



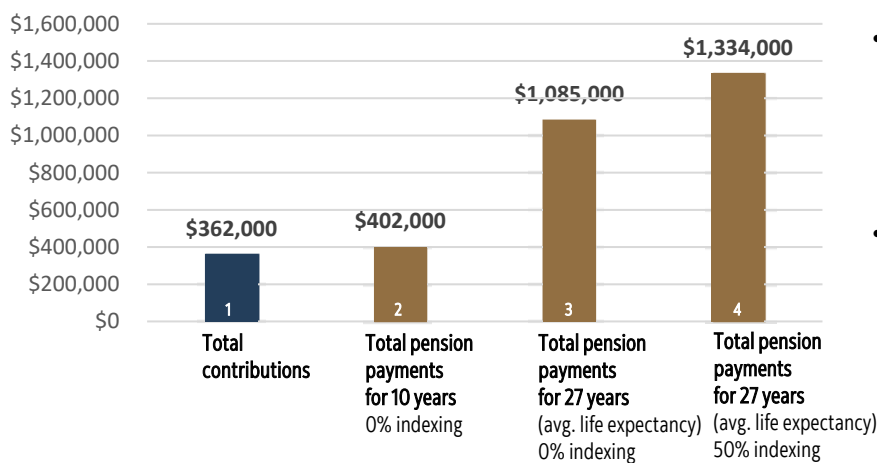
Meet Dr. Isaac. He is age 55 and used the Medicus [pension benefit estimator](#) to see what his expected pension would be if he joins Medicus now and maximizes his benefits for the next 10 years by making the maximum contribution allowed each year (approx. \$31,600 for 2023, increasing by 3% per year until retirement).

Starting at age 65, he can expect an annual pension of approx. \$40,000, payable in equal monthly installments every month for the rest of his life, for as long as he lives – and guaranteed for at least 10 years.

He's working with his trusted advisor and looking to better understand the financial benefits of the plan, and how it can become one part of his overall retirement income.

Total contributions and pension payments

Isaac knows that Medicus will pay him a pension for as long as he lives; however, the chart below helps him to *compare* the total contributions his corporation will make over the next 10 years (**Bar 1**) to the benefits he can expect to receive from the plan after he retires at age 65 (**Bars 2-4**).

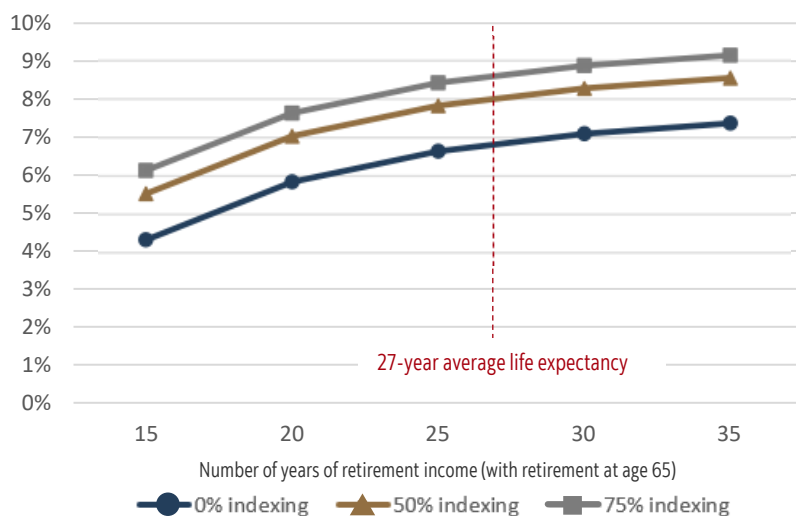


Considerations

- **Bar 2:** Medicus offers a 10-year payment guarantee, which means peace of mind that you, or your beneficiary(ies), will get back what you put in, or more – even if you die within the first 10 years of retirement.
- **Bar 3:** While no one knows how long they'll live, physicians who are age 65 today have an average life expectancy of 92 years.* So, after 27 years, total payments of approx. \$1.09 million will have been paid.
- **Bar 4:** Medicus may be able to provide inflationary increases, depending on the financial health of the plan. This bar shows how 50% indexing could increase the benefit paid out. The higher the inflationary pension increases provided by the plan, the higher the ROI (see below).

Implied return on investment (ROI) after retirement

The return on investment, or ROI, is sometimes used by investors to measure the return on a particular investment and can be helpful in comparing different investment options.



Considerations

- For Isaac, the chart shows a range of outcomes. The dotted red line is the most likely value he will receive (with an ROI of approx. 7%–8.5%).
- In Medicus, your individual ROI will depend on when you join the plan, how long you live, and the level of inflationary increases provided.
- Keep in mind, this chart shows the *implied* ROI, not the amount of pension paid to you.



Have questions or looking for more information about Medicus? Visit medicuspensionplan.com.

The example used in this document, including the charts, is for illustrative purposes and may not reflect your individual situation. Values have been rounded for simplicity. The individual used in this example is 55 years old and single.

* Based on the 2014 Canadian Pensioners Mortality table for Public Sector, with 75% pension size adjustments using mortality improvement scale MI-2017.

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