



Secure your retirement with Challenger Liquid Lifetime

Giving you the confidence to spend in retirement with
guaranteed regular lifetime income

Challenger Lifetime Annuity (Liquid Lifetime)
Flexible Income (Immediate payments)

challenger 

Get guaranteed income payments for as long as you live, helping to give you peace of mind in retirement

Imagine a future where you won't have to worry about a portion of your retirement income running out. With Challenger Lifetime Annuity, you can turn some of your super or savings into a reliable monthly income for life. It's about peace of mind and financial security, helping to ensure you can enjoy your golden years.

What's a lifetime annuity?

A lifetime annuity is a financial product that pays you regular income for life in return for a lump sum investment.

Retirement is a major life change, and as you adjust to your new lifestyle, you might need to think differently about your finances. Moving from earning an income to drawing on your retirement savings and investments can be a big shift mentally. This can bring up financial concerns you've never had to think about before, such as outliving your savings or the risks of high inflation. That's where a lifetime annuity can help.

Including a guaranteed regular income stream in your retirement portfolio can assist you with receiving regular income helping you with peace of mind to enjoy your retirement. With a Challenger lifetime annuity as part of your retirement plan you can build a more resilient investment portfolio because the payments from your annuity are guaranteed to be payable for your lifetime (and your spouse's life if you choose).

Key features

- **Monthly income for life**
- **Flexible payment options:** Fixed, inflation-indexed, Reserve Bank of Australia (RBA) cash rate-linked,
- **Guaranteed death benefit:** Up to 100% of the investment amount for the first half of the withdrawal period
- **No product fees**
- **Minimum investment of \$10,000**
- **APRA, an independent statutory authority helps regulate our statutory fund for secure investments**

Benefits of lifetime annuities

A Challenger Lifetime Annuity can help give you confidence to spend in retirement because the payments from your annuity are guaranteed to be payable for your lifetime. Here's a few reasons to consider it:



Income for life

With Challenger Liquid Lifetime, you're guaranteed a secure stream of income no matter how long you live.



Flexibility

Choose from various payment options that best suit your financial needs and risk tolerance. Whether you prefer fixed payments or ones linked to inflation, RBA cash rate, the choice is yours.



Tax free payments

If you're using Super monies to invest and you're 60 or over, the income you receive from your annuity is tax free. If you invest with non- superannuation retirement savings, only part of your income may be taxable.



Guaranteed death benefit

Provide financial security for your loved ones with a guaranteed death benefit that ensures your beneficiaries are supported. A guaranteed death benefit is payable for a period based on your life expectancy up to a maximum of 27 years. This means that your beneficiaries will receive a lump sum payment should you not live as long as expected.



Lifetime income for your spouse

If you decide to include your spouse at the time of investment, your spouse will receive the regular income for their lifetime if they outlive you.



Potential boost to Age Pension

Investing in a lifetime income stream may help boost your Age Pension - thanks to Government means testing rules.



Security

Challenger is monitored by APRA, helping to ensure Challenger can meet its payment promises. You can receive the peace of mind that comes with knowing your financial future is secure.



No fees

There are **no fees** or **charges** payable to us.

About the Immediate payments option

The Liquid Lifetime (Immediate payments) option gives you an additional layer of protection in retirement and can act as a safety net giving you guaranteed income for life, regardless of how long you live or how share markets perform.

Here's what you can receive

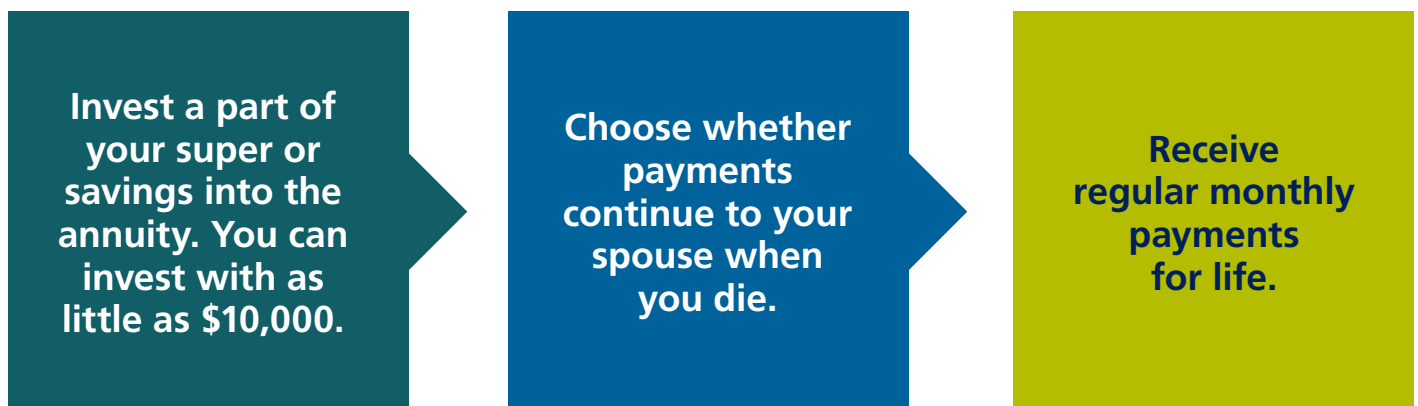
- Monthly payments for the rest of your life (and your spouse's life if you choose).
- If you choose the CPI indexation option, payments will keep pace with inflation. Alternatively, you can have payments fixed (so that they never change) or linked to changes in the RBA cash rate (so that they move up and down whenever the cash rate changes).¹
- Guaranteed regular payments regardless of how share markets perform.
- Up to 100% of your investment repaid to your nominated beneficiaries or estate if you die early.²
- A withdrawal value with reducing access to capital over a period based on your life expectancy – just in case your circumstances change and you don't need lifelong income anymore.²

Potential to get a boost to your Age Pension

Access an immediate Age Pension boost if you're an asset tested part pensioner, because only 60% of the amount invested into a Challenger lifetime annuity counts towards the Centrelink/DVA assets test.

For more information, speak to your financial adviser or visit challenger.com.au/agepension.

How it works



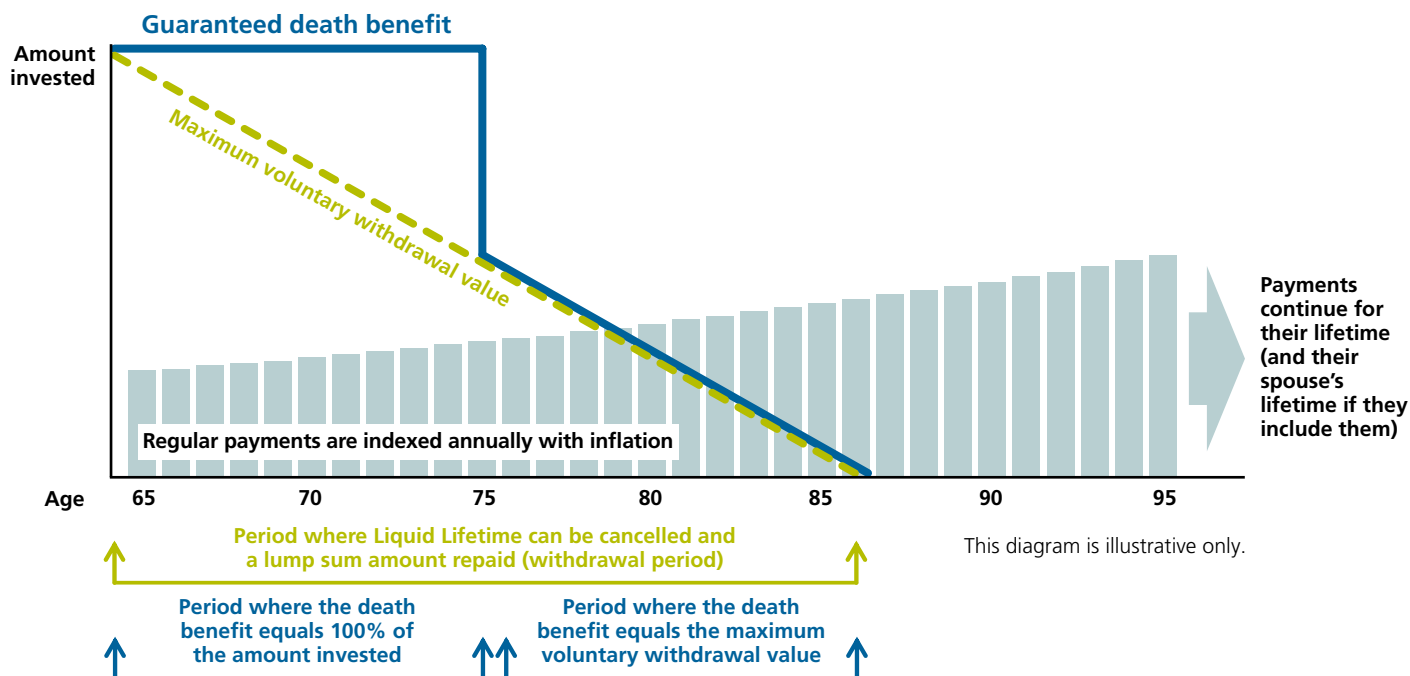
¹ You can ask us to only partially index your payments annually with movements in the CPI (called 'partial CPI'), to have your payments linked to changes in the Reserve Bank of Australia (RBA) cash rate (called 'RBA cash linked') or to have fixed payments (called 'no indexation') in return for starting payments that are generally higher than the CPI option.

² Please refer to '[How it works](#)'. You can ask to remove this feature in return for higher starting payments, called the Enhanced income option.

What if your circumstances change?

While you should only invest in Liquid Lifetime if you plan to keep it for life, there's the flexibility to cancel the investment at any time during your life expectancy (rounded down to a whole year) so you have access to a lump sum if you ever need it. The maximum withdrawal value starts at 100% of the amount invested and reduces to nil³.

Liquid Lifetime (Immediate payments) CPI-linked illustration, based on a 65-year-old female



Death benefit

A guaranteed death benefit is payable for the duration of your life expectancy, up to a maximum of 27 years. The death benefit equals 100% of the amount invested for the first half of the death benefit period (rounded down to a whole year) and we don't reduce the death benefit for any income that has already been paid to you.

Risks of investing

All investments have risks. Here are key risks that you should take into account when deciding whether a Challenger lifetime annuity is right for you:

- **Withdrawal risk** – This is the risk that if you change your mind and voluntarily withdraw during the withdrawal period or die, you may receive back less money than you invested.
- **Inflation risk** – If you choose the Flexible Income (Immediate payments) CPI linked option, you can choose to have payments that are adjusted each year in line with movements in the CPI. If the change in CPI is positive, your regular payments will increase, and if the change in CPI is negative, your payments will be reduced.
- **RBA cash rate risk** – If you choose the Flexible Income (Immediate payments) RBA cash linked payment option, your regular monthly payment is made up of a fixed-dollar amount plus a variable RBA cash linked amount. If the RBA cash rate reduces, the variable linked amount reduces and so your regular payment will reduce (similarly if it increases, your regular payment will increase).
- **Regulatory risk** – Government policies and laws may change in the future, which may impact your personal circumstances.
- **Counterparty risk** – This is the risk that we become unable to meet our commitments to you. However, we are subject to detailed legislative and regulatory requirements designed to ensure that this does not occur. APRA actively monitors the statutory fund's investments, to help ensure that we can meet the promises that we have made to you.

³ The actual withdrawal value we pay you is impacted by movements in interest rates and an allowance for the cost to us of breaking the investment, and cannot exceed the maximum.

About Challenger

Challenger Life is Australia's largest provider of annuities. We've been providing thousands of Australians with guaranteed regular income for over 25 years. We're focused on providing customers with financial security for retirement. We do this by providing certainty of guaranteed regular income that ensures retirees have more confidence to spend in retirement. The guaranteed, regular retirement incomes we pay are backed by a high-quality investment portfolio. These investments generate reliable investment income, which we use to fund retirement incomes paid to our customers.

Challenger Life

- Largest annuity provider for over 25 years
- Manage \$24 billion in assets (as at 30 June 2024)

In December 2023, Challenger won:

- Plan For Life's 'Best Overall Longevity Cover' award for a fifth consecutive year, which recognised Australian life companies and fund managers that have products designed to assist retirees in meeting the challenges of longevity
- Plan For Life's 'Best Longevity Product' award for its Liquid Lifetime annuity product suite
- Money Magazine's 'Longevity Product of Year' award in their 2023 Consumer Finance Awards
- Money Magazine's 'Best of the Best 2024' award for 'Innovation – Leadership in Retirement Strategies' that recognised Challenger's innovative approaches to helping build resilient retirement income portfolios

Find out more

Contact your financial adviser or visit challenger.com.au. You can contact our friendly Client Services team on 13 35 66 Monday to Friday, from 8am to 6pm AEDT.

As with all investments, Liquid Lifetime carries some risks. The key risks and how they are managed are described in the Product Disclosure Statement (PDS). You should read the PDS (including the information about risks) and the Target Market Determination (TMD) to consider the suitability of the product for your circumstances before a decision to invest is made.

A copy of the PDS and TMD is available at challenger.com.au or by contacting us on **13 35 66**.

The information contained in this publication is current as at August 2024 unless otherwise specified and is provided by Challenger Life Company Limited ABN 44 072 486 938 AFSL 234670 (Challenger Life, we, us), the issuer of Challenger Guaranteed Annuity (Liquid Lifetime) also known as Challenger Lifetime Annuity (Liquid Lifetime). The information in this publication has been prepared without taking into account any person's objectives, financial situation or needs. Because of that, each person should, before acting on any such information, consider its appropriateness, having regard to their objectives, financial situation and needs. Each person should obtain the Challenger Guaranteed Annuity (Liquid Lifetime) TMD and PDS and consider the information in the TMD and PDS before making any decision about the product. A copy of the TMD and PDS can be obtained from your financial adviser, our Client Services team on 13 35 66, or at challenger.com.au. We and our employees do not receive any specific remuneration for any advice provided to you. However, financial advisers may receive fees if they provide advice to you or arrange for you to invest with us. Some or all of Challenger group companies and their directors may benefit from fees and other benefits received by another group company. The references to guaranteed payments in this publication refer to the payments Challenger Life promises to pay under the policy document.