual Charge and all charges shown under (b) to (e) above will be increased on 1<sup>st</sup> January 2013, and annually thereafter, in proportion to the annual increase in the UK index of National Average Earnings. The 12 month period used will be by reference to the latest figures available on the first day of each November prior to the relevant increase in charges. We will publish the charges that apply on our website and they are also available on request.

All charges made by any bank from time to time holding funds attributable to the annuity and similarly all charges made by custodians, investment managers and any other third parties providing investment related services will also be deducted from the fund as and when they fall due.

The Company further reserves the right to vary the charges or to introduce additional charges if significant additional work should become necessary in order to comply with any regulatory or other requirements or circumstances arising that have consequences for the administration of the Contract.