

Guaranteeing DC pensions

Capital protection guarantees from the perspective of Slovak republic

OECD/IOPS GLOBAL FORUM ON PRIVATE PENSIONS

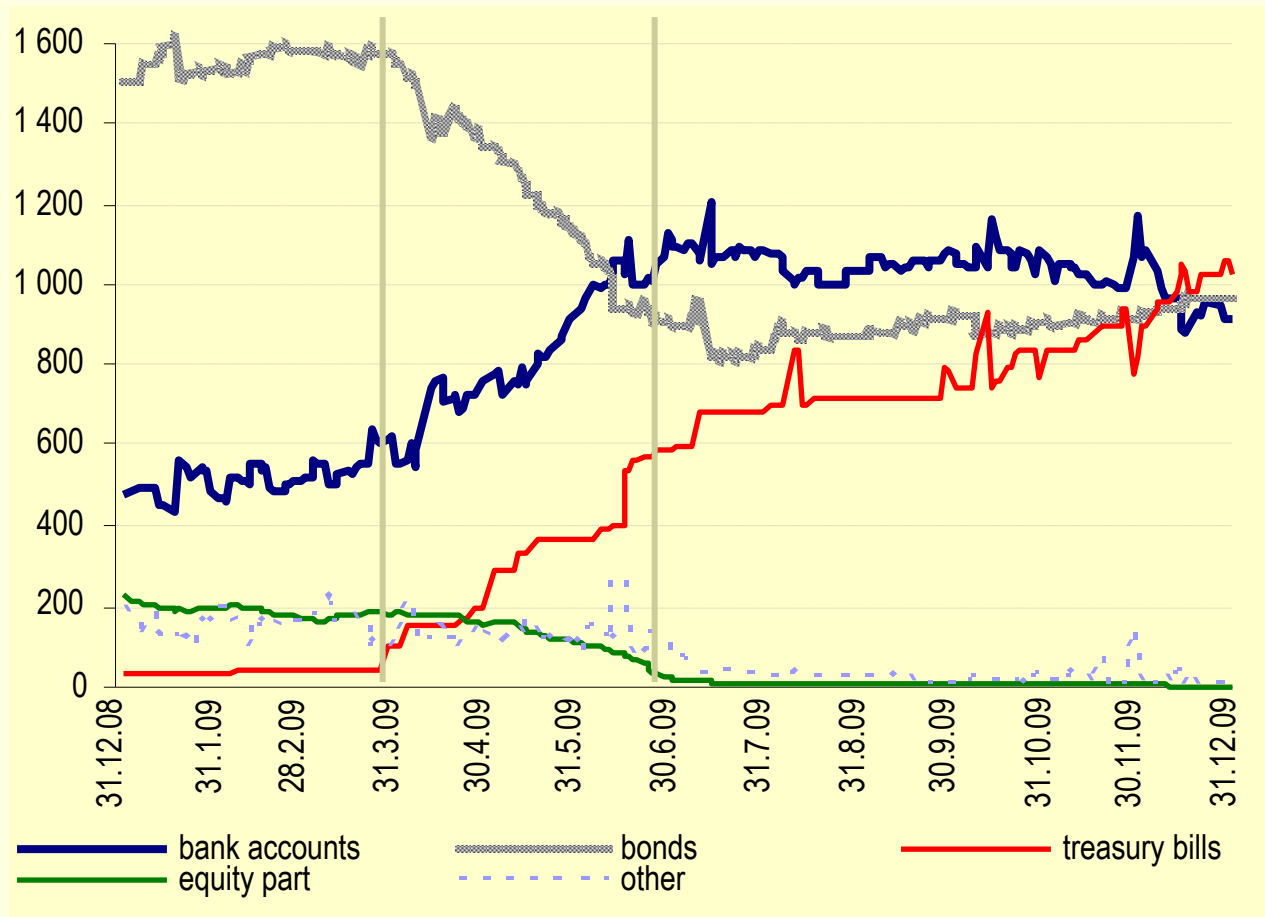
November 2010

Guaranteeing DC pensions

- mandatory DC scheme
- accumulation phase
- new regulation approved in March 2009
- type of protection: **minimum return guarantee**
 - minimum performance for conservative funds (0%)
 - benchmarking in growth and balanced funds
 - performance fees
 - „top ups“ in case of underperformance
 - monitored period: 6 months

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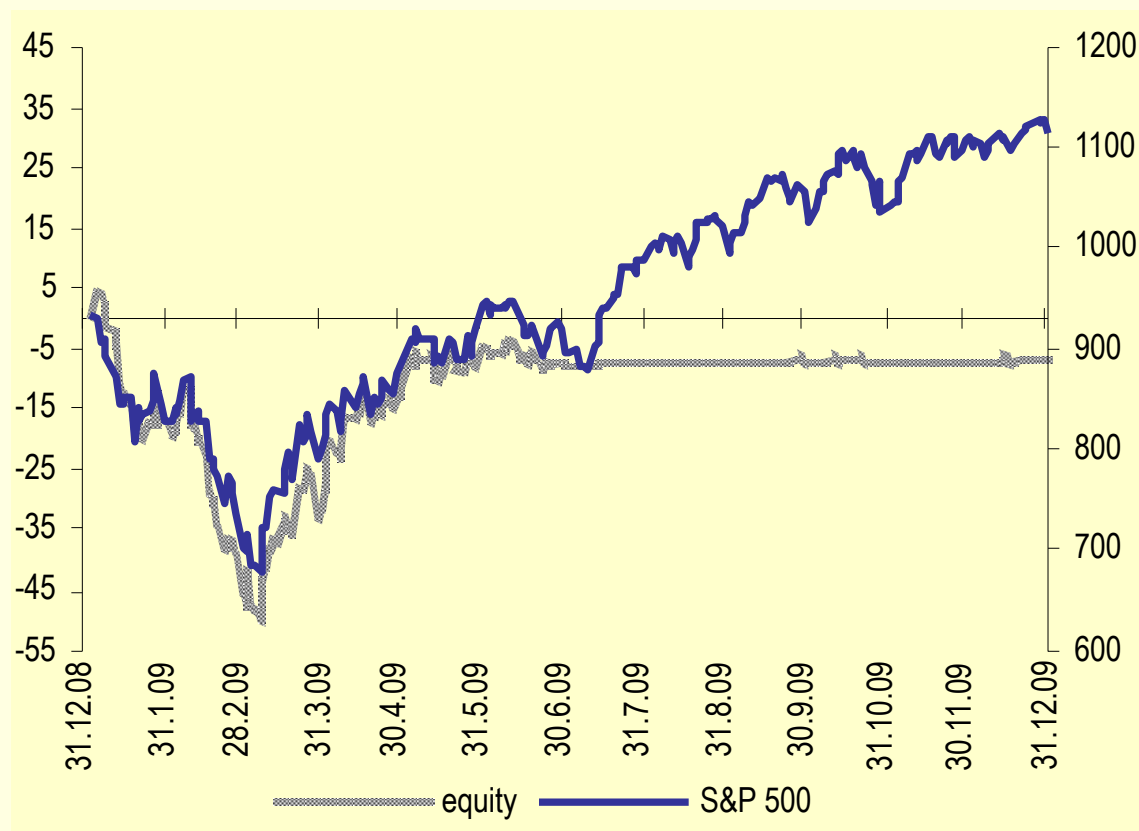
Major components of pension funds assets (millions of €)



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■ what are the costs and advantages?

Gains and losses on the equity positions of pension funds compared with S&P 500



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