

Key Information Document

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

Product

Product name: Prudence Inheritance Bond - Whole of Life policy

Manufacturer: Prudential Assurance Company Limited

Contact: You can speak to your adviser or you can contact us at the address shown at pru.co.uk or you can call us on 0345 640 3000

Competent authority: Prudential is regulated in the UK by the Financial Conduct Authority

Revision date: 08/04/2024

Caution: You are about to purchase a product that is not simple and may be difficult to understand.

What is this product?

Type

This product is a non-qualifying, single premium, whole of life and endowment, tax mitigation investment.

Objectives

This product is a Discounted Gift Plan that combines two policies: A Whole of Life policy and an Endowment policy. Each policy purchase units in its main fund: the Prudence Inheritance Capital Fund for the Whole of Life policy, which holds your investment to be gifted to your beneficiaries in an efficient way for Inheritance Tax, or the Prudence Inheritance Income Fund for the Endowment policy, which collects and gives you flexible access to any natural income generated by your investment. A distribution payment, every three months, can provide income or be diverted into your choice of up to three Prudential investment funds, such as: equity, fixed interest, property and multi-asset. This product option is shown in the Prudence Inheritance Bond - Redirected Income Key Information Document.

Intended Retail Investors

This product is intended for investors with a lump sum to invest for the purposes of inheritance tax planning. It also allows the flexibility to take or re-invest any proportion of the distributed income payments, generated by the gifted sum held in the Prudence Inheritance Bond Capital Fund, without eroding the gifted sum itself.

Insurance Benefits

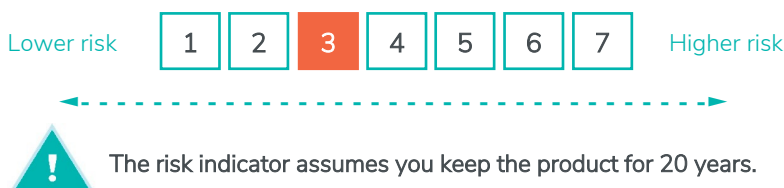
A death benefit will be paid to the executors on the death of the relevant life (or lives) assured to the value of: any units held in the Prudence Inheritance Bond Capital Fund, linked to the Whole of Life policy, and the Prudence Inheritance Bond Income Fund, linked to the Endowment policy and including the value of any subsequent investments bought through redirection of income and an additional £100.

This product does not have a maturity date.

The Endowment policy for this product terminates on the death of the life or lives assured. It matures on the policy anniversary following the assured life's, or younger of the assured life's in a joint life case, 105th birthday paying the equivalent value of any units held in the Capital Fund (without the Capital units being disinvested) and the value of the Income Fund units and any units held in redirected funds. It is worth noting that the Whole of Life policy does not mature and remains invested until death.

What are the risks and what could I get in return?

Risk Indicator



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the capacity to pay you.

If the total charges taken from this product exceed any growth achieved then it will fall in value, possibly to less than you have invested. Investment returns may be lower than anticipated.

This product does not include any protection from future market performance so you could lose some or all of your investment.

If Prudential Assurance Company Limited is not able to pay you what is owed, you could lose your entire investment.

However, you may benefit from a consumer protection scheme (see the section ‘What happens if Prudential Assurance Company Limited is unable to pay you’). The indicator shown above does not consider this protection.

Investment performance information

The fund invests in a broad range of assets mainly through collective investment schemes. Returns will depend on the value of the underlying assets within these schemes.

The fund's benchmark is a blend of indices representing the underlying asset classes. Performance relative to this benchmark will depend on the value of the underlying assets within the collective investment schemes and the percentage of assets held compared to those in the benchmark and underlying indices.

What could affect my return positively?

If the value of the assets held in the fund goes up this can positively impact your fund's return.

What could affect my return negatively?

If the value of the assets held in the fund goes down this can negatively impact your fund's return.

If you take your money out under very difficult market conditions you will lock-in any loss in value that has occurred because of the market stress. Depending on how long you have been invested and prior fund performance, you may get back less than you originally invested.

What happens if Prudential Assurance Company Limited is unable to pay out?

If Prudential Assurance Company Limited (PACL) is unable to meet its financial obligations for this product - deemed to be a long-term insurance product - you may be eligible to receive compensation under the Financial Services Compensation Scheme (FSCS) for 100% of the claim with no upper limit for the claim amount. Where FSCS protection does not apply, and it doesn't in all places, there are other factors that may provide protection. We've put more information on this in your fund guide and key features document. Or visit pru.co.uk/fscs. Losses, which may result from poor investment performance, are not covered by the FSCS.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in the future.

Costs over Time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment £10,000	If you cash in after:		
	1 year	10 years	20 years (RHP)
Total costs (£)	84.88	732.08	1,252.76
Impact on return (RIY) per year (%)	0.85%	0.85%	0.85%

Composition of Costs

- The table below shows:
- the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
 - the meaning of the different cost categories.

This table shows the impact on return per year (%)			
One-off costs	Entry costs	0.00%	The impact of the costs you pay when entering your investment.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio transaction costs	0.10%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	0.75%	The impact of the costs that are taken each year for managing your investments.
Incidental costs	Performance fees	0.00%	The impact of the performance fee. Please see the Investment Option Document of your selected investment to determine if this applies.
	Carried interests	0.00%	The impact of carried interests. Please see the Investment Option Document of your selected investment to determine if this applies.

The actual costs charged may differ from those illustrated above. Additional costs may be payable if product options are chosen throughout the lifetime of your investment.

How long should I hold it and can I take money out early?

Recommended holding period: 20 years

You have 30 days from the date you first receive your plan documents to cancel it. If you cancel your plan within 30 days you will not get all of your money back if the value of your investment in any of the funds has gone down.

The product has been designed to provide an efficient inheritance tax planning solution for you to gift a lump sum to your chosen beneficiaries when you die. It also allows you flexible access to an income for the rest of your life that won't eat into the originally invested gift. As there is no option to cash in your plan, this recommended holding period would provide the most tax efficient outcome for you during your lifetime and for your beneficiaries when you die.

This product cannot be surrendered or cashed-in.

How can I complain?

If you have a complaint about any aspect of the product or the way that Prudential has treated you please contact us, or ask your financial adviser to do so, with full details of what has happened and send it to Prudential, Complaints Resolution, Lancing, BN15 8GB or telephone 0345 640 3000

If your complaint is regarding the advice that you have received please contact your financial adviser and ask them for details of their complaints procedure.

In the event the complaint isn't resolved to your satisfaction, you can contact the Ombudsman, for free and without affecting your legal rights, by writing to The Financial Ombudsman Service, Exchange Tower, London, E14 9SR, by calling 0800 0 234 567 or using the website financial-ombudsman.org.uk

Other relevant information

The performance information shown in this Key Information Document are based on historical data, which in itself may not be a reliable indicator of future performance and these should not be the sole basis on which you base your investment decision.

Further information about this product can be found in the Key Features Document available at pru.co.uk/pro-docs/PIB or can be obtained from your financial adviser or by contacting Prudential.

To check for the current version of this document go to pru.co.uk/priip-docs/PIB-CAP