### Your Retirement Options Personal Pensions & PRSA's



If you decide to take retirement benefits you have the following options:





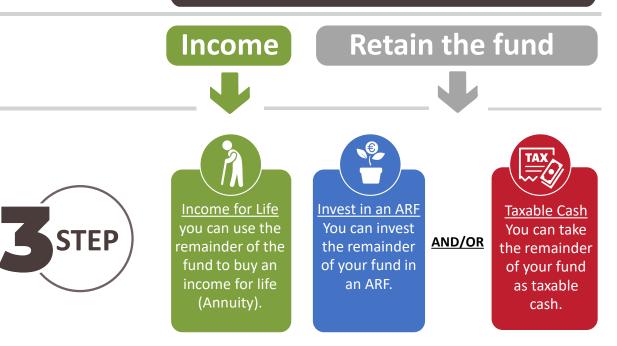


# Your Retirement Fund

Take up **to 25%** as a retirement lump sum\*



Now you need to decide what you would like to do with the remainder of your fund. Do you want to retain the fund or do you want a guaranteed income for life?



\* Maximum Lump Sum 25% with up to €200,000 tax free.

Oakwood Financial Advisors Limited is Regulated by the Central Bank of Ireland.

## Your Retirement Options ARF vs Annuity Options



### Buying a Pension or Investing in an ARF

### Advantages & Disadvantages of Each Option

Buying an Annuity		
Advantages	Disadvantages	
You are buying certainty/security. Peac mind of a regular income for life – as lo as the institution/scheme paying the annuity stays solvent.		
You are guaranteed to be paid a known pension for the rest of your life.	<ul> <li>Lack of flexibility. You cannot change the level of your pension once you take it out.</li> </ul>	
No investment risk. The only risk is the of the life company/provider defaulting	Your pension will stop when you die, unles	
You may build in a guaranteed paymer period, or a dependant's pension, etc.	<ul> <li>and/or a guaranteed payment period.</li> <li>If you choose an equity-linked pension,</li> </ul>	
If you choose an equity-linked pension	, you your income could go down as well as up.	
have the potential to achieve a higher level of income.	<ul> <li>You cannot reverse an annuity once set up</li> </ul>	

Investing in an ARF		
Advantages	Disadvantages	
<ul> <li>You have control over your pension fund and can draw additional amounts as and when required.</li> </ul>	<ul> <li>You are taking on investment risk - which can be reduced and diversified depending on your fund choice.</li> </ul>	
<ul> <li>You can invest in a wide range of assets, with the potential for your pension fund to continue growing (tax free).</li> </ul>	<ul> <li>Your pension fund could run out if returns from investment markets are poor, or if you live longer than expected.</li> </ul>	
<ul> <li>When you die, the balance of your fund passes to your spouse/estate.</li> </ul>	<ul> <li>Ongoing and regular advice required to operate ARF.</li> </ul>	
<ul> <li>Option to defer purchasing an annuity. You can decide at a later stage to use your ARF to purchase an annuity.</li> <li>Full access to your fund at any point</li> </ul>	<ul> <li>An initial poor performance at outset can adversely impact on the long-term sustainability of your fund when the annual income is factored in.</li> </ul>	
(subject to income tax).		