



Guaranteed Pension Annuity

Fast Facts

Prudential's conventional annuity, known as our Guaranteed Pension Annuity, offers customers a range of annuity options including enhanced terms for those who may have a medical or lifestyle condition.



Eligibility



Minimum age at entry	Minimum age is normally 55 years.
Maximum age at entry	No maximum age although if funds are being transferred to us for immediate vesting purposes, the maximum age is 75 next birthday.

Payment



Source	UK Registered Pension Scheme including funds set aside for Income Drawdown. Protected Rights or Guaranteed Minimum Pension benefits are accepted. We can also accept funds representing the transfer of a lifetime annuity already in payment with a different provider.
Minimum	£10,000 after tax-free lump sum has been taken.

Contract features



Single-Life	Yes.
Joint-Life	Yes. Second life can be a spouse, civil partner, or other dependant, as defined by HMRC – see RPSM10104040 at http://www.hmrc.gov.uk/manuals/rpsmmanual/RPSM10104040.htm .
Payment Frequency	Monthly, quarterly, half yearly, yearly in advance or arrears. If we pay your client in arrears, they can choose to have a final payment made to their estate after they die. We call this option "Final Proportion".
Payment Date	Any day of the month.
Income Options	Income can be selected to remain level, escalate between 0.01% and 8.50% each year or change each year in line with changes in the Retail Prices Index (RPI).
Payment Guarantee Period	A period of up to 10 years (up to 5 years for Protected Rights. From 6 April 2012, the government has announced this rule will no longer apply and you can choose the options that suit your personal circumstances.) is normally available with the exception of dependants' annuities where HMRC legislation prevents a minimum payment period.

Contract features



Tax-free lump sum (Pension Commencement Lump Sum)

You can usually take up to 25% of your pension fund as tax-free cash at the same time as when you buy your annuity. You may need to do this by age 75 depending on scheme rules/contract terms of your pension scheme. Where your clients are using the Open Market Option (OMO) the ceding company will pay any tax-free lump sum entitlement.

Enhanced Terms

Enhanced terms are available on our Guaranteed Pension Annuity. The enhancement given varies by the condition(s) and severity, but typically customers who do qualify could receive an increase of between 1% and 29%** . Enhancements can be given where the annuitant and/or their dependant on a joint-life plan has a medical condition.

Medical and lifestyle conditions, or a combination of these, that may qualify include:

- › Alzheimer's disease
- › Angina
- › Angioplasty
- › Arrhythmias
- › Atherosclerosis
- › Atrial fibrillation
- › Cancer
- › Cardiomyopathy
- › Congestive heart failure
- › COPD
- › Crohn's disease
- › Dementia
- › Diabetes
- › Endocarditis
- › Heart attack
- › Heart block
- › Heart bypass
- › Heart valve disorders
- › High blood pressure
- › High body mass index (BMI)*
- › Hodgkin's disease
- › Kidney disease
- › Leukaemia
- › Liver disease
- › Lung disease
- › Lymphoma
- › Multiple sclerosis
- › Pacemaker
- › Parkinson's disease
- › Peripheral vascular disease
- › Raised cholesterol
- › Rheumatoid arthritis
- › Smoking
- › Stroke
- › Ulcerative colitis

This list is not comprehensive and is intended as a guide.

* High Body Mass Index (BMI) will not offer an enhancement on its own but will be considered if combined with another condition.

** Source: Prudential, 2010

For a quotation, please complete and return our Enhanced Annuity Medical Questionnaire or the Common Quotation Form. You can download these from www.pruadviser.co.uk

In most cases we will provide a quotation within 24 hours using the information gathered in the questionnaire. Quotations supplied will have been assessed by our underwriting team and assuming that all information supplied is correct, should not be subject to change at a later date. For more serious conditions, we may obtain detailed medical evidence by writing to your client's GP. This process will take longer, but will enable us to offer the best possible terms to your client.

Commission



We pay standard commission except where the standard commission amount is less than £500, in which case we will pay up to £500.

For a quotation, please call **0808 234 5100**. Lines are open from 8.30am to 6.00pm Monday to Friday. Alternatively, you can produce your own quotations at www.pruadviser.co.uk

For further information on Prudential's Guaranteed Pension Annuity please refer to our Key Features document. Calls may be monitored or recorded for quality and security purposes.

www.pruadviser.co.uk