

RETIREMENT

AIA SMART PENSIONS



Live life to the fullest, long after retirement

aialife.com.lk



**HEALTHIER, LONGER,
BETTER LIVES**

Retirement is different for everyone. But we're all driven by a desire to be financially independent to continue the lifestyle we know. To have enough money to face life's unexpected surprises, without being a burden on anyone. That's why a monthly income in retirement is required. AIA Smart Pensions not only guarantees an income in retirement, but one that keeps growing to combat inflation. With AIA Smart Pensions you can continue living life to the fullest, long after retirement.

What does AIA Smart Pensions offer you?



A professionally managed Pension Fund increased further by a large Loyalty Reward!

Your fund will continue to grow each year and a Loyalty Reward up to 1750% will be added to your fund at the end of the Premium Paying Term (depending on the Premium Paying Term and payment mode you choose). This will increase your Pension Fund even further. All you need to do is to pay your premiums on time.



A monthly pension enriched by the Pensions Booster

The Pensions Booster is a unique feature introduced with AIA Smart Pensions. AIA will boost your monthly pension income by paying 30% more of the Annual Dividend Rate, if you select the monthly pension option.



Flexibility to withdraw funds in an emergency

After the third policy year, you can withdraw up to 15% of your Pension Fund, as a one-time withdrawal during the Premium Paying Term.

What if you are not around?



Financial security and a monthly income for your loved ones, if you pass away during the Premium Paying Term

In the unfortunate event of your death, your dependants will receive the Life Benefit (i.e. a lump sum of money or a monthly income which your family can choose to collect as they wish). AIA will continue to pay premiums and your beneficiaries can collect your Pension Fund as a lump sum or as a monthly pension at the Retirement Date just as you planned.

In the event you become totally and permanently disabled, AIA will pay your premiums and your beneficiaries can collect your Pension Fund as a lump sum or as a monthly pension at the Retirement Date as you planned.



Funeral Expense Benefit if you pass away during the Pension Receiving Period

AIA will pay a Funeral Expense Benefit worth 5 times your Annual Basic Premium (up to a maximum of LKR 500,000) as a free benefit.

How will your Pension Fund grow?

Your Pension Fund is carefully managed by professional fund managers who will ensure that your Pension Fund grows each year. For example, if you are 35 years old in 2018, plan to retire at age 55 (Premium Paying Term of 20 years) and pay an Annual Basic Premium of LKR 100,000, your illustrated Pension Fund at age 55 would be as follows:

Assumed Annual Dividend Rates	4 % p.a.	8% p.a.	12% p.a.
Pension Fund at retirement (Values in LKR)	3,651,276	4,948,069	7,054,940

Your Pension Fund at retirement includes a large Loyalty Reward. Your Loyalty Reward will depend on the Premium Paying Term and payment mode. The Loyalty Reward applicable for this illustrated example is 1225% of the Annual Basic Premium or LKR 1,225,000.

Premium Paying Term	Premium Payment Mode (Values in LKR)			
	Annual	Half Yearly	Quarterly	Monthly
15 - 19	825%	700%	650%	625%
20 - 24	1,225%	1,050%	1,000%	975%
25 and above	1,750%	1,500%	1,450%	1,425%

If you have opted to receive a monthly pension income for 15 years, the illustration of monthly pension at sample ages will be as follows:

Illustrated Annual Dividend Rates	4 % p.a.	8% p.a.	12% p.a.
Illustrated Annual Dividend Rates with Pensions Booster	5.2% p.a.	10.4% p.a.	15.6% p.a.
At Age 56	20,285	27,489	39,194
At Age 61	25,218	43,572	78,321
At Age 66	31,351	69,064	156,506
At Age 70	37,316	99,835	272,305
Total pension income during the period	5,040,343	10,194,422	22,104,858

All values are in LKR

Projected values in the above tables are calculated by using assumed Annual Dividend Rates of 4%, 8% and 12% and applying the relevant charges and assuming all premiums are paid on the respective due dates. The illustrated values above will change based on the premium payment mode selected (i.e. half yearly, quarterly or monthly). These assumed Annual Dividend Rates are not guaranteed and are not the upper or lower limits of what you might get.

In addition to the above illustrated pension, your protection benefits will be as follows:

In-built Benefits	Amount (Values in LKR)
Amount payable on death (Basic Sum Assured + Additional Life Benefit)	3,000,000
Premium Protection Benefit	The payment of premiums will be waived in the event of Death or Total Permanent Disability. The policy will continue and Pension Fund or monthly pension will be paid at retirement.

The Annual Basic Premium of LKR 100,000 will be used to provide cover for the Basic Sum Assured and to build your Fund. The Annual Total Premium including premiums for “Additional Life Benefit” and “Premium Protection Benefit” will be LKR 118,636.

Other product information of AIA Smart Pensions

Entry Age: 19 - 61 Years (Next Birthday)

Maximum Retirement Age: 76 Years (Next Birthday)

Premium Paying Term: 15 - 30 Years

Minimum Additional Life Benefit: LKR 750,000 or 14 times the Annual Basic Premium (whichever is higher)

APPLICABLE CHARGES

Allocation Charge:

Policy Year	1 st Policy Year	2 nd Policy Year	3 rd Policy Year	4 th Policy Year onwards
Allocation Charge on Basic Premium	85%	50%	25%	1.5%
Allocation Charge on Top-Ups	4% on each Top-Up Premium			

Surrender Penalty:

Policy Year	1 st Policy Year	2 nd Policy Year	3 rd Policy Year	4 th Policy Year onwards
Surrender Penalty	100%			100% to 0%*

*Reducing over the Premium Paying Term

Administration Charge:

LKR 300 for 2018 increasing by 15% per annum on 1st of January each year.

Fund Management Charge:

0.75% per annum of the balance of the Investment Account.

Mortality Charge:

Based on Basic Sum Assured and Company's cost of cover charge rates.

Modal Charge:

4% for monthly premium mode (Applicable to basic premium only).

Additional Benefits

Accident Benefit

Provides additional life cover in the event of accidental death. This benefit will also provide you with financial assistance in the event of a Permanent Disability due to an accident (The amount will depend on the severity of disability).

Hospital Expense Cover

An individual healthcare solution for you and your family members that reimburses medical expenditure in Sri Lanka (This benefit is not covered by the Premium Protection Benefit).

Family Hospital Expense Cover

A comprehensive healthcare solution for your family that reimburses the hospital expenses incurred in Sri Lanka (This benefit is not covered by the Premium Protection Benefit).

Hospitalisation Benefit

Provides a daily cash payment of up to LKR 10,000 per day from the first day onwards if you are hospitalised for over three days. This sum is doubled if admitted to the Intensive Care Unit. This benefit can be extended to your spouse and children as well.

Critical Illness Cover

Financial assistance for you and your spouse for 22 listed critical illnesses. You could choose your cover up to a maximum of LKR 3 million.

Adult Surgery Benefit

Provides financial support for you and your spouse for 250 listed surgeries performed in Sri Lanka, India, Singapore, Thailand or Malaysia.

Spouse Life Cover

Provides a life cover for your spouse on your policy.

Child Healthcare Benefit

Financial support for 250 listed surgeries performed in Sri Lanka, India, Singapore, Thailand or Malaysia. In addition, it also provides cash for hospitalisation and a special allowance if a parent stays over with a child under 12 years of age.

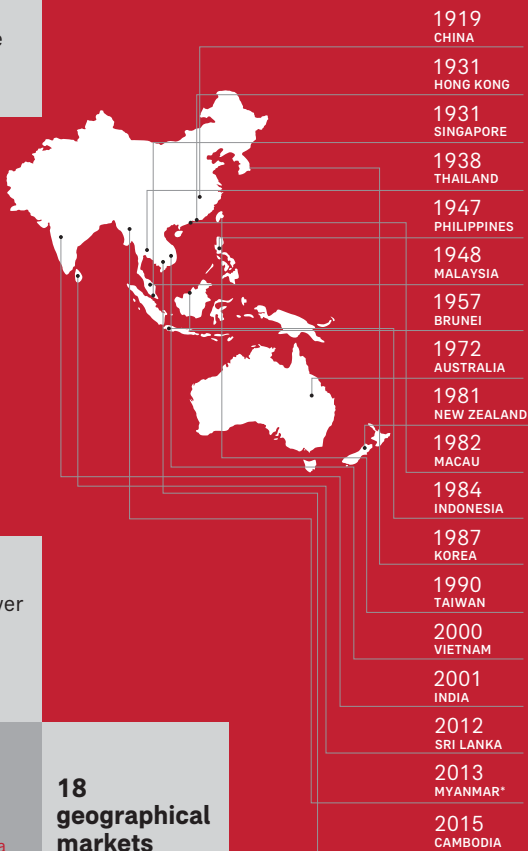
Terms and conditions

If the Life Assured is not the Policy Owner the benefits provided by this Policy will be applicable to the Policy Owner, whilst the covers are applicable to the Life Assured. This product can be obtained only from a licensed AIA Wealth Planner or Bancassurance Executive.

This is only a product overview. For full product details, terms and conditions please refer the Policy Document.

About AIA

AIA Group is the pre-eminent life insurance provider in the Asia Pacific region.



A total Sum Assured of over **US\$1 trillion**

Almost 100 years of history in Asia

18 geographical markets

More than **30 million** individual policies

More than **16 million** group scheme members

* AIA has a representative office in Myanmar



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