



PENSION INSURANCE
CORPORATION

PENSION INSURANCE CORPORATION REINSURES £400 MILLION OF LONGEVITY RISK

London, 17 December 2012 – Pension Insurance Corporation (PIC), a specialist provider of insurance solutions for defined benefit pension funds, has reinsured a further tranche of longevity risk with Munich Re, the global reinsurer. This is in respect of liabilities amounting to £400m and takes the amount of longevity risk that PIC has reinsured during 2012 to £1 billion.

Over the last four years PIC has successfully reinsured the longevity risk in respect of around £4 billion of pension insurance business, covering the risks formerly associated with 17 different defined benefit pension schemes.

The reinsurance transaction caps a successful year for PIC, during which it completed its 50th pension insurance transaction and almost £1.5 billion of new business.

Rob Sewell, Chief Financial Officer at Pension Insurance Corporation, said:

“This type of reinsurance transaction typifies our careful approach to the stewardship of the risks we take on through buy-ins and buyouts. Efficient management of risk capital has been a cornerstone of our long-term strategy and helps to ensure PIC remains a safe haven for our policyholders’ promised benefits.”

- ends -

For further information please contact:

Pension Insurance Corporation Jeremy Apfel +44 20 7105 2140
apfel@pensioncorporation.com

MHP Andy Fleming +44 20 3128 8523
andrew.fleming@mhpc.com

About Pension Insurance Corporation

Pension Insurance Corporation (“PIC”) provides tailored pension insurance buyouts and buy-ins to the trustees and sponsors of UK defined benefit pension funds. A market leader, PIC brings safety and security to scheme members' benefits through innovative, bespoke insurance solutions, which include deferred premiums and the use of company assets as part payment. PIC concluded the first UK public sector backed pension insurance buyout and is the only insurer to have secured accruing benefits of active pension fund members. PIC has £6bn in assets and has insured more than 60,000 pension fund members. Clients include FTSE 100 companies, multinationals and the public sector. PIC is authorised and regulated by the FSA. For further information please visit www.pensioncorporation.com