

Explanatory Notes on the Insurance Certificate

General information

You will receive an insurance certificate:

- annually in the spring as at 1 January
- on request to clarify personal pension requirements at the specified time

We have added comments on the individual items to aid your understanding of the information on the insurance certificate. References to the Vorsorge RUAG Pension Fund Regulations relate to the regulations currently in force at the time of issuing the insurance certificate.

The sample insurance certificate includes the most common items but not special cases.

For further information:

Monday to Thursday 08.30 - 11.30 / 13.30 - 16.30
Friday 08.30 - 11.30

Tel. +41 (0)31 330 21 11

email info@vorsorgeruag.ch

www.vorsorgeruag.ch

Please keep this leaflet together with your insurance certificate and the Pension Fund Regulations.

The explanatory notes contained herein may not be taken as a basis for the assertion of any legal claims.

1 Personal data

These data are given to us by your employer. Please check these data and inform your employer directly of any corrections which are needed.

2 Basic data

The **reported annual salary** is generally equivalent to the annual salary specified in the employment contract in accordance with the **level of employment**.

The **insured annual salary savings** is equivalent to the reported annual salary minus the coordination sum. It forms the basis for the savings contributions.

The **insured annual salary risk** is equivalent to the reported annual salary minus the coordination sum. It forms the basis for the risk contributions and for the benefits on death or invalidity.

The coordination sum takes account of the fact that part of the income is already insured by the 1st pillar (Old Age and Survivors' Insurance [OASI] / invalidity insurance), thus preventing excess insurance (see Notes on Pension Fund Regulations). In case of part-time employment it is reduced according to the level of employment.

The **existing retirement assets** are specified as of the reporting date. The amount shown indicates the vested benefits which, in case of withdrawal, will be transferred to the new pension scheme.

The **existing credit according to BVG** reflect the minimum statutory level. This figure is for information only. It shows that the Vorsorge RUAG benefits exceed the statutory requirements.

3 Contributed vested benefits / early withdrawal

The last six deposits are listed here, such as contributed vested benefits and additional individual contributions or advance withdrawals for home ownership.

4 Statement of account

The statement of account shows the movements in your retirement assets. The contributions and interest are calculated to the exact reporting date.

5 Financing

The **savings contributions** are expressed as a percentage of the insured annual earnings and are credited to the retirement assets. The contributions are deducted directly from the salary on a monthly basis.

The purpose of the **risk contribution** is to finance the costs of cases of invalidity and death.

6 Purchase options / early withdrawal for home ownership

Additional voluntary contributions will improve your benefits and make you eligible for tax relief.

You have a purchase option twice a year which may be offset against tax. The maximum buy-in amount is stated on your insurance certificate. We will be pleased to calculate the possible amount of additional contributions currently applicable in your case.

6 Early withdrawal for home ownership: you can withdraw or pledge funds from your occupational pension in advance in order to buy residential property for your own occupation. Please visit www.vorsorgeruag.ch to read the information about this on the internet or contact us directly.

7 Projection

The **projected retirement capital** is based on the **existing retirement assets** (cf. item 2) plus the savings contributions still anticipated until the age of 65 as well as with and without 1.5% interest.

8 Basis for retirement benefits

The estimated **old-age pension payments** are arrived at by multiplying the projected retirement capital by the currently applicable **conversion rate**.

9 Invalidity benefits

The **invalidity pension** is equal to the life annuity at the age of 65. In case of invalidity, a **supplementary invalidity pension** will be paid until the age of 65 which, together with the invalidity pension, equates to 60% of the **insured annual salary risk**.

10 Death benefits

The **spouse's pension** at the time of death of a person currently insured amounts to 2/3 of the estimated invalidity pension and the supplementary invalidity pension.

11 Additional information

Further useful information is included here depending on the individual situation in any given case.

12 Remarks

Please note that the **insurance certificate** is for your information only. **It may not be taken as a basis for the assertion of any legal claims.** Your benefits are based solely on the Pension Fund Regulations applicable at the given time.

For further information please visit www.vorsorgeruag.ch

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Mr
Fredy Muster
Musterstrasse 999
9999 Musterdorf

Bern 22, 31.10.2016

Insurance certificate as at 01.07.2017

1 Personal data					
First name and surname	Fredy Muster		Employer	VORSORGE RUAG	
Pers. No.	25552		Company/division	VORSORGE RUAG	
Salary No.			Date of joining pension fund	01.06.2016	
Social Security No.			Date of joining company	01.06.2016	
Marital status	married		Years of service	1.08	
Wedding date	01.01.2005				
Date of birth	01.01.1970				

2 Basic data				CHF
Reported annual salary/level of employment	100.00%			84'600.00
Insured annual salary savings				59'925.00
Insured annual salary risk				59'925.00
Existing retirement assets				215'993.65
Existing credit according to BVG				111'126.30

3 Contributed vested benefits/early withdrawal			
Vested benefits			
01.06.2016			
200'000.00			

4 Statement of account				CHF
Balance		on 01.01.2017		207'397.15
Interest on balance 1.1.		Year 2017		1'555.50
Savings contributions		Year 2017		7'041.00
Contributions/withdrawals (interest incl.)		Year 2017		0.00
Balance		on 01.07.2017		215'993.65

5 Financing		Employee	Employer	CHF
Savings contrib. per annum	11.75%	7'041.00	11.75%	7'041.00
Risk contrib. per annum	1.00%	599.40	1.00%	599.40
Assessment contrib. per annum			0.00%	0.00
Deduction per month		636.70	636.70	1'273.40

Personal data					
First name and surname	Fredy Muster				
Pers. No.	25552	Employer	VORSORGE RUAG		
Salary No.		Company/division	VORSORGE RUAG		
6	Purchase options/early withdr. of pension assets for the purchase of residential property				CHF
	Max. possible amount for home ownership				216'610.65
	Max. possible purchase				127'059.00
7	Projection				CHF
	Projected retirement assets without interest				498'895.75
	Projected retirement assets with 1.5% projected rate of interest				600'221.35
8	Basis for retirement benefits	Retirement assets	Conversion rate	Pension/month	Pension/year
	Age 58	430'100.05	3.67%	1'316.00	15'792.00
	Age 59	453'331.15	3.76%	1'421.00	17'052.00
	Age 60	476'910.75	3.85%	1'531.00	18'372.00
	Age 61	500'844.05	3.95%	1'649.00	19'788.00
	Age 62	525'136.30	4.05%	1'773.00	21'276.00
	Age 63	549'792.95	4.16%	1'906.00	22'872.00
	Age 64	574'819.45	4.27%	2'046.00	24'552.00
	Age 65	600'221.35	4.39%	2'196.00	26'352.00
9	Invalidity benefits			Pension/month	Pension/year
	Invalidity pension (100% of old-age pension)			2'196.00	26'352.00
	Supplementary invalidity pension			801.00	9'612.00
	Children's invalidity pension (1/6 of invalidity benefits)			501.00	6'012.00
10	Death benefits			Pension/month	Pension/year
	Spouse's/life partner's pension (2/3 of invalidity benefits)			1'998.00	23'976.00
	Single orphan's pension (1/6 of invalidity benefits)			501.00	6'012.00
11	Additional information				
	Leaving benefits on marriage				50'000.00
12	Remarks				
	The regulations form the foundation of your occupational pension. Should differences exist between the details given here and the regulations, then the regulations will take precedence.				
	Lots of important information can be found here: www.vorsorgeruag.ch				