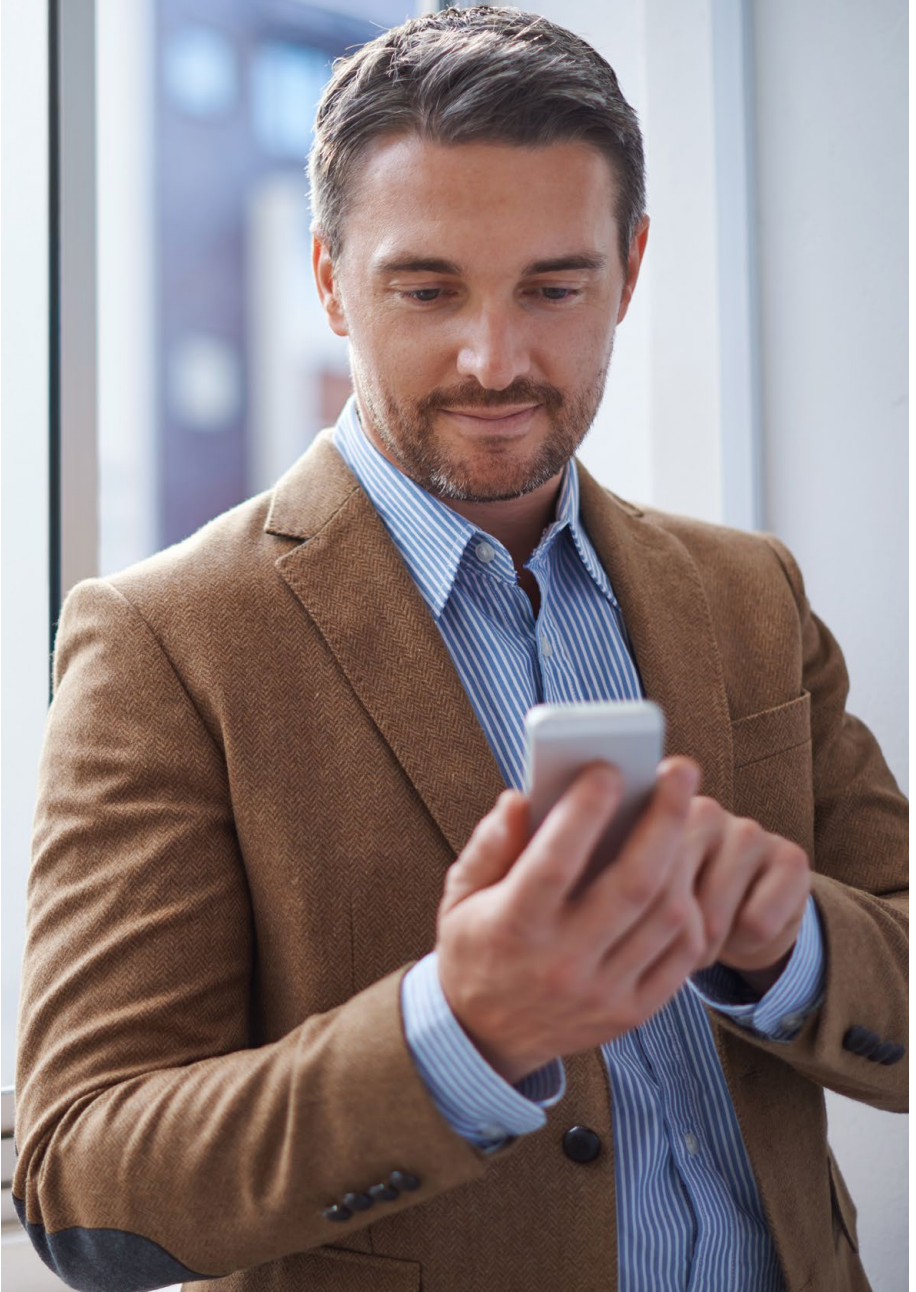




For members

When was the last time you looked at your pension?

16 years from retirement



When was the last time you looked at your pension?

It's not unusual for people to start looking at their retirement when they're quite close to it, leaving very little time to take any action. However, it's very important that you regularly review your pension and make sure it's in line with your plans.

How do you want to use your pension pot? There are different ways that you can take your benefits from your pension pot when you retire:

Tax-free cash lump sum: Most people are able to take up to 25% of their pension pot as tax-free cash. You can take the remaining pot as:

- 1 Annuity:** With an annuity, you give your pension pot to an annuity provider who in turn pays you a guaranteed income until your death. You can add on extras like index linking, where the income goes up each year, or a pension for your spouse that would be paid if you die before them. As annuity rates can change substantially and rapidly, there's no guarantee that when you do purchase an annuity the rates will be favourable. This could mean that your pension thereafter may be less than you hoped for.
- 2 Income drawdown:** With income drawdown, you keep your pension pot, and keep it invested. Any money generated from those investments or the capital itself can provide you with an income. The value of an investment, and any income you take from it, can fall as well as rise and isn't guaranteed. You could get back less than has been paid in.
- 3 Cash:** You can also take some or all of your pension pot as a cash lump sum, but only the first 25% of your pension pot is tax free and the remaining 75% is subject to income tax. This information is based on our understanding of current taxation law and HMRC practice, which may change.

You can even choose to have a combination of these.

How much money will you need when you retire?

Many people will look at their pensions and adjust their lifestyle to fit in with what their pensions allow them to do. Why not think about the lifestyle you'd like and adjust your pension plans?

Are you saving enough?

Once you've decided how much money you'd like when you retire, you can see if you need to change how much you're saving.

Do you know what funds you're invested in?

It's not uncommon to find that people in defined contribution (DC) pensions are invested in what's called the default fund - which is the automatic choice, but there are other investment options.

Here's a checklist of what you need to know:

- 1 Do you know what fund(s) you're invested in?
- 2 What's the level of investment risk?
- 3 What level of investment risk are you happy with?
- 4 Are the levels for questions 2 and 3 the same?

For advice as to whether a fund is suitable for you, please speak to a financial adviser.

If any of your answers are no, or you don't know the answers to any of these questions, you may want to look at your fund choices, and get some financial advice.

When would you like to retire?

Currently, you're able to take your pension pot from age 55 (increasing to age 57 from 6 April 2028). You can change your target retirement date at any time to fit in with your plans by signing into your account at aegon.co.uk/targetplan or by contacting us.

Where can I get more information?

Sign into your account at aegon.co.uk/targetplan where you can get information about funds, how you can take your pension pot, and a pension calculator which can help you answer all of these questions. You can also change your target retirement date online. If you've never used your online account, you'll need to activate it first before signing in. It only takes a few minutes to get started, all you'll need is your account number, which you'll find on your annual statement and your National Insurance number.

Once you have registered for TargetPlan, after 24 hours, you can download and register for the Aegon app. Thanks to the app, you can check on your pension and make changes, wherever you are. Sign in is quick and secure - you'll be able to use fingerprint or face recognition for added security. The **Aegon UK** app is free. Visit the iTunes App Store or Google Play Store to get started.

Please remember we can't give you advice so you may want to speak to a financial adviser. For details of local financial advisers visit moneyhelper.org.uk/choosing-a-financial-adviser. There may be a charge for this.

For free and impartial guidance to help you understand what you can do with your pension pot visit **Pension Wise**, a service from MoneyHelper which is backed by the government. If you're over age 50, you can arrange an appointment with Pension Wise - this can be face-to-face or by telephone.

Please note: This leaflet can only give you a brief overview of pension benefit options, in general terms. Some options may require a minimum pot value, so may not be available to everyone. Not all schemes offer all of the retirement options and you may have to transfer out to another scheme to access some of the options.

Pension scams

Find out what to look for and how to protect yourself and your retirement savings at aegon.co.uk/online-security-and-fraud-protection/pension-scams

Want to know more?



0345 601 7721



@aegonuk



my.pension@aegon.co.uk



Aegon UK



aegon.co.uk/targetplan



Aegon UK

Call charges will vary. Our email system and the way we deal with data internally is secure. However, we're unable to ensure the security of emails before they reach us so please consider this and do not include any personally sensitive, financial or banking information that hasn't been appropriately secured.

If you have access to our online services, you may be able to log in and complete your action securely.

If your personal circumstances mean you need any additional support, or if you'd like a large print, Braille or audio CD version of this document, please call 03456 081 680 (call charges will vary) or visit aegon.co.uk/onlineform



Aegon is a brand name of Scottish Equitable plc. Scottish Equitable plc, registered office: Edinburgh Park, Edinburgh EH12 9SE. Registered in Scotland (No. SC144517). Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. Financial Services Register number 165548. An Aegon company.
© 2023 Aegon UK plc

WP 384775 04/23