

# With-Profit Guarantee Funds

**We offer a range of With-Profit Guarantee Funds when you invest through the Select Investment Growth & Income Option product.**

**The guarantees apply at specific anniversary points. Please refer to the sections “What you need to know” and “How does the guarantee work?” for details.**

You can tap into the growth potential of our With-Profit Guarantee Funds with added peace of mind. The guarantee protects your original investment at or within 30 days of the guarantee date.

Please note, the minimum you can invest in the Select Investment Growth & Income Option product is £10,000. It should be viewed as an investment for the medium term (at least 5 years) to long term (over 10 years.)

## What are with-profits investments?

- An Aviva with-profits investment is a low to medium risk investment that has the advantage of pooling your money with that of other investors, so you can benefit from investing in a wider spread of assets. These assets consist mainly of shares, property and fixed interest (gilts and corporate bonds). Our risk rating definitions are available at [aviva.co.uk/retirement/fund-centre/investment-funds/risk-ratings](https://www.aviva.co.uk/retirement/fund-centre/investment-funds/risk-ratings)
- EU regulation requires Insurance Companies to provide a Key Information Document (KID) and Underlying Investment Option Document (UIOD) to help you with your investment fund selection.
- The KID and UIODs for the Select Investment Growth & Income Option are accessible to you via the Fund Centre at [aviva.co.uk/retirement/fund-centre](https://www.aviva.co.uk/retirement/fund-centre)
- Our With-Profit Fund offers the possibility of higher returns than you may get from an average savings account with a bank or building society. However, those accounts are usually easier to access, and any interest earned cannot be lost. Although these With-Profit Guarantee Funds have no fixed term, you should be prepared to invest at least until the date of your guarantee, which will be eight, nine or 10 years from the date you put your money into the fund.
- The main differences between with-profits and other investments is that the value of the fund is smoothed over the long-term. A share of the returns which the With-Profit Fund earns is added to your investment through bonuses. Bonus rates are regularly reviewed and are not guaranteed. They may be reduced or increased at any time to ensure the benefits paid out remain close to the value of the underlying investments.
- Smoothing helps reduce some of the significant ups and downs of investing in the stockmarket. With smoothing we keep back some of the returns the With-Profit Fund earns in good investment years and use them to help pay bonuses in poor investment years. Losses made in poor investment years may also reduce returns in good investment years.
- We may apply a final bonus when you move out of the With-Profit Fund. Future bonus rates may be reduced or increased and are not guaranteed.
- There are times when we may apply a market value reduction which would reduce the value of your investment. This can happen following a large or sustained fall in stock markets or when investment returns are below the level we normally expect. Any market value reduction would only apply if you move out of the With-Profit Fund.
- If a market value reduction is applied it will not affect your money-back guarantee. However, if you move money out of the fund at any other time you can find out if a market value reduction will apply by contacting us on 0800 068 6800. Lines are open Monday to Friday 8.00-20.00, Saturday 8.30-17.00 and Sunday 10:00-16:00.  
Calls to and from Aviva may be monitored and/or recorded.
- You can find more information in our ‘With-Profits Summary’ which can be found at [aviva.co.uk/ppfm](https://www.aviva.co.uk/ppfm). The summary explains the main points about with-profits, our current approach to managing the Aviva Life & Pensions UK Limited Old & New With-Profits Sub-Funds, including bonuses, and the factors that can influence the value of your investment.

## What you need to know

To take advantage of any of our With-Profit Guarantee Funds, you will have to pay a guarantee charge. This charge helps meet the cost of the money-back guarantee, and is taken until your selected “guarantee point”. See the table below for more details.

The guarantee charges are calculated as a percentage of the number of units in the fund each month. The annual guarantee charge is in addition to the basic annual management charge on the Select Investment Growth & Income Option product. If you have a financial adviser, they will be able to explain the charges to you. Alternatively, you can visit [unbiased.co.uk](https://www.unbiased.co.uk) to find an adviser in your area. An adviser may charge a fee for this service.

Fund Name	Guarantee Charge	Guarantee point
Aviva With-Profit (8 year) Guarantee 1 S4	0.70% per annum	8th anniversary
Aviva With-Profit (9 year) Guarantee 1 S4	0.60% per annum	9th anniversary
Aviva With-Profit (10 year) Guarantee 1 S4	0.50% per annum	10th anniversary

## How does the guarantee work?

The money-back guarantee only applies on the anniversary occurring at the guarantee point (please see the table above), or within 30 days before or after this date. For example if you invest in the Aviva With-Profit (8 Year) Guarantee 1 Fund, the money-back guarantee will apply on the eighth anniversary of your investment or within 30 days before or after this date. The guarantee ensures you will get back at least your original investment if you move the whole of your investment out of the With-Profit Guarantee Fund during this period. The guarantee won't apply if there is only a partial movement out of the fund during this period.

The value of the investment can go down as well as up and you may get back less than you invested at any point other than at the guarantee point (or within the 30 days before or after it).

We will write to you to let you know when you are approaching your guarantee point.

- The money-back guarantee is available on the With-Profit Guarantee Funds for new investments made through the Select Investment Growth & Income Option product.
- The basic annual management charges confirmed on your illustration don't reduce your guaranteed amount. However, if you make any withdrawals, switches or choose ongoing adviser charges we'll reduce the guaranteed amount in proportion to the number of units cancelled rather than the cash amount taken.
- We reserve the right to amend or withdraw the terms of the guarantee for new business without notice at any time, but withdrawing the offer won't impact any investments already made.

## Aviva With-Profit Fund credentials

Aviva manages approximately £44 billion of investment in its with-profits sub-funds on behalf of 1.2 million customers. This consists of £28bn invested in the Aviva with-profits sub-funds and £16bn invested in the ex-Friends Life with-profits sub-funds (as at December 2021).

## Find out more

We recommend that you regularly review your fund choice to make sure it continues to meet your expectations. Find out more about the With-Profit Guarantee Funds at [aviva.co.uk/retirement/fund-centre](https://www.aviva.co.uk/retirement/fund-centre)

## Read our with-profits brochure

Make sure you read our 'With-Profits Summary' brochure. It explains in more detail what's involved in investing in the fund, and how we manage it. Further information about the With-Profit Fund is available at [aviva.co.uk/retirement/products/select-investment/funds-to-invest-in/with-profits](https://www.aviva.co.uk/retirement/products/select-investment/funds-to-invest-in/with-profits)

We recommend that you take the time to read through the information on this page.

Please also make sure you read the Key Features for the Select Investment Growth & Income Option product. You can also speak to your financial adviser or visit [unbiased.co.uk](https://www.unbiased.co.uk) to find an adviser in your area. An adviser may charge a fee for this service.

## | Retirement | Investments | Insurance | Health |

Aviva Life & Pensions UK Limited. Registered in England No 3253947. Aviva, Wellington Row, York, YO90 1WR.

Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. Firm Reference Number 185896.

[aviva.co.uk](https://www.aviva.co.uk)

IN22141 02/2022 © Aviva plc

