



Agreement on membership of B Division, Personal Pension savings

Applicant

Name of rightholder (fund member)

Id. No.

Tel.

E-mail

Employer

Employer Id. No.

Employer E-mail

Custodian

LV, Hús verslunarinnar, 103 Reykjavík. Reg. No. 430269-4459, Pension fund no. 861.

Account for deposit of contributions: 0515-26-001007

Employee's contribution

Rightholder's request to pay monthly contributions to B division – Personal pension savings:

4% 2% _____ % (Other percentage)

Investment option

One investment option must be selected. If no option is selected contributions will be invested as provided for in the Ævilína age-referenced route.

- | | |
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| Ævileið i – Long-term option: | The objective is to have the portfolio deliver a good long-term return with effective diversification of assets. Intended for investing a portfolio for longer than 7 years. |
| Ævileið ii – Cautious option: | The objective is to have the portfolio deliver a steady long-term return with limited risk. Intended for investing a portfolio for longer than 5 years. |
| Ævileið iii – Withdrawal option: | The objective is to preserve the accumulated assets while delivering a positive real return. |
| Ævilína – Automatic age-referenced transfer between investment options: | Transfer contributions and balance from Ævileið 1 to Ævileið 2 at age 55 years and from Ævileið 2 to Ævileið 3 upon withdrawal. |

Information

Further details on the investment strategies of the investment options: Assets are invested in accordance with the investment strategy followed at any given time. The investment strategy is revised as a rule once each year. The current investment strategy is accessible to members, for instance, on the fund's website. The pension fund may make changes to the investment options, merge them, transfer assets to a new investment option or change the age references for transfer between investment options, provided fund members are informed of such with sufficient notice, e.g. with a letter to their domicile or message on their personal pages of the member's website area (or similar venue which serves the same purpose).

Basis of the agreement: This agreement is concluded on the basis of Art. 9 of Act No. 129/1997, Reg. No. 698/1998 and the fund's Articles of Association and investment strategy.



Commencement of payments, termination and withdrawal: Payment of contributions pursuant to this agreement shall begin no later than two months after its signing. The agreement may be terminated with two months' notice.

The rightholder can begin withdrawing the balance or conclude a special disbursement agreement two years after his/her first payment, but never before the conditions below, as provided for in the custodian's Articles of Association, have been satisfied.

Rules on pension payments from B division (personal pension savings)

1. Pension payments from B division can begin once the fund member has reached 60 years of age.

A fund member can, when drawing his/her pension, choose to have the assets in B division paid by either of or a mixture of both of the following repayment arrangements.

A. Upon reaching pension age: When a fund member has reached age 60 he/she can withdraw the savings from a personal pension account in a lump sum or spread this over whatever period is desired.

B. As an annuity: The balance on the personal pension account will be paid as an annuity with lifelong monthly payments. If a fund member selects this repayment option his/her personal right to the balance is cancelled, and any remaining balance will then not be inherited by his/her heirs. The fund's Board of Directors will decide at the beginning of each calendar year what terms shall apply to annuities for that year.

2. Due to disability: If a rightholder becomes disabled and the fund's medical officer assesses the loss of work capacity suffered as 100%, the member is entitled to withdraw his/her B division balance in equal annual instalments over a period of seven years. If the percentage of disability is below 100% the annual payments will decrease in proportion to the decrease in disability and the withdrawal period is correspondingly lengthened. At the rightholder's request, derogations can be made from the above withdrawal period if the balance on the account is less than ISK 500,000. This reference amount will change each year to reflect changes in the CPI from the base index of 173.5.

3. Upon death of member: Upon the death of a fund member with a positive balance in his/her personal B division account, this balance will be paid to the member's heirs in accordance with the rules of the Inheritance Act on legal heirs. If a rightholder is not survived by a spouse or child the balance will accrue to his/her estate, in which case the restriction in the second sentence of the second paragraph of Art. 8 of Act No. 129/1997, as subsequently amended, will not apply.

This agreement is concluded as a single document. The custodian will send the rightholder and employer a copy of the agreement.

Undersigned

Location

Date

Member's signature

Signature on behalf of LV

[Information on the Fund's use of the applicant's personal data is available here.](#)



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