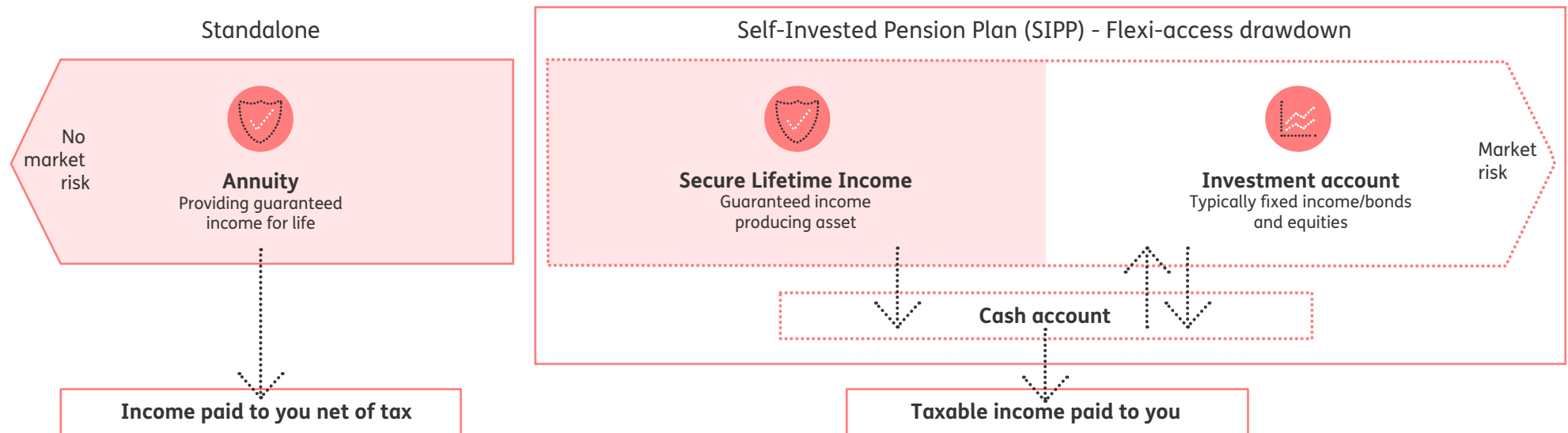


Guaranteed income and flexi-access drawdown options



An annuity is a type of insurance product that, in exchange for some or all of your pension savings, guarantees to pay you an income for the rest of your life.

The income is unaffected by future changes in interest rates or stock market values.

A range of options can be selected at the outset to help protect the value of your pension savings and provide for loved ones after you die.

Purchased and held as an asset within your SIPP, Secure Lifetime Income is a Trustee Investment Plan that produces a guaranteed income for as long as you live.

The income is unaffected by future changes in interest rates or stock market values.

The income is paid gross into your SIPP cash account from where it can be withdrawn as taxable income or reinvested in the investment account.

Typically fixed income/bonds and equities are held in the investment account.

The value and returns generated by the invested assets can go up or down over time because of changes in stock market values.

Income from the invested assets is paid gross into your SIPP cash account from where it can be withdrawn as taxable income.

Your needs	Annuity	Blended Secure Lifetime Income and investments
I want to make sure my income remains flexible and I can manage my taxes efficiently	An annuity provides a guaranteed income for life, paid regularly into your bank account. After the cancellation period ends and your annuity has been set up, you won't be able to alter your payment options, regardless of any changes in your personal circumstances.	The income Secure Lifetime Income delivers is paid gross into your SIPP cash account, from where it can be withdrawn as taxable income or reinvested in the investment account. The guaranteed income provided by Secure Lifetime Income can help provide stability and peace of mind. Additionally, investing in an investment account offers growth potential, flexibility, and potential tax advantages, which could enhance your overall financial strategy.
I'm interested in potential growth	Buying an annuity with capital taken from the SIPP will reduce the equity assets. If managed as part of a holistic retirement plan this can reduce the strain on the remaining pension assets.	Secure Lifetime Income remains on-platform, fully integrated within the SIPP, enabling more effective management of your retirement plan. By blending SLI into the portfolio, the withdrawals needed from the rest of the portfolio is reduced, allowing more of your money to stay invested. Additionally, as income is paid gross into the SIPP cash account, any unused income can be reinvested into the portfolio when not required.
I'm focused on managing my legacy	Enables you to guarantee a legacy you can pass on to your loved ones if the options are selected.	Secure Lifetime Income has death benefits, also enabling you to guarantee a legacy you can pass on to your loved ones.
I previously used the SIPP for its IHT advantages	The net income is paid straight into your bank account. This means that the money used to buy the annuity will lower the amount left in your pensions. Death benefits paid from the annuity aren't normally included in the estate for inheritance tax (IHT) purposes, although there is a consultation in progress regarding annuity death benefits coming under IHT from 6 April 2027.	The gross income can be either reinvested or withdrawn based on what your objectives are. This means that the money used to buy Secure Lifetime Income will lower the amount left in your pensions. If there's any death benefit, it will go back to the SIPP and be deemed an unspent pension.
I'm drawing income from my SIPP and I'm comfortable with the ongoing risk	Buying an annuity with capital taken from the SIPP will help reduce the withdrawal strategy of the long-term portfolio.	Secure Lifetime Income, is an on-platform asset integrated into your portfolio. This integration can better help you manage your income needs, risk and reduce the portfolio's volatility.
I don't have a need to draw income from my SIPP and I'm comfortable with the ongoing risk	Annuities once commenced, are an income producing asset that can't be stopped.	Secure Lifetime Income provides a guaranteed income that is paid into the SIPP Cash Account. This can be paid out or reinvested back into the portfolio, helping to generate additional growth for later use.
I'm drawing income from my SIPP but i'm feeling uneasy with the ongoing risk	An annuity purchase will allow a de-risking strategy or to give away capital to reduce your overall risk level.	Secure Lifetime Income is a drawdown asset primarily used as a fixed income replacement, reducing risk in the drawdown portfolio, allowing you to preserve or increase equity exposure.

For more information

In the first instance you should contact your adviser or contact your SIPP provider.

If you're a trustee you can email us at: support@wearejust.co.uk