



Legal & General agrees Pension Risk Transfer transactions for c. £800m with TUI Group UK Pension Trust

Buy-ins agreed for two of the Scheme's sections

Legal & General Assurance Society Limited ("Legal & General") today announces that it has agreed two pension risk transfer (PRT) transactions with the TUI GROUP UK Pension Trust (the "Scheme").

The two transactions include a £610m partial buy-in for the BAL section and a £184m full buy-in for the TAPS section of the Scheme.

These transactions mark the Scheme's first PRT transactions with Legal & General and cover two of the three pension sections within the Scheme.

The Trustee was advised on the transaction by LCP and legal advice was provided by Linklaters. TUI was advised by Isio and Herbert Smith Freehills. Legal advice was provided to Legal & General by Eversheds Sutherland.

Adrian Somerfield, Origination & Execution Director, Legal & General Retirement Institutional

"We are pleased to have insured two sections of the Scheme and hope that today's announcement will provide additional reassurance and security to the pension scheme members. We look forward to continuing to work with the Trustee in the future."

Mike Roberts from PAN Trustees, Chair of the Trustee Board

"We are very pleased that this transaction has successfully concluded at attractive pricing, closing the gap to being fully funded and providing increased security of benefits for members of the Scheme."

"Working with the support of TUI we ran a thorough process to select Legal & General and we are delighted to have achieved such a positive step for the benefit of our membership."

Imogen Cothay, Partner, LCP

"With a long-term target of full insurance, the market volatility arising due to Covid-19 provided a springboard for the Trustee to take a significant step towards reaching their long-term goal."

We're delighted to have helped the Trustee successfully reach this milestone, and achieve pricing which surpassed the Trustee's original expectations."

Notes to editors

About Legal & General

Established in 1836, Legal & General is one of the UK's leading financial services groups and a major global investor, with international businesses in the US, Europe, Middle East and Asia. With almost £1.3 trillion in total assets under management*, we are the UK's largest investment manager for corporate pension schemes and a UK market leader in pension risk transfer, life insurance, workplace pensions and retirement income. Through inclusive capitalism, we aim to build a better society by investing in long-term assets that benefit everyone.

* at 31 December 2020

About Legal & General Retirement Institutional

Legal & General Retirement Institutional (LGRI) works with trustees and sponsoring companies of defined benefit (DB) pension schemes of all sizes to settle their pension obligations and secure scheme members' benefits, through a full range of buy-ins, buyouts and other de-risking solutions.

Our UK Retirement annuity book stands at £87 billion as at 31 December 2020, of which £24.7 billion is invested in direct investments that deliver positive social and environmental impacts, such as clean energy and affordable housing.

About LCP

LCP is a firm of financial, actuarial and business consultants, specialising in the areas of pensions, investment, insurance and business analytics.

LCP offers clients better control over the financial future of their pension schemes with intuitive, real-time technology. Visit www.lcpvisualise.com or www.lcphorizon.com for more information.

The firm has nearly 800 staff based at locations in London, Winchester, Ireland, and - operating under licence - the Netherlands.

About LCP's de-risking practice

LCP leads the way in helping pension schemes to de-risk. In 2020 LCP acted as lead adviser on transactions including two pensioner buy-ins by the M&S Pension Scheme totalling £750m, a £930m full buy-in by the Littlewoods Pensions Scheme and a £570m pensioner buy-in by Deutsche Bank.

Further information

Name: Margrit Williams

Role: PR & Communications Director

Division: Legal & General Retirement Institutional

Tel: 07384452353

Email: Margrit.Williams@landg.com

Name: Max Kelly

Role: Consultant

Company: Hanover Communications

Email: LGRI@Hanovercomms.com