

Frequently asked questions

How much insurance coverage do I qualify for?

The amount of Term Life Insurance coverage depends on your age, when you start the plan. You must have at least \$100 in the account to maintain the insurance.

POLICY ISSUE AGE	INITIAL COVERAGE	TERM
18 - 39	\$100,000	20 years
40 - 45	\$ 50,000	20 years
46 - 54	\$ 50,000	10 years

No reducing term coverage over age 54.
Accidental death coverage of an additional \$50,000 for all ages up to age 65.

What happens at retirement?

25% of the plan value is available as a lump-sum, then a pension is provided through CUNA Caribbean from which you can choose any of the following options.

1. Pension Income for life.
2. Pension income for life with payments to beneficiaries guaranteed for a period certain of up to 15 years in the event of early death.
3. Joint life pension income with legal spouse.

Can I withdraw from my Pensions Plus Account?

Penalty-free withdrawals are permitted for the following:

- Up to age 41, and after 5 years in the plan, up to 50% of accumulated value can be withdrawn for payment of up to 10% down-payment for the purchase of your first home.

Board of Inland Revenue (BIR) tax penalties and approvals apply to all other types of withdrawals.

Frequently asked questions

continued

How many Beneficiaries can I have?

You can have one beneficiary which can either be your legal spouse or your estate.

Can I use my Pensions Plus account to obtain a loan?

The accumulated value of your account cannot be used as collateral for a loan, however, the insurance can be assigned to a lender as security for a loan.

If I die before retirement what does my beneficiary get?

Your beneficiary will get the accumulated value of your account, plus the value of the insurance benefits.

What if I die after retirement?

Depending on the option you choose, your beneficiary will get either Income for a guaranteed period certain of up to 15 years, or Joint life pension income with legal spouse.



Call 625-UNIT or visit any Unit Trust Branch office for additional information.



PENSIONS Plus

the best
personal pension plan
for your successful
retirement.



 **CUNA MUTUAL GROUP**
CUNA Caribbean Insurance Society Limited

It combines the power of
Unit Trust's Growth and Income Fund with
**Tax deductions of up to \$12,000 per year and
Insurance protection from CUNA Caribbean.**

 **UNIT TRUST
CORPORATION**
Keeping you one step ahead

PENSIONS Plus

After you stop working and retire you will need to have an income for decades still. Meanwhile inflation continues to carry up the cost of living. For you to maintain your standard of living after you retire you need to plan now, and save now, for your retirement. The best company pension plan only provides two thirds of your final salary as a pension income after you retire. So you start off your retirement with less income than when you were working. With prices continuing to rise, the buying power of that income becomes less and less. That is why it is important for you to have a supplemental pension plan, or if you don't have a company pension, it is important for you to have your own personal pension plan. **Pensions Plus** is that plan.

For a tax-free contribution of just \$500 per month over your thirty-year working life, you can retire with over a million dollars in your **Pensions Plus** which can provide you with the income you will need after retirement. Here's how it works.*

Accumulation Estimates

Monthly Contributions

Contributions	\$125	\$400	\$500	\$1,000
Value in 5 years	\$8,248.64	\$30,932.29	\$39,181.02	\$80,424.21
Value in 10 years	\$23,233.91	\$87,127.15	\$110,361.06	\$226,530.60
Value in 15 years	\$50,457.60	\$189,216.00	\$239,673.60	\$491,961.60
Value in 20 years	\$99,914.79	\$374,680.47	\$474,595.26	\$974,169.22
Value in 25 years	\$189,763.51	\$711,613.16	\$901,376.67	\$1,850,194.22
Value in 30 years	\$352,991.38	\$1,323,717.67	\$1,676,709.04	\$3,441,665.93
Value in 40 years	\$1,188,242.02	\$4,455,907.55	\$5,644,149.61	\$11,588,359.73

* These figures are projected at a rate of 12% per annum and are not a guarantee of future performance.

Investment Grade Returns

Your **Pensions Plus** contribution is invested in Unit Trust's Growth and Income Fund and although past performance is no guarantee of future returns, the Growth and Income Fund has been the best performing fund in Trinidad & Tobago for over twenty years, and the cornerstone of the Unit Trust family of funds.

Tax Approved

Pensions Plus is a tax approved plan that allows you to contribute up to \$1,000 per month tax free, because the amount you contribute is tax deductible for up to \$12,000 per year.

Life Insurance

Pensions Plus also provides you with up to \$100,000 reducing term life insurance coverage, dependent upon your age, with no medical examination required. In addition, accidental death insurance of \$50,000 is provided up to age 65. Each month \$25 is deducted from your account as an administration fee.

Other Features

Pensions Plus also offers some unique features and benefits not normally available with other plans.

House Purchase Option

Up to age 41, you can withdraw up to 50% of your accumulated plan value to pay up to the 10% down payment, for the purchase of your first home.

Portability

Because you own the plan, you can take it with you when you change jobs.

Flexible Contributions

You decide how much and when you contribute. You can set up a standing order, salary deduction or make a lump sum contribution whenever you wish. The minimum monthly contribution is \$125.

Guaranteed Principal

Each contribution is guaranteed by the UTC after it has been invested for a minimum of three years.

Early Retirement Option

Retire anytime between age 50 and 70 to convert your plan into a lucrative pension guaranteed for life.

