LIFESTYLE FUND STRATEGY

BWCI

THE SERVICE

DC scheme members may often not make appropriate fund choices or not regularly review their investments. The lifestyle fund strategy allows the members peace of mind in the knowledge that their pension investment allocation will be appropriate throughout their working life.

A lifestyle fund option automatically adjusts the allocation of a defined contribution ("DC") pension scheme member's investment to the most appropriate asset classes. This option is typically offered as the default fund choice to ensure that members who fail to exercise their right to make fund choices have a suitable investment strategy for their pension assets over their working life.

Based on an initial assessment of your scheme's rules, the funds available to members and any other trustee requirements, we will produce a set of rules for the allocation of contributions where the lifestyle option has been selected by a member. If required, we can then co-ordinate the implementation of the lifestyle option with the investment manager or scheme administrator.

WHO WOULD FIND THIS SERVICE USEFUL?

- Trustees of Defined Contribution ("Money Purchase") pension schemes

HOW DOES THE STRATEGY WORK?

The lifestyle option will appear as an additional fund on the members' fund nomination list. The premiums allocated to the lifestyle option will be allocated between the existing fund options in proportions which are dependent on the age of the member.

The result of our comprehensive analysis will be a simple practical switching timetable. This will allow for a smooth transition between riskier high return assets for young members to more secure low risk assets approaching retirement.

CHARGES

The cost of providing this service is calculated on a time-spent basis and will depend upon your specific needs.

In addition to the cost of setting up the lifestyle rules there will be additional costs incurred if we are requested to assist in administering the lifestyle option.

BWCI GROUP

Established in 1979 the BWCI Group is the largest group of actuaries and consultants in the Channel Islands with over 100 staff encompassing a wide range of disciplines.

The BWCI Group is a member of Abelica Global, the international network of leading independent actuarial firms.

FURTHER INFORMATION

For further information on this and other investment services provided by the BWCI Group please contact invservices@bwcigroup.com, or visit our website at www.bwcigroup.com.

BWCI

Focused
because we are focused on our clients' needs and provide a service to suit their individual requirements.

Practical
because we deliver solutions in practical, commercial and cost-effective ways.

Innovative
because we seek innovative solutions to complex financial problems using advanced analytical tools and software.

Location	PO Box 68, Albert House South Esplanade, St Peter Port Guernsey, GY1 3BY
Tel	+44 (0)1481 728432
Fax	+44 (0)1481 724082
Web	www.bwcigroup.com

Location	Kingsgate House, 55 Esplanade, St Helier Jersey, JE2 3QB
Tel	+44 (0)1534 880112
Fax	+44 (0)1534 880113
Web	www.bwcigroup.com

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