

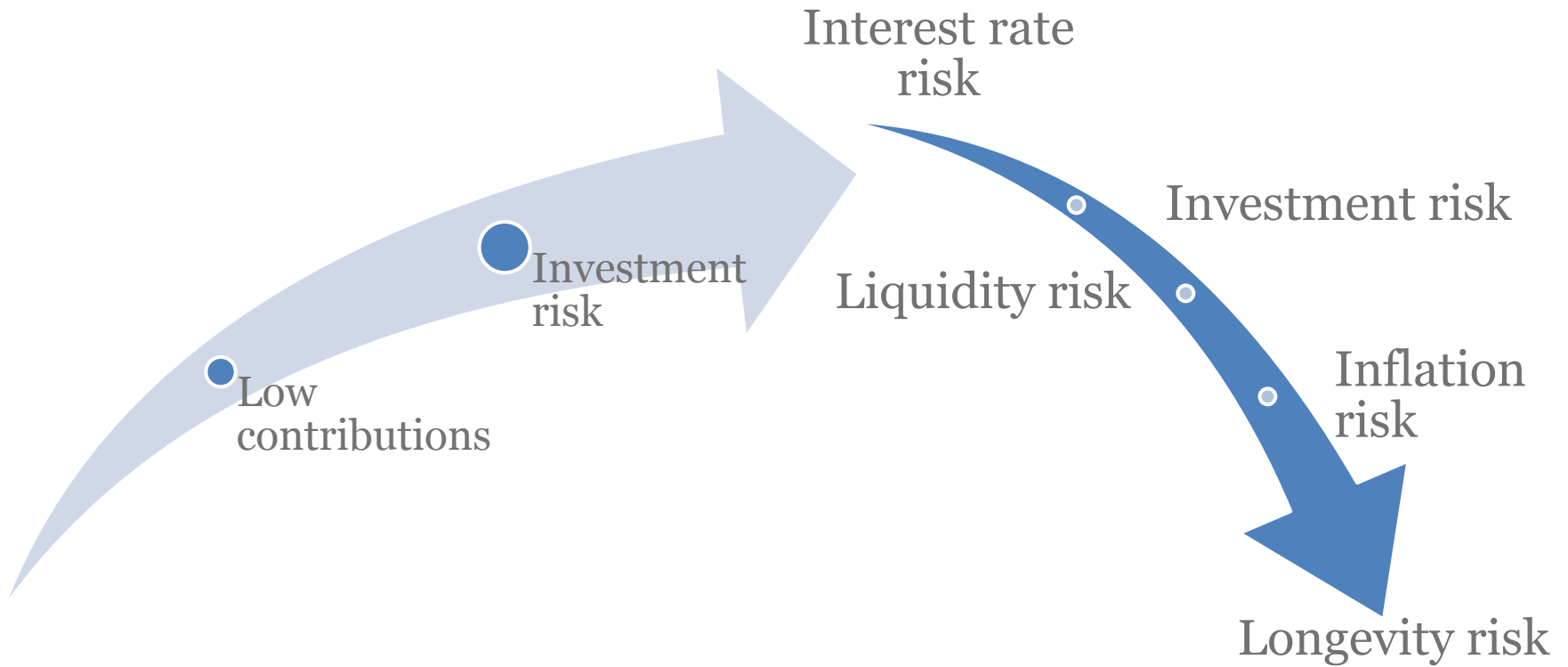


# LONGEVITY RISK PROTECTION FOR PENSIONERS

Seminario Internacional AIOS-BID  
*Innovación para la etapa de desacumulación y el rol  
de tecnologías emergentes*  
*9 de abril 2019, Montevideo*

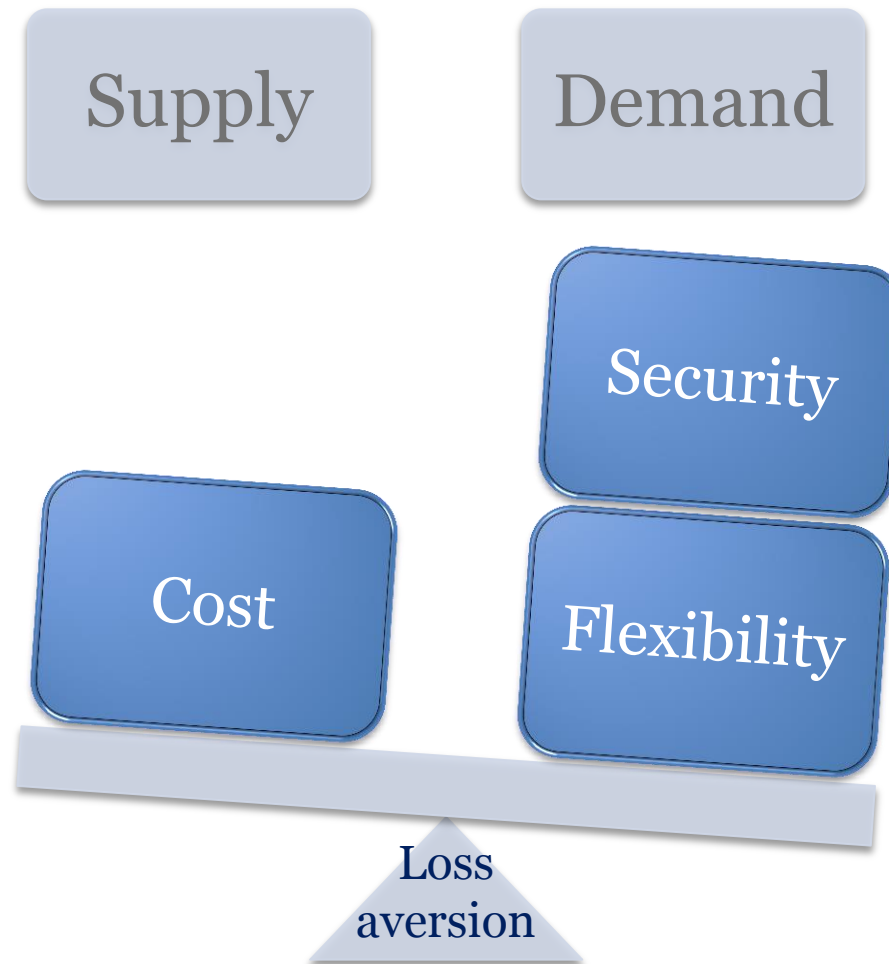


# Risks along the pension savings lifecycle





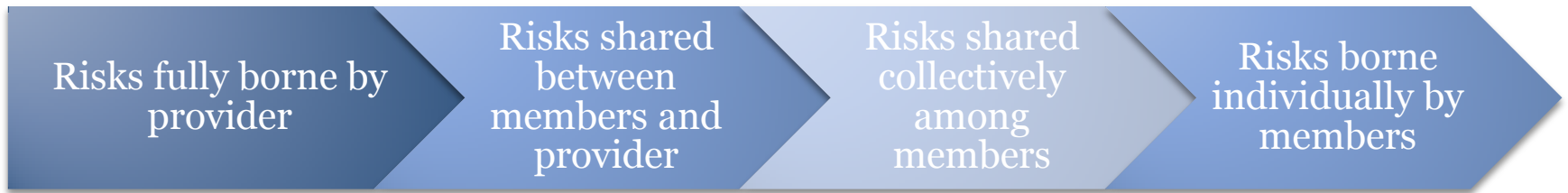
# Longevity protection in retirement





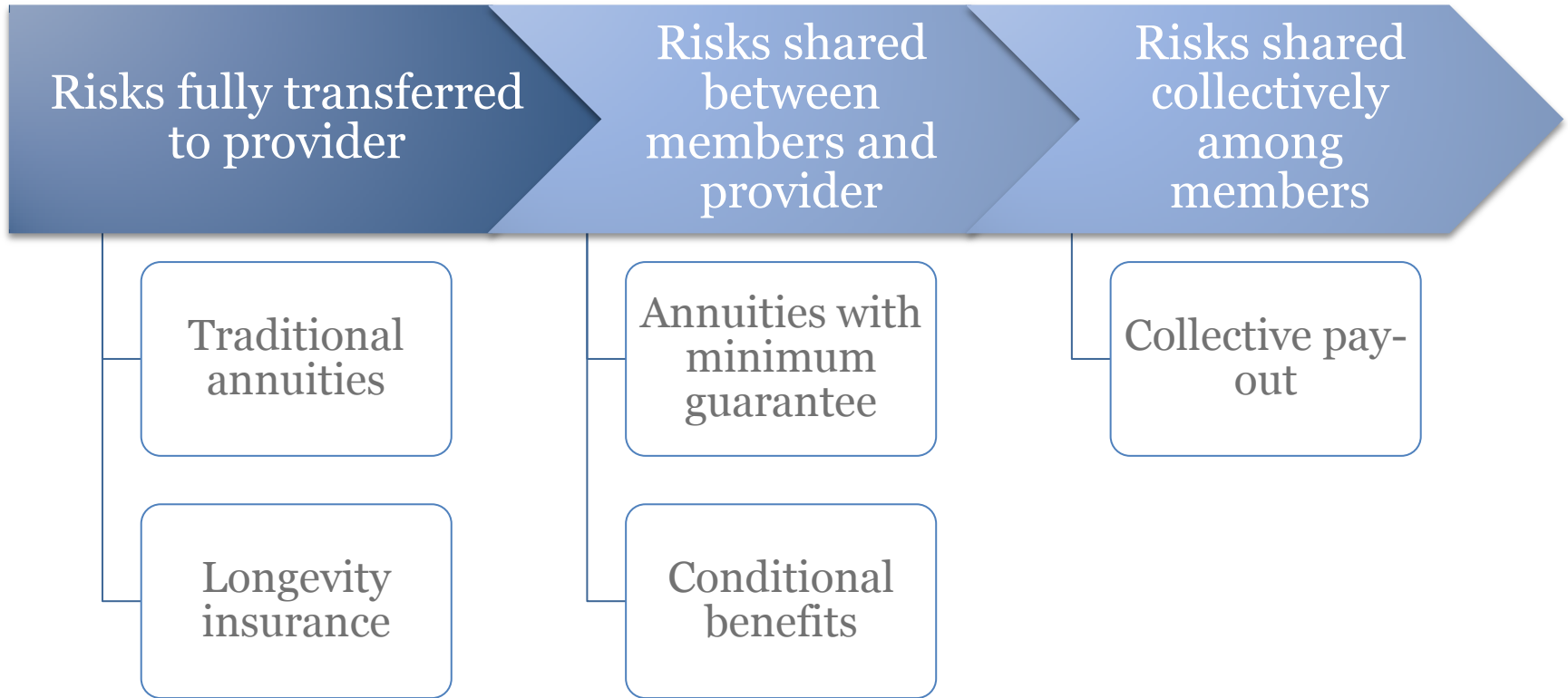
# The shift of risk to the individual

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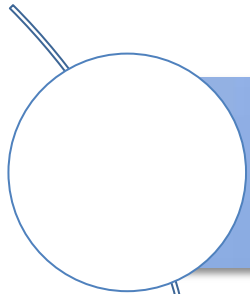
# Balancing cost and security: risk sharing in decumulation



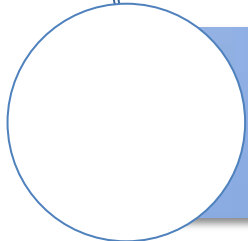


## One step further: Holistic pensions

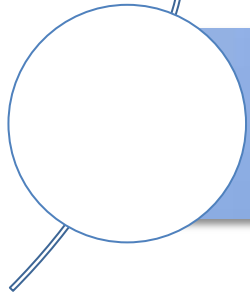
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Each contribution 'buys' a benefit



Seamless transition to payout



Potentially higher and more stable  
income



## Approaches to risk sharing with provider

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### Accumulation

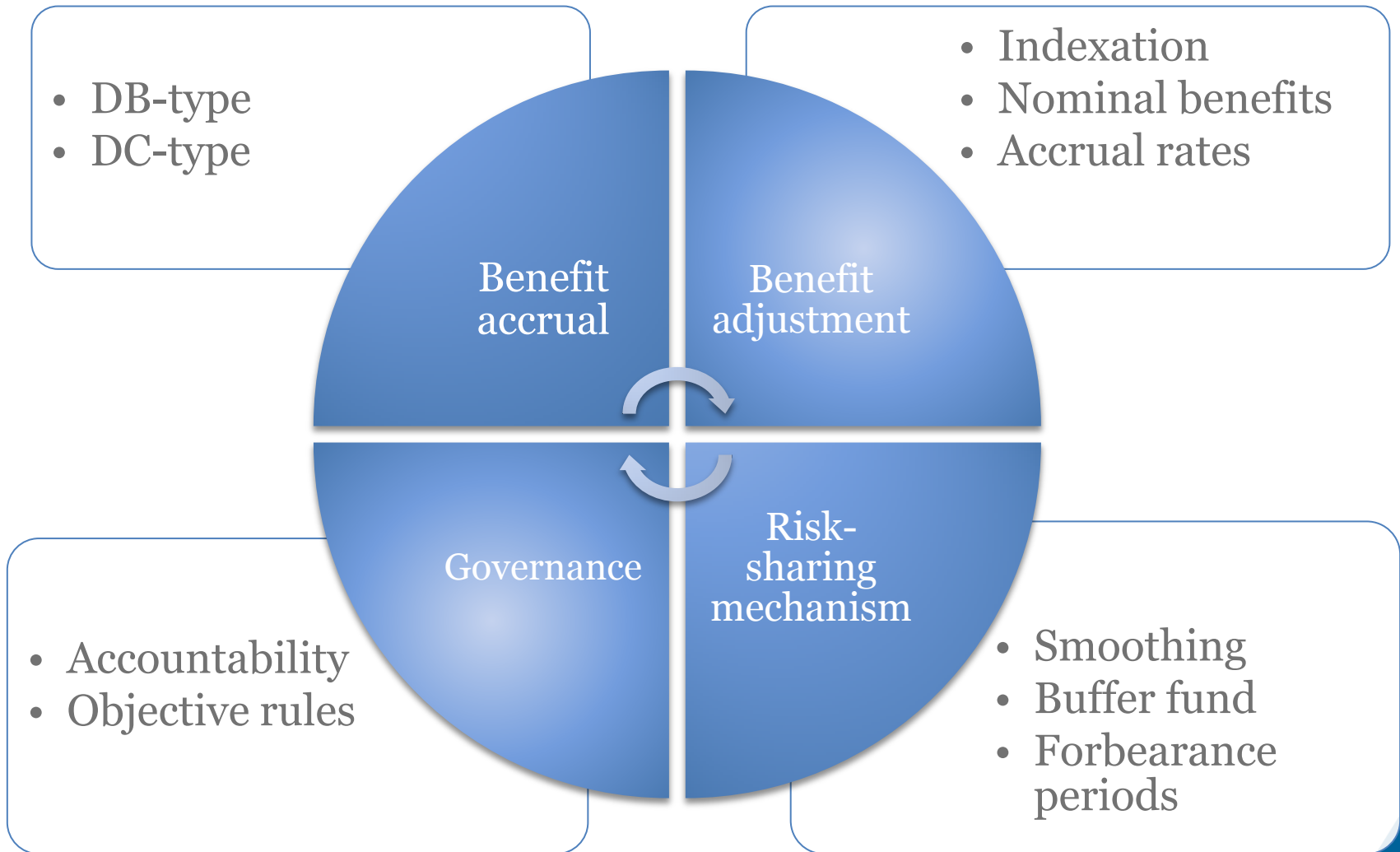
- Investment risk sharing
- Minimum guaranteed return on contributions

### Decumulation

- Minimum guaranteed nominal benefit
- Higher payment depend on investment or longevity experience
- ‘Bonus’ payment or conditional payments



# Design of collective arrangements







...but challenges remain

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Flexibility

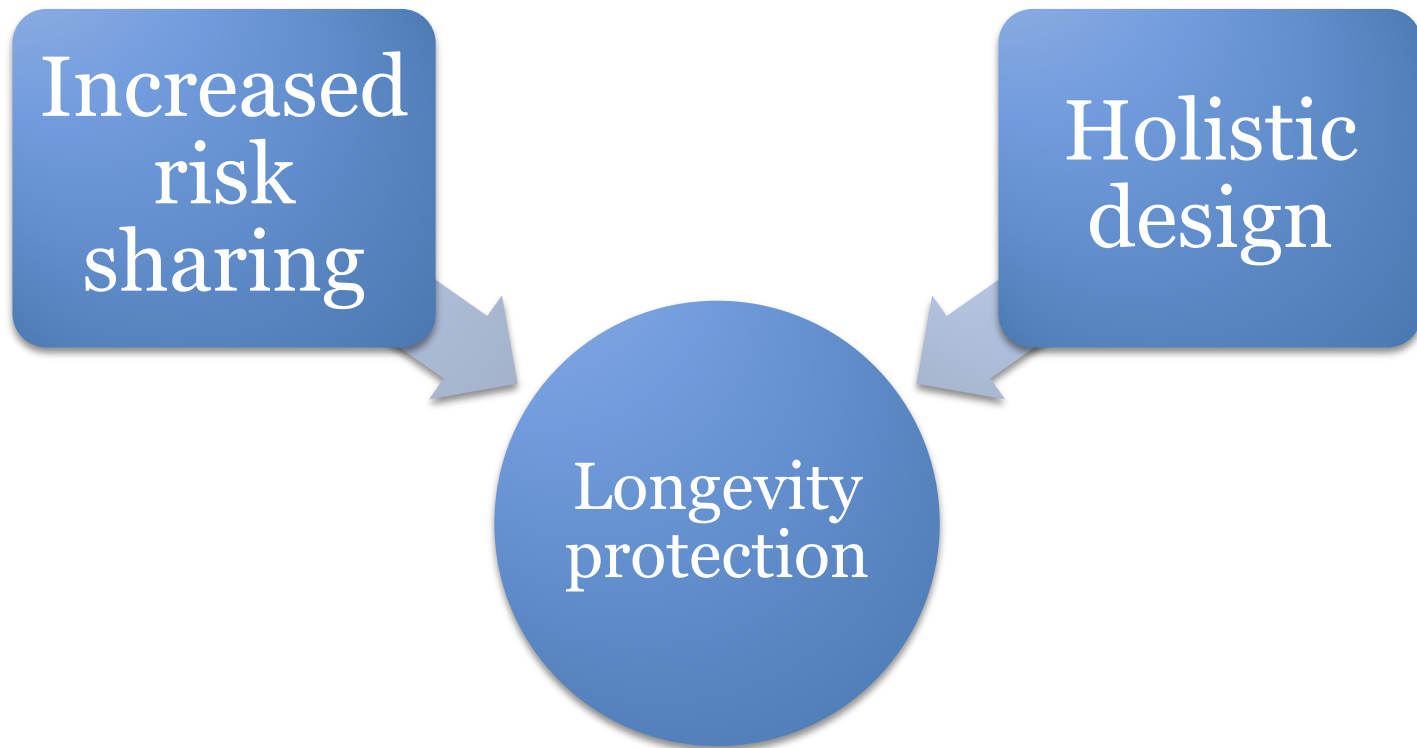
Transparency

Equity



## Key points

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GRACIAS!

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