

easyLIFE Pension - Performance formula

Type of life insurance	easyLIFE Pension - Performance formula is a retirement insurance contract, the return of which is linked to unit-linked investment funds.										
Guarantees	<p>Main guarantees</p> <p>If the insured person is alive at the end of the contract, they may opt for an outright payment of part or all of the capital, with the remainder being paid in the form of a monthly life annuity.</p> <p>The accumulated savings correspond to the counter value of the account units held in the policy. The amount of units held depend on the payments (net of entry fees) invested in the chosen fund. The number of units held changes in accordance with the payment of the future premiums.</p> <p>In the event of disability or serious illness in accordance with the provisions of the Grand-Ducal Regulation relating to Article 111bis of the L.I.R., the insured person can opt for the payment of a reduced immediate pension based on the savings accumulated at that time.</p> <p>In the event of death of the insured person before the end of the contract, the beneficiary will receive the savings accumulated until the time of death.</p> <p>This type of contract is commercialised as a single life policy.</p> <p>Note: the term of the contract (i.e. when the pension will be paid) is fixed at the earliest at age 60 and at the latest at age 75.</p>										
Target audience	This product is intended for clients wishing to take advantage of the tax deductions offered by Art. 111bis of the L.I.R. and receive the entire return of the investment funds in which they have chosen to invest their savings, while accepting the risk of a possible capital loss.										
Funds	<p>During the investment period until the annuity payment, the policyholder has the choice between five investment funds from Spuerkeess:</p> <p>Lux-Pension 25%: this fund is composed of a maximum of 25% of shares and similar securities listed on a stock exchange in one of the European Union countries and a minimum of 75% of bonds denominated in EURO</p> <p>Lux-Pension 50%: this fund is composed of a maximum of 50% of shares and similar securities listed on a stock exchange in one of the European Union countries and a minimum of 50% of bonds denominated in EURO</p> <p>Lux-Pension 75%: this fund is composed of a maximum of 75% of shares and similar securities listed on a stock exchange in one of the European Union countries and a minimum of 25% of bonds denominated in EURO</p> <p>Lux-Pension 100%: this fund is mainly composed of shares and similar securities listed on a stock exchange in one of the European Union countries</p> <p>Lux-Pension money market: this fund is composed of investments in euros in liquid assets, short-term bonds and money market instruments.</p> <p>For further information on the funds, the policyholder is invited to visit https://www.bcee.eu/luxfunds.</p> <p>The policyholder may invest their premiums and accumulated savings in a single fund at a time. In order to remain within the legal limits intended to protect the savings of insured persons approaching retirement age, the policyholder must comply with certain legal requirements regarding the composition of the accumulated savings.</p> <table border="1" style="width: 100%; border-collapse: collapse; text-align: center;"> <thead> <tr> <th style="background-color: #f4a460;">Age at the start of the fiscal year</th> <th style="background-color: #f4a460;">Maximum percentage of shares held in the underlying assets of the investment</th> </tr> </thead> <tbody> <tr> <td style="background-color: #f4a460;">less than 45 years</td> <td style="background-color: #f4a460;">No limit</td> </tr> <tr> <td style="background-color: #f4a460;">from 45 years to 49 years</td> <td style="background-color: #f4a460;">75% of accumulated savings</td> </tr> <tr> <td style="background-color: #f4a460;">from 50 years to 54 years</td> <td style="background-color: #f4a460;">50% of accumulated savings</td> </tr> <tr> <td style="background-color: #f4a460;">55 years and older</td> <td style="background-color: #f4a460;">25% of accumulated savings</td> </tr> </tbody> </table> <p>If the legal limit is exceeded, an automatic reallocation of the account units will take place. This operation involves selling all the account units held to invest the proceeds in a fund that complies with the legal limits.</p> <p>If the arbitration is carried out at the request of the insured person, one has to note that the regulations do not allow the insured person to opt for a fund with a larger proportion of shares than the current one.</p>	Age at the start of the fiscal year	Maximum percentage of shares held in the underlying assets of the investment	less than 45 years	No limit	from 45 years to 49 years	75% of accumulated savings	from 50 years to 54 years	50% of accumulated savings	55 years and older	25% of accumulated savings
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Yield	<p>Performance is entirely dependent on the positive or negative fluctuations in the value of the funds.</p> <p>The insured person is the sole bearer of the financial risk.</p> <p>At the end of the contract, the optional conversion into a monthly life annuity will be made according to the rules and rates (guaranteed rate of return) applied by LA LUXEMBOURGEOISE-VIE at that time.</p>
Past performance	<p>The historical performance of the funds for different maturities is available at https://www.bcee.eu/luxfunds.</p> <p>The policyholder has access to a graph representing the development of prices for a period that can be chosen freely.</p> <p>Past performance does not constitute a guarantee for the future.</p>
Expenses and risk premiums	<p>Fund entry fees</p> <p>The entrance fee is a maximum of 4,5% on Lux-Pension 100%, Lux-Pension 75%, Lux-Pension 50%, Lux-Pension 25% and Lux-Pension money market funds.</p> <p>Exit fees</p> <p>In order to comply with tax conditions, redemption is not permitted.</p> <p>Management fees</p> <p>No management fees are charged by the insurer.</p> <p>Fees in the event of a transfer of funds (arbitration)</p> <p>If the transfer is made at the request of the insured person, the rate is 1% with a minimum of 20,00 € (index 100).</p> <p>If the transfer is made by LA LUXEMBOURGEOISE-VIE to take into account the tax constraints according to age, the fees do not apply.</p>
Enrolment	<p>Enrolment may take place at any time upon receipt and acceptance of the insurance application and receipt of the first premium by LA LUXEMBOURGEOISE-VIE.</p>
Duration	<p>It is left to the initiative of the insured person to determine the maturity of the contract, as long as</p> <ul style="list-style-type: none"> ▪ the duration of the contract is at least 10 years, ▪ at the end of the contract, the insured person's age is at least 60 or maximum 75. <p>The main guarantee can be cancelled early</p> <ul style="list-style-type: none"> ▪ in the event of death of the insured person, ▪ in the event of disability or serious illness in accordance with the provisions of the Grand-Ducal Regulation relating to Article 111bis of the L.I.R.
Inventory value	<p>The net asset values (NAVs) of the funds are available on https://www.bcee.eu/luxfunds. They are updated daily except on weekends and holidays. To find out the value of savings on the day the NAV is valued, simply multiply the value of the fund by the number of account units held in the fund.</p>
Premium	<p>The policyholder can choose the frequency of the premium payments: annual, semi-annual, quarterly or monthly.</p>
Taxation (Luxembourg residents)	<p>The taxation as described below is subject to regulation and is provided for information purposes only. It applies only to residents. Non-residents must refer to the legislation of their country of residence.</p> <p>The premium of the main guarantee is deductible from taxable income within the framework of article 111bis of the L.I.R. As from 01 January 2017, the maximum amount deductible is € 3 200 per taxpayer.</p>

	<p>Article 111bis L.I.R. further provides that:</p> <ul style="list-style-type: none"> ▪ the duration of the contract must be at least 10 years, ▪ at the end of the contract, the insured person must be between 60 and 75 years of age, ▪ the subscriber must be the policyholder, the taxpayer and the insured person, ▪ the subscriber has the option of requesting payment at maturity of all or part of the accumulated savings in the form of capital (taxed at half of the average tax-rate). The balance is paid in the form of a life annuity, 50% of which is tax-exempt, ▪ the premium is not subject to tax, ▪ the taxpayer may have several contracts, but the transfer of accumulated savings from one contract to another is not possible, ▪ when collectively taxable spouses each subscribe to a retirement insurance contract, the maximum amount deductible is € 3 200 per taxpayer.
<p>Redemption</p>	<p>For tax reasons, total or partial redemptions are not allowed.</p>
<p>Transfer of funds</p>	<p>The subscriber may decide at any time to sell their units currently held to invest the proceeds of the sale in one of the other four funds offered (provided that they comply with the legal limits on the composition of the fund according to age and that they do not invest in a fund having a larger proportion of shares than the current one).</p>
<p>Information</p>	<p>Main guarantees</p> <p>Each year, the policyholder will be informed of the amount of their accumulated savings and the fund in which it is invested.</p> <p>In addition, the policyholder will receive a tax certificate showing the amount of premiums paid during the year.</p> <p>For further information on the funds, the policyholder may visit https://www.bcee.eu/luxfunds.</p>