



## ANNEXURE “H” TO THE ASISA POLICY ON STATISTICS

### LIVING ANNUITIES STATISTICS

#### 1 PURPOSES OF STATISTICAL ACTIVITY

- 1.1 The purposes of the living annuities statistical activities set out in this **Annexure “H”** include:
  - 1.1.1 measuring and monitoring drawdown levels on retirement capital;
  - 1.1.2 identifying trends in living annuity drawdowns;
  - 1.1.3 providing a centralised source of living annuity drawdown information for ease of access by the public and industry participants;
  - 1.1.4 educating consumers on living annuities and accepted drawdown rates so that they don't risk diminishing their income;
  - 1.1.5 having industry living annuity statistics available to provide to government or regulatory authorities when required.
- 1.2 By sharing the information contemplated in the statistical activity set out in this **Annexure “H”**, it is also envisioned that economic efficiency, competition and consumer wellbeing in the living annuity market will be enhanced.

#### 2 PARTICIPATING MEMBERS

ASISA members who offer living annuity policies may choose to participate.

#### 3 PROCESS

- 3.1 Participating Members must submit the required data in the required format to ASISA's Third-Party Service Provider on an annual basis by 31 March each year (or such alternative period as specified by ASISA from time to time).
- 3.2 ASISA's Third-Party Service Provider will collect and collate the Individual-Level Data and generate the Collated Statistics.

#### 4 LIVING ANNUITY STATUS (“LAS”) REPORT

- 4.1 The LAS Report consists of the proportional split of clients categorised by age group and drawdown bands as per the table below.

Income band								
Age band	2.5%-5.0%	>5.0% - 7.5%	>7.5% - 10.0%	>10.0% - 12.5%	>12.5% - 15.0%	>15.0% - 17.5%	>17.5% - 20.0%	Total
<55	2%	3%	2%	3%	5%	2%	3%	20%
55-59	2%	3%	2%	3%	5%	2%	3%	20%
60-64	2%	3%	2%	3%	5%	2%	3%	20%
65-69	2%	3%	2%	3%	5%	2%	3%	20%
70-74	-	2%	2%	2%	2%	2%	-	10%
≥75	-	2%	2%	2%	2%	2%	-	10%

#### 4.2 Guidelines for completing the table:

- 4.2.1 Two tables are required, using number of policies and assets as the weights respectively;
- 4.2.2 The percentages in the tables must be expressed relative to the total fund size, i.e. the table as a whole adds up to 100%;
- 4.2.3 The tables are based on the most recent income percentage selected by the client.

#### 4.3 In addition, the LAS Report includes the following information:

- 4.3.1 the size of the member's living annuity book;
- 4.3.2 the number of living annuity policies;
- 4.3.3 the average income drawdown level (client and fund size weighted) across all of the living annuity funds under administration;
- 4.3.4 the percentage of clients not compliant with the guidance on appropriate investments as set out in **Standard 2** of the **Standard on Living Annuities**.

## 5 COLLATED STATISTICS

From the Individual-Level Data submitted, ASISA's Third-Party Service Provider will produce Collated Statistics containing Aggregated Data only.

## 6 SHARING AND PUBLICATION

Collated Statistics will be published on the ASISA website on an annual basis.



## DOCUMENT HISTORY

Date	First publication / amendment
31 July 2023	First publication

## RESPONSIBLE SPA AND COMMITTEES

<b>Responsible Senior Policy Advisor</b>	ASISA Point Person to the Marketing and Distribution Board Committee
<b>Responsible Board Committee</b>	Marketing and Distribution Board Committee
<b>Responsible Standing Committee</b>	Standards and Disclosures Standing Committee