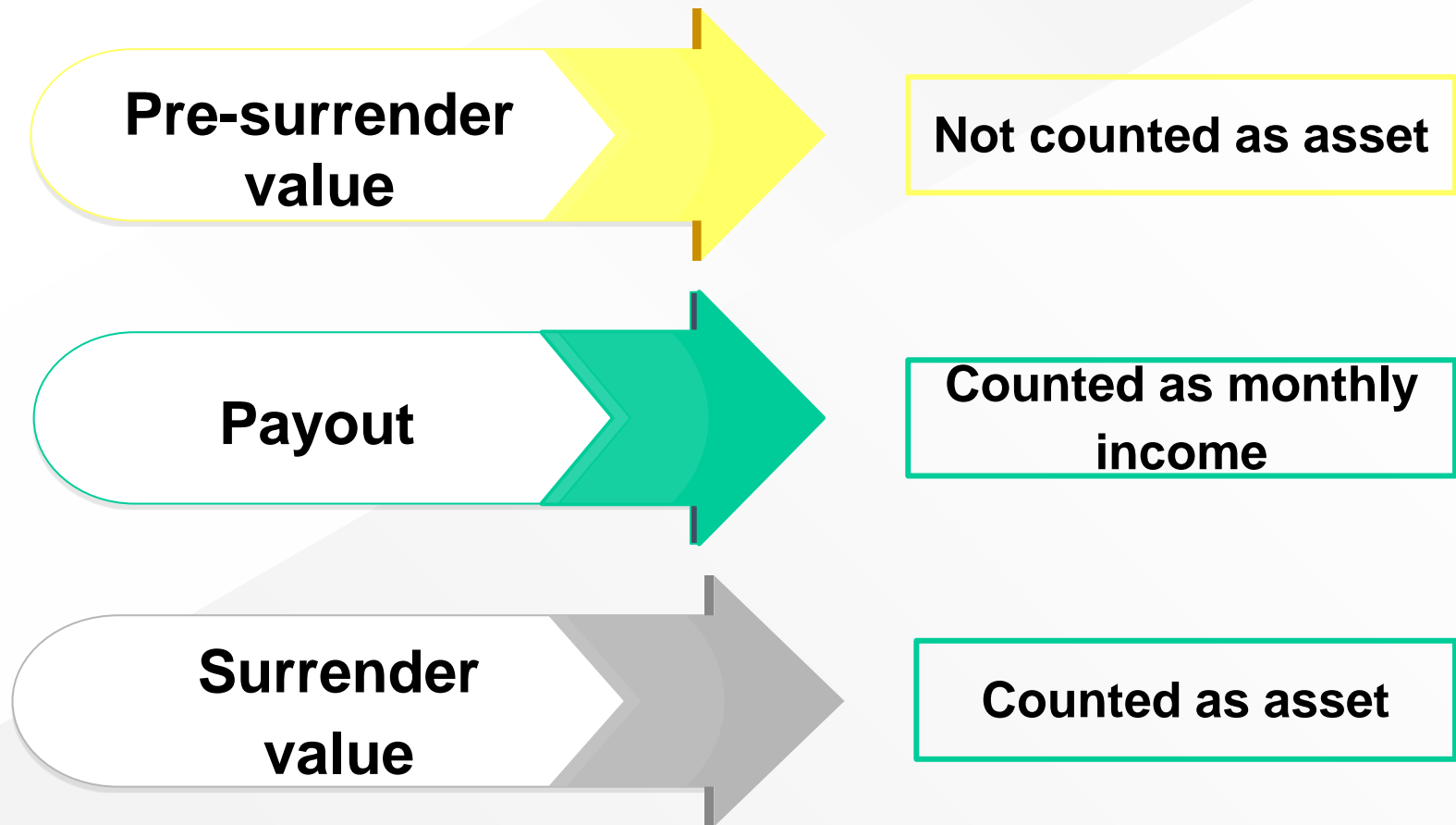



Effective from 1 August 2018

Treatment of Annuity Scheme under Guangdong (GD) Scheme*



* Only applicable to applicants aged 65 to 69 of GD Scheme.



Whether to subscribe for any annuity scheme is a matter of personal decision of elderly persons.

An example for illustration

**A singleton
male elder
aged 65**

**Asset:
\$600,000**

**Income:
pension \$2,500**

An example for illustration

Not subscribe for any annuity scheme

Subscribed for an annuity scheme with pre-surrender value of \$300,000

Subscribed for an annuity scheme with pre-surrender value of \$500,000

Asset: \$600,000	Exceeding asset limit for GD Scheme (\$334,000)
Income: pension \$2,500	Meeting monthly income limit for GD Scheme (\$7,820)

Not eligible for GD Scheme

Remaining asset: \$300,000 (pre-surrender value of \$300,000 is not counted as asset)	Meeting asset limit for GD Scheme (\$334,000)
Income: monthly payout at about \$1,740* + pension \$2,500 = \$4,240	Meeting monthly income limit for GD Scheme (\$7,820)

Eligible for GD Scheme

Remaining asset: \$100,000 (pre-surrender value of \$500,000 is not counted as asset)	Meeting asset limit for GD Scheme (\$334,000)
Income: monthly payout at about \$2,900* + pension \$2,500 = \$5,400	Meeting monthly income limit for GD Scheme (\$7,820)

Eligible for GD Scheme

* Note: The return rate is made reference to the amounts estimated under the HKMC Annuity Plan of the Hong Kong Mortgage Corporation Annuity Limited.