

Income protection in a changing world

Could you and your family survive on **£95.15⁽¹⁾** a week?



Because that's what you could be faced with if you had to give up work and rely on the state. Even then, that's only if you qualify.

Fortunately, there is something you can do.

Ask your Financial Adviser about how you can protect your income with a Scottish Provident income protection plan and get some peace of mind for you and your family.

(1) Source: Department of Work & Pensions website (www.direct.gov.uk) April 2009. £95.15 is the level of State Employment and Support Allowance for a single person in the Support Group category if they have been off work for at least 14 weeks. Lower amounts apply for a single person in the Work Related Activity Group and for the first 13 weeks starting at £64.30 for those aged 25 and over.

Income protection – example quote

Income protection provides cover against not being able to work due to sickness, accident or disability.

Here's an example of the cost of income protection for a male, non-smoker, 40 next birthday. Annual salary is £40,000, the term is for 20 years and the chosen deferred period is for 26 weeks.

Income protection of £1,666 each month, based on £20,000 each year (50% of salary) with a guaranteed premium rate will cost £26.18 each month.

- We would pay £1,666 a month, after 26 weeks, assuming the claimant was not receiving an income from his employer.
- We would continue to pay £1,666 a month until the end of the term, recovery and return to work or death, whichever is earliest.
- The guaranteed premium rate means premiums will stay at £26.18 each month throughout the life of the plan.
- Also included is premium payment benefit. This means that we pay the premiums throughout the period of a successful claim.

Please note, the above example is for illustrative purposes only. Premiums payable and benefits received will depend on individual circumstances. You should refer to the Self Assurance Product Guide for full details. This example is correct as at 25 January 2010.

Additional benefits – at no extra cost

If you are covered for death or earlier critical illness benefit or critical illness benefit of at least £25,000; **AND** you have income protection within the same plan, we'll give you two additional benefits at no extra cost.

- 1. Immediate cash benefit** – lump sum paid out on a valid claim made under death or earlier critical illness benefit or critical illness benefit. This is equal to the weekly equivalent value of your income protection benefit multiplied by the deferred period under your plan (subject to a maximum payment of 26 weeks income protection).
- 2. Children's income benefit** – benefit amount is 25% of the income protection benefit, up to a maximum of £5,000 each year for up to five years.

Talk to your Financial Adviser for more information.

If you stop paying your premiums your plan will stop, you will no longer be covered for your benefits and you will not get anything back. Your plan has no cash-in value either during or at the end of each benefit term. For full details of risk factors, exclusions, limitations and terms and conditions, please see our product literature.