

Please read: important information about **with-profits**

Changing how we manage the LG With-Profits Fund

We want to improve the way we manage the LG With-Profits Fund, so it's simpler and more efficient. We also want to make sure it continues to be managed in a way that's fair to invested policyholders - like you.

What's changed?

Normally, any profits from the fund are shared between policyholders - who get bonuses, and ReAssure's shareholders.

On 31 December 2025 we made a one-off payment to the shareholders – meaning all future profits from that date will go to policyholders only.

What you need to do



You don't need to do anything because of this change, but we recommend you review your annual statement to make sure your policy is still meeting your needs. You can also contact us if you need more information about your policy.

What this change means for you

You, and other policyholders, will share all the fund's profits from now. This change has been reflected in your current bonus. We expect it will also result in better bonuses in the future, compared to keeping things as they were.

There are no other changes, so everything else about your policy will continue as before.

Similarly, the fund remains in a strong financial position and your future payouts are still protected in the same way.

Making sure this change is fair to you

This change was reviewed by an independent actuary, who does not work for ReAssure or any other related company. She concluded that it was fair to policyholders.

It was also shared with our regulators, the Financial Conduct Authority and the Prudential Regulation Authority, who had no objection to us proceeding.

Changes to our Principles and Practices of Financial Management (PPFM)

The PPFM is a document which explains how we manage the LG With-Profits Fund. You can find it at reassure.co.uk/funds

Because we made this change, we also needed to make some changes to our practices, which we've reflected in an updated version of the PPFM:

- Assumptions underlying asset share (sections 3.23 to 3.26),
- Final bonus rates and market value reductions (section 5.9),
- Exposure to business risks (section 8.4),
- Management of the estate (section 10.6 and 10.8); and
- Equity between the shareholders and policyholders (section 12.3 and 12.4).

We also made a further, unrelated change to the PPFM:

- Updated information in the Investment strategy principles (section 7.4).