

Factsheet Portugal

Unit-linked life insurance on payment of single premium

General remarks

Duration	<ul style="list-style-type: none">_ There is no minimum or maximum duration. The duration can be freely chosen (whole of life is possible)
Investment	<ul style="list-style-type: none">_ Existing portfolio or account can be used as a premium, while all bankable assets can be placed in the policy account; direct investor influence possible
Additional contributions	<ul style="list-style-type: none">_ Possible at any time
Biometric risk	<ul style="list-style-type: none">_ None required
Remarks	<ul style="list-style-type: none">_ Free choice of asset manager and depositary bank_ Transfer of portfolio is possible_ Insurance benefit not part of the estate_ Wealth planning during your lifetime and estate planning_ Unlimited choice of beneficiaries in terms of rank and share, revocable at any time_ Asset protection in the case of irrevocable beneficiary selection or where the contract is drafted accordingly (and where contract law so stipulates)

Tax treatment

Insurance tax	<ul style="list-style-type: none">_ 0.048 % of the gross premium (initial and additional premiums)
Taxes during period of insurance	<ul style="list-style-type: none">_ No income tax_ No wealth tax
Survival (capital life insurance)	<ul style="list-style-type: none">_ Income arising from life insurance products (corresponding to the positive difference between benefits received and premiums paid/amounts invested is subject to a special tax rate of 28%. The Policyholder may choose to treat the withholding tax as a final tax or to tax the income at the general progressive PIT tax rates applicable._ Provided that at least 35 % of the insurance premiums are paid during the first half of the contract's life time, the taxable income is reduced by:<ul style="list-style-type: none">- 1/5th if the contract has been in force for more than 5 years, meaning an effective tax rate of 22.4%, or- 3/5th if the contract has been in force for more than 8 years, meaning an effective tax rate of 11.2%

	Tax treatment
Survival – lump sum option (annuity insurance)	_ Annuity insurance not offered
Survival – pension coverage (annuity insurance)	_ Annuity insurance not offered
Surrender	_ See survival (capital life insurance)
Partial surrender	_ See survival (capital life insurance)
Income taxes on death	_ None
Inheritance taxes on death	_ No inheritance tax
Gift tax	_ No gift tax

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