



PENSION INSURANCE
CORPORATION

PENSION INSURANCE CORPORATION INSURES PHILIPS PENSION FUND IN LARGEST FULL BUYOUT

London, 5 November 2015 – Pension Insurance Corporation (“PIC”), a specialist insurer of defined benefit pension funds, has concluded a circa £2.4 billion pension insurance buyout with the Trustees of the Philips UK Pension Fund ("the Fund"). The transaction covers the pension benefits of around 26,000 UK pension scheme members. A key feature of the transaction is simultaneous reinsurance of the longevity risk by PIC with Hannover Re, including an unprecedented level of non-retired members.

Philips is a diversified health and well-being company, focused on improving people’s lives through meaningful innovation in the areas of Healthcare, Consumer Lifestyle and Lighting. Headquartered in the Netherlands, Philips employs approximately 106,000 employees with sales and services in more than 100 countries.

David Jordan, Chairman of Trustees, said: “This has been a complex transaction given the size and history of the Fund. I want to thank Philips for their support and PIC for their hard work and flexibility in securing these pension liabilities for the long-term.”

Jay Shah, Head of Origination at PIC, said: “Increasingly, we are seeing multi-national organisations successfully settling their pension obligations through pension insurance arrangements such as this. It is becoming part and parcel of modern commercial thinking. We are delighted to have worked with Philips on this ground-breaking arrangement.

“This has been a very successful year so far for PIC with £3.5 billion of new business written to date, taking our assets under management to more than £16 billion”.

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Notes to Editors:

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About Pension Insurance Corporation

Pension Insurance Corporation plc ("PIC") provides tailored pension insurance buyouts and buy-ins to the trustees and sponsors of UK defined benefit pension funds. 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 has more than £16bn in assets and has insured almost 130,000 pension fund members. Clients include FTSE 100 companies, multinationals and the public sector. PIC is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and Prudential Regulation Authority (FRN 454345). For further information please visit www.pensioncorporation.com