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JUST.

PENSION ANNUITY

AT A GLANCE

Our pension annuity takes into account a customer's personal, lifestyle and health details.

PRODUCT CONDITIONS AND DETAILS



1. Customer

Minimum age	Annuitant: 55 (50 where legislation allows) Dependant: 40 ¹
Maximum age	Annuitant: None Dependant: None
Residency	Customers must be UK residents and purchasing the annuity with funds from a UK registered pension scheme. For this purpose, the UK does not include the Channel Islands or Isle of Man.

¹ The dependant can be any individual chosen by the annuitant as long as they are at least 40 years old at policy outset. Different requirements apply for Scheme Pensions.

2. Fund values

Minimum fund value²	£2,000
Maximum fund value²	£2,000,000 ³

² After the deduction of any tax-free lump sum and any taxable lump sum. ³ Fund value greater than £2,000,000 subject to prior agreement.

3. Benefit options

Dependant's income	<ul style="list-style-type: none">• 0 to 100% of annuitant pension• Payable with or without overlap• Named dependant (unless 'any spouse basis' is required by legislation)
Payment frequency	<ul style="list-style-type: none">• Monthly• Quarterly• Half-yearly• Yearly• In advance• In arrears with or without proportion
Payment date	Income payments made on 1st of month
Escalation	<ul style="list-style-type: none">• 0 to 8.5% fixed• Retail Price Index (RPI) with or without floor• Limited Price Index (LPI) – maximum 5% or maximum 2.5% (both with floor)
Guarantee period	<ul style="list-style-type: none">• 0 to 30 years in whole years⁴
Value protection	<ul style="list-style-type: none">• Any percentage of the fund value from 0 to 100%⁵ (after the deduction of any tax-free lump sum and any taxable lump sum) less total gross income payments made• If the annuity includes dependant's income, payable on death of the last remaining life or on death of the annuitant
Tax-free lump sum	<ul style="list-style-type: none">• Payable under IVP only• Payable at outset only• Normally up to 25% of the fund
Taxable lump sum	<ul style="list-style-type: none">• Payable at outset only• Any amount provided the minimum fund value is retained

Some types of pension may mean that certain options are included automatically or restricted because of legislation.

⁴ On Defined Benefit Scheme Pensions, guarantee periods up to five years payable with overlap can be paid as a lump sum.

⁵ We may restrict the amount of value protection available.

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4. Taxation

Income payments to customers	Normally taxed as earned income under the Pay As You Earn (PAYE) system
Taxable lump sum payments	Normally taxed as earned income under the Pay As You Earn (PAYE) system
Death benefits	<p>Dependant's income and guarantee periods are tax-free if the annuitant dies before age 75</p> <p>Value Protection is tax-free up to the lump sum and death benefit allowance if the annuitant dies before age 75</p> <p>Death benefits are taxed as earned income if the annuitant dies aged 75 or above</p> <p>Dependant's income and continuing guarantee periods from Scheme Pensions are taxed as earned income under PAYE, regardless of the annuitant's age at the time of death</p> <p>In the Autumn 2024 budget, the Government announced that death benefits from pensions will be included in the annuitant's estate for Inheritance Tax purposes from April 2027, with the exception of dependant's Scheme Pensions. This is subject to consultation and could change.</p>

Acceptable sources

We accept funds from the following sources, into the types of annuity indicated by ✓.

Source of funds	Type of pension annuity		
	Lifetime Annuity	Scheme Pension	Immediate Vesting Pension
Defined Contribution	✓	✓	✓
Defined Benefit	✗	✓	✓

Lifetime Annuity (LA) applies when your client has used the Open Market Option to choose their annuity provider. Their existing pension provider will pay any tax-free lump sum due.

Scheme Pension (SP) applies when your client hasn't used the Open Market Option and the scheme administrator has chosen an annuity provider. The person buying this type of policy must be the Trustee/Scheme Administrator of the existing pension provider. And they'll pay any tax-free lump sum due.

If your client wants to transfer all their pension fund(s) into the Just Retirement Pension Scheme, they would buy an **Immediate Vesting Pension (IVP)**. This means they'll be subject to the Just Retirement Pension Scheme rules rather than those of their current scheme. This might alter the benefits available to them. We'll pay any tax-free lump sum due.

FOR MORE INFORMATION

Call: **0345 302 2287**

Lines are open Monday to Friday, 8.30am to 5.30pm

Email: support@wearejust.co.uk

Or visit our website for further information: justadviser.com

Please note your call may be monitored and recorded and call charges may apply.

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