

The PruFund Range of Funds

Guarantee Options

What's available?

Our PruFund Protected Cautious Fund offers a guarantee that protects the value of your investment on the plan anniversary at the end of 10 years (also known as the Guarantee Date). It is available on our PruFund Investment Plan Mk 3.

The amount guaranteed is the amount initially invested. This will be reduced proportionately for any withdrawals; this includes Ongoing Adviser Charges (although it is possible to have these payments taken from other funds if applicable).

Why a guarantee?

This means that if you have a specific objective in mind, such as helping to fund university fees or paying a property deposit, you can protect your investment at a future point in time.

What's it cost?

While the guarantee is in place; there is an additional charge to cover the guarantee. The cost for a 10 year guarantee on PruFund Protected Cautious is 0.15%* a year; it is applied monthly. When the guarantee ends so does the charge. The charge is fixed and will not change for the period the guarantee is in place.

* Charge applies to new business placed with effect from 11 December 2023.

How does it work?

If at the end of 10 years, the value of your fund is worth less than the guaranteed amount, units are added automatically to make up the shortfall in value. After any necessary adjustments your investment will be switched into the PruFund Cautious Fund and both the guarantee and charge will no longer apply. The value of your investment can go down as well as up so you might not get back the amount you put in.

When can I select it?

The guarantee is only available at the start of your plan. The guarantee terms we offer and their charges may change over time. However, once a guarantee has been purchased, its charge will not change during the guarantee term.

Can I cancel?

It's possible to cancel the guarantee before the end of the 10 year term. This will stop the guarantee and any applicable charge. There are no penalties for cancelling a guarantee, but if you leave the fund before the end of the guarantee term you may get back less than was guaranteed, or you invested. It's not possible to re-start a guarantee so we would suggest you speak to your financial adviser before cancelling the guarantee.