

Additional Information

If this Key Features Statement has false or misleading statement about this product, then you can apply for a Notice of Cancellation.

- Notice has to be given within two months of you becoming aware of any false or Mis-leading statement
- The FNPf reserves the right to contest the grounds on which you claim cancellation.
- If the product is cancelled, the FNPf will refund the purchase price within one month of cancellation.

Contact Details

Email

Email us at information@fnpf.com.fj
For complaints, compliments or suggestions you can email complaints@fnpf.com.fj.

Call us

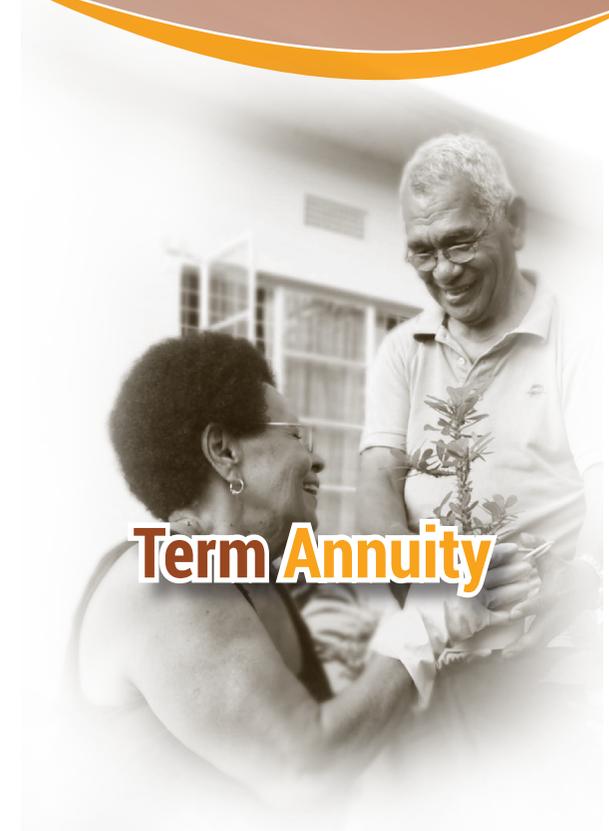
You can call us on (679) 3307811 or 5857 (mobile short code).

Online

Message us on our Facebook, Twitter or LinkedIn pages where our support team will get back to you during working hours. You can livechat with us on our website www.myfnpf.com.fj on weekdays.

Postal

All correspondence must be addressed to the Chief Executive, Private Mail Bag, Suva, Fiji.



FIJI NATIONAL PROVIDENT FUND



FNPF's primary role is to secure your future as a member by ensuring that you have a meaningful retirement income from your hard-earned FNPF savings during your working life.

The Fund assists members to manage their FNPF savings in retirement by offering term annuities and life pensions. This brochure relates to term annuities only; there is another brochure for life pensions. The FNPF Act ensures that the Fund remains sustainable in the long-term through by requiring these products be provided at actuarially-fair rates.

What is a Term Annuity?

This is a regular monthly payment to you (the annuitant), usually after retirement, for a fixed term of either 5, 10 or 15 years. The annuitant is the person that chooses to convert his/her savings to purchase the term annuity. The amount of the monthly payment depends on the principal annuity amount left with the Fund.

The payments of term annuities are provided out of the Retirement Income Fund (RIF), a segregated sub-fund within the Fund, the sole purpose of which is to provide life pensions and term annuities. The purchase price is paid into the RIF and the annuity is paid out of the RIF.

The assets of the RIF are invested and the expected earnings on the assets are taken into account in determining the amount of the monthly payment, so that you (together with your nominee, if the case arises) will receive in total more than your principal annuity amount.

Important Feature

You need to be aware that at the end of the term, be it 5, 10 or 15 years, no further payments will be made to you. If you would prefer to get a pension income for the rest of your life, you should consider a life pension instead.

Guarantee

The payments are guaranteed for the period opted for by the annuitant. For example, the guarantee for the 5 year term annuity is for 5 years, for 10 year term it is for 10 years etc.

Guarantee means that should you die before the end of the fixed term, then the remaining payments for the stated term will continue to the person nominated by you for this purpose (the nominee). You will need to advise the name of your nominee when you fill the FNPF 9NOP form when choosing your options.

Solvency Reserves

A solvency reserve is held within the RIF to ensure that the Fund is able to meet pension payments. The ability of RIF to meet pension payments is monitored by the Reserve Bank of Fiji (RBF).

The RBF sets standards and obtains regular reports on the RIF from FNPF. These reports include an annual Funding & Solvency certificate signed off by the FNPF actuary.

Monthly Annuity Calculation

The monthly annuity is one-twelfth of the amount converted to annuity by the FNPF member multiplied by the term annuity conversion rate.

The formula is:

Monthly annuity = Total Pensionable Amount * term rate /12

Change in Rates

As an investment product, the term annuity rates may change to be consistent with the market movement, but this will apply only for new purchases; no existing term annuities in force at the time of a change will be altered.

Changes will be made under regulations and rates to ensure that, on average, no cross subsidy to or from other sub-funds or business of the FNPF should occur.

Term Annuity Rates

- Term annuity conversion rates differ only on term, not on age.
- Pricing of term annuities depends on market conditions.
- Once purchased, the payment will not change, regardless of subsequent developments.

Please email information@fnpf.com.fj, log on to our website www.myfnpf.com.fj, call 3307 811, 5857 or visit any of our branches and agencies to access our current Term Annuity rates.

Eligibility

You can opt for the Term Annuity product on your retirement, by a sole nominee for a deceased member or if you withdraw fully under medical.

Nominee

Your nominee can apply to have the remaining instalments exchanged for a lump sum at a commutation factor set by FNPF.

If you fail to nominate someone to receive your funds in the event of your death, your funds will be transferred to the High Court who will then decide on its distributions. As such, to ensure that your funds are paid to the person of your choice, you must formally nominate them at the time you exercise your retirement option.

Benefits of Term Annuity

- The annuity is tax-free under current tax rules
- No separate administration fee.

Payment options

All payments will be paid by electronic funds transfer to your bank except for annuitants who live in the outer islands with no access to a bank, who will be paid by pension orders. Payment will be made on the 14th or 28th of the month, between three and five weeks from the date you purchased the product.