

Addition to plan description

Investment guarantee

Guarantee type: B

How does the investment guarantee work?

For an investment fund that offers an investment guarantee, the fund value is guaranteed not to be less than the guaranteed amount of that investment fund, as calculated for a specific plan. The guaranteed amount of an investment fund is equal to the amounts allocated to that investment fund, accumulated each year by the guaranteed rate for the investment fund.

The investment guarantee only applies on the earlier of the investment guarantee date and the date on which we receive notice of the death of the member. If the fund value of an investment fund is then less than the guaranteed amount of that investment fund, we will add more units to that investment fund, to give the value required.

If the fund value is reduced because of an alteration, the guaranteed amount of an investment fund will be reduced accordingly. However, for withdrawals made to pay an intermediary for ongoing investment advice, if applicable, the guaranteed amount will not be reduced.

Will there be further investment guarantees beyond the investment guarantee date?

If the investment guarantee date is before the option date and we still offer this investment guarantee for new policies at that time, the investment guarantee will continue beyond the investment guarantee date. We will then determine the new investment guarantee date. Currently, if the option date is less than 15 years after the investment guarantee date, the new investment guarantee date will be equal to the option date. However, if the option date is 15 years or more after the investment guarantee date, the new investment guarantee date will be 10 years after the current investment guarantee date.

We indicate in the statement what the guarantee dates could be.

When will the investment guarantee be cancelled?

If ever the fund value of an investment fund for which an investment guarantee was chosen is switched or withdrawn, the guaranteed amount of that investment fund will be reduced to zero, and the investment guarantee of that investment fund will be cancelled. This cancellation will not take place if the recurring payment, less charges, continues to be allocated to that investment fund at that stage.

What happens if an investment fund is closed for further investments or is disbanded? Or, if the percentage of equities and foreign assets in an investment fund managed by an external asset manager exceeds 50%?

In order to retain the investment guarantee, we have the right to allocate all future payments directed to the investment fund that offers an investment guarantee to an alternative investment fund of our choice. In addition, the fund value of the investment fund that offers an investment guarantee will be moved to this alternative investment fund. The investment guarantee will then apply to this alternative investment fund.