



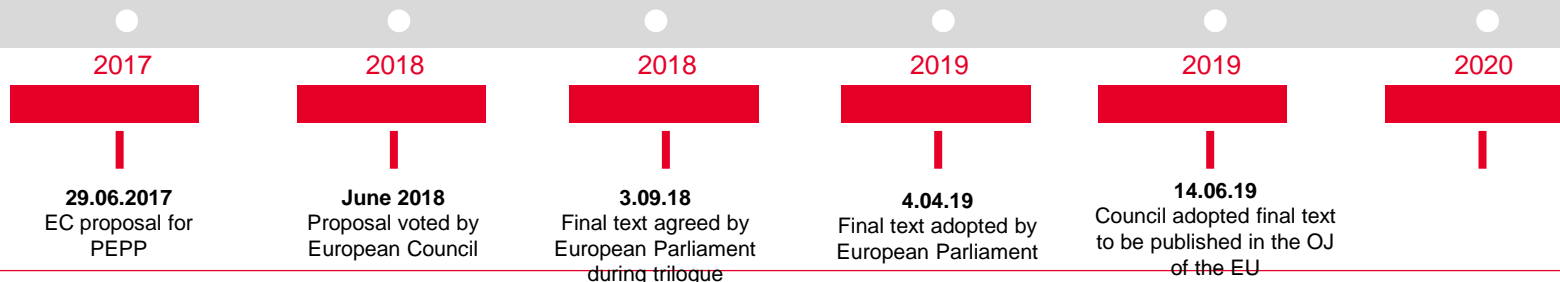
PEPP

FOCUS

Version 04 – Updated in May 2019

BUILDING TEAM SPIRIT TOGETHER

REGULATORY INITIATIVE	FOCAL POINTS
<p>Proposal launched on June 29<sup>th</sup> 2017 by the European Commission.  <b>Only 67 million (27%) individuals aged 25-59 years in the EU have a voluntary pension plan. (Source EIOPA).</b>  <b>Solution to the pension problem for EU Member States.</b></p>	<p><b>Benefits of the PEPP:</b>  <b>Portable between member States:</b> savers will be able to continue contributing to their PEPP when moving to another Member State.            Easy use of private pension option as an additional employee benefit <b>for employers.</b>            Additional flexible form of retirement savings for <b>ordinary citizens.</b></p>
<p><b><u>PEPP in short:</u></b></p> <ul style="list-style-type: none"> <li>✓Dedicated to retail investors</li> <li>✓Highly standardized               <ul style="list-style-type: none"> <li>✓Simple</li> <li>✓Transparent</li> <li>✓Safe</li> </ul> </li> <li>✓Strong consumer protection</li> <li>✓Efficient governance</li> </ul>	<p><b><u>For investors:</u></b></p> <ul style="list-style-type: none"> <li>✓Empower people to save for retirement and could keep it invested.</li> <li>✓To purchase an annuity.</li> <li>✓To start taking distributions from the accumulated balance.</li> <li>✓Ability to invest in the PEPP through a variety of distribution channels.</li> </ul>



**Product proposal from the EC**

Updated on 17 June 2019

**STATEMENT**

- ❑ To close the pension gap faced by most European citizens and improve the retirement income of those citizens.
- ❑ PEPP needs to cross borders and fit with each member state's pension system and mindset of retirement savings.
- ❑ Commission Recommendation on the tax treatment of personal pension products.
- ❑ The Funds industry can help making PEPP a success creating the PEPP brand like the UCITS brand

**FOR YOUR  
CONSIDERATION**

- ❑ 19<sup>th</sup> June 2018 the EU Council has reached an agreement on PEPP.
- ❑ 3<sup>rd</sup> September 2018 the European Parliament voted the final text of the regulation.
- ❑ 4<sup>th</sup> April 2019 the European Parliament adopted the text as agreed between Council, Parliament and Commission (trilogue agreement) on the EU Regulation on the PEPP.
- ❑ 14<sup>th</sup> June 2019 the Council adopted the final PEPP regulation that should be published shortly in the OJ of the EU in order to come into force 20 days after its publication. A period of 2 years has been estimated between the entry into force and when providers will start proposing the PEPP.

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If you want to know more , click on

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