



NATIONAL PENSION COMMISSION

MODES OF WITHDRAWING YOUR PENSION UNDER THE CPS

PROGRAMMED WITHDRAWAL

Pays pension based on lifespan with increased income

Pension is at least 50% of final salary

At death of retiree, the remaining RSA balance with accrued interest shall be transferred to legal beneficiary

A retiree may move to Retiree Life Annuity at anytime

Retirement benefits is in the individual RSA

The profit on investment is credited into the retiree's RSA

Monthly returns are forwarded to PenCom by PFAs

Retiree receives quarterly RSA statement

Pension Fund Administrators manages the investment



RETIREE LIFE ANNUITY

Pays pension till death

Annuity is at least 50% of final salary

Annuity is guaranteed for 10 years. If the retiree dies after the guaranteed period, the residual value resides with the Insurance company that provided the Retiree Life Annuity.

Once on Retiree Life Annuity, retiree cannot move back to Programmed Withdrawal

Retirement benefits is in a pool of annuity fund (belongs to all members on Annuity)

Profit of investment is for the Insurance company because it bears the risk of investment

Monthly returns are forwarded to PenCom through National Insurance Commission by Retiree Life Annuity providers

Retirees do not receive any RSA statement

Insurance Companies manage the investment