

## SUMMARY OF FEATURES OF INCOME PROVIDER

	Income Provider	
	<b>No capital preservation</b> <small>(Note that a guaranteed period is optional)</small>	<b>Capital Preservation option</b>
Income frequency	Only monthly income payments are allowed under both types of immediate annuity. All annuity payments will be paid in advance.	
Annuity ceases	(a) If death occurs before the expiry of the guarantee period: When the guarantee period ceases (b) If death occurs after the expiry of the guarantee period: On death	On the death of the annuitant
Guarantee period options	0, 5 or 10 years	No guarantee period
Repayment of capital on death of the annuitant	No	Yes
Income escalation	A fixed percentage increase of either, 0%, 5%, 10% or 15% may be selected at the start of each policy year, starting on the 1st policy anniversary.	
Cover increases	There is no cover	None. Cover remains equal to the single premium invested.
Premiums	Monies from an approved pension scheme or provident fund or other investments will be used to purchase a regular income for the life of the pensioner. UBA Metropolitan Life specifies minimum and maximum single premium amounts.	
Premium payment frequency	Only single premiums are allowed. (Quoted figures will be in Naira)	
Entry age last birthday	Minimum age: 50 Maximum age: 69	
Cession	Neither of the annuity options may be ceded	
Beneficiary nomination	The policy owner should nominate a beneficiary to receive any continuing annuity payments to be made until the expiry of the guarantee period	The policy owner should nominate a beneficiary to receive the capital preserved.

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visit us at Plot 1662, Oyin Jolayemi Street, Victoria Island, Lagos



Income Provider

"I need the security of a regular pension during my retirement years"

# Peace of mind during retirement



- You've worked hard and now its time to enjoy the fruits of your labour, with a safe and secure pension providing you with peace of mind.
- UBA Metropolitan Life's Income Provider is designed specifically for retirees who wish to utilise retirement lump sum money to buy an annuity. Income Provider is usually known as a "compulsory annuity".
- Income Provider pays a monthly pension during your lifetime.
- UBA Metropolitan Life allows you to choose from either of two types of annuity:
  - **Income Provider without capital preservation:** Although your annuity is payable for life, you may wish that your annuity has a guaranteed period of payment, so that if you die before the expiry of the guarantee period, your pension will continue until the expiry of the guarantee period.
  - **Income Provider with capital preservation:** Your annuity is payable for life and when you die the capital you paid to UBA Metropolitan Life to purchase your annuity will be paid to your beneficiaries.
- Income Provider is a first in Nigeria – The value of your monthly annuity is based on the number of units allocated to your annuity

when you purchase Income Provider. UBA Metropolitan Life invests your units in money market funds with a broad goal of achieving increases in your monthly annuity payments in line with inflation.

- As a conventional annuity, Income Provider is a first in Nigeria. The advantage of Income Provider is that it allows you to adjust your income annually. This is done at the start of each policy year, starting on the 1st policy anniversary. You can select an increase of either, 0%, 5%, 10% or 15% in income. Income Provider allows you to manage your income stream as some years you may need more and others less.

## Legally speaking

According to prevailing legislation:

The monthly income (annuity) received during retirement is taxable if income exceeds the tax-free threshold.



## Your Income Provider options

### Income Provider without capital preservation

You can choose any of the following guaranteed periods: 0, 5 or 10 years. So, if you die before the expiry of the guarantee period, your annuity continues to be paid to your nominated beneficiary, until the expiry of the guarantee period. If you die after the selected guarantee period, your annuity ceases when you die.

It is important to remember that there is no life insurance with this annuity or any repayment of capital when you die. If you have dependants then you need to consider carefully what provision you have made elsewhere for them.

### Income Provider with capital preservation

This option can be viewed as the "flip-side" of the annuity coin because:

- It does not provide for any guarantee periods. When you die your annuity ceases.
- However, the capital you paid to UBA Metropolitan Life when you purchased your annuity, is paid on your death to your nominated beneficiary.

This option is likely to appeal to retirees who wish to leave retirement capital to dependants.