

Canada Life

Lifetime income benefit option

For years your focus has been to save for retirement. Now you need innovative solutions to help transition your hard-earned savings into income that will last your lifetime. You also need to protect your savings against retirement risks:

- **Longevity risk** – You might outlive your money.
- **Market return risk** – You could experience poor market returns in the early retirement years, increasing the chances you'll use all your savings sooner than you planned.
- **Inflation risk** – Your retirement savings might not earn enough to keep up with inflation.

The lifetime income benefit helps you manage these risks in retirement and protect your savings.



Information at your fingertips

For more information about Canada Life and its products, visit www.canadalife.com.

In Quebec, advisor refers to a financial security advisor for individual insurance and segregated fund policies; and to an advisor in group insurance/annuity plans for group products.

A description of the key features of the segregated fund policy is contained in the information folder.

Any amount that is allocated to a segregated fund is invested at the risk of the policyowner and may increase or decrease in value.



Guarantee your income for life

Lifetime income benefit option



Helping people achieve more™



Guaranteed income for life

No matter how long you live

With the lifetime income benefit, you're guaranteed income for life¹, whether you live to 85, 105 or beyond. Your income will not decrease, regardless of how segregated funds perform. Even if the market value of your policy drops to \$0, you are guaranteed to continue receiving payments for the rest of your life.

The lifetime income benefit offers:

- **Predictable, guaranteed income for life**
- **Multiple ways to increase your income** (income percentages, income resets and deferral bonuses)
- **The ability to start receiving income** as early as age 50
- **A safe transition** from savings to income
- **A lifetime income amount** based on your age or the age of the youngest spouse if you select joint-life income – you are eligible for higher income payments as you get older

Multiple ways to increase your income

Income percentages

When you add the lifetime income benefit your eligible lifetime income amount is the market value of your policy multiplied by the income percentage that corresponds with your age or the age of the youngest spouse.

Age used to calculate income	Single-life income	Joint-life income
50-54	3.00%	2.50%
55-59	3.40%	2.90%
60-64	3.80%	3.30%
65-69	4.20%	3.70%
70-74	4.60%	4.10%
75 +	5.00%	4.50%

The percentage used to calculate the lifetime income amount increases with age. When a deferral bonus or income reset applies, the lifetime income amount is recalculated, using the income percentage corresponding to the current age, at that time, of the youngest annuitant.

Income resets

Once your lifetime income amount increases, it is guaranteed for life – regardless of future down markets, assuming no excess withdrawals are made.

However, when markets perform well, income resets may also increase your lifetime income amount. Income resets can occur every three years, and are available for the life of the policy.

Three per cent deferral bonus

With the lifetime income benefit, you are eligible to earn a three per cent deferral bonus every year until you make a withdrawal. If you don't need to take an income right away, the deferral bonus can help grow your lifetime income amount, regardless of how markets perform.

Important: Deferral bonuses are not a guaranteed rate of return. They have no cash value and do not increase applicable maturity or death benefit guarantees. They do, however, increase your eligible lifetime income amount.

Is it right for you?

The lifetime income benefit is just one component of a well-diversified retirement income portfolio. It's appropriate for people:

- Getting ready to retire and retirees looking for secure, predictable, guaranteed income
- Ranging in age from 50 to 90
- Who do not already have guaranteed retirement income from government benefits, company pension plans or life annuities

Work with your advisor to develop a savings and income plan that's appropriate for you. He or she can show you how the lifetime income benefit may help you meet your retirement goals.

¹ Excess withdrawals will decrease the annual guaranteed income amount and you will no longer be eligible for any future bonuses. An excess withdrawal is a withdrawal that exceeds the annual guaranteed income amount.