

# Focusing on Healthcare in Retirement

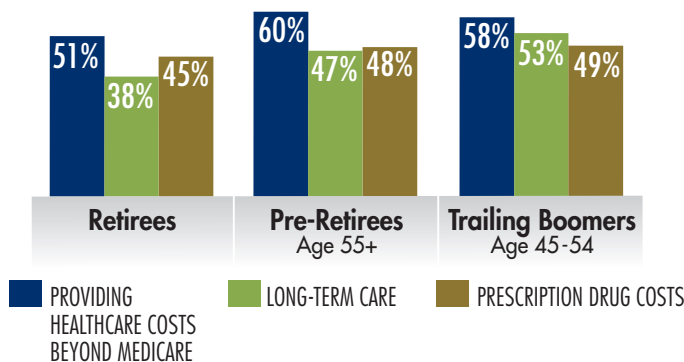
**UNDERSTANDING HEALTHCARE COST RISKS IN RETIREMENT IS CRITICAL**



Healthcare costs are **RISING** at an average of **5% ANNUALLY**

## HALF OF RETIREES AND PRE-RETIRES HAVE MAJOR CONCERNS ABOUT HEALTHCARE COST RISKS IN RETIREMENT

PERCENT OF HOUSEHOLDS WITH MAJOR CONCERN



## SHOULD PRE-RETIRES DEPEND ON MEDICAL COVERAGE FROM THEIR EMPLOYER?

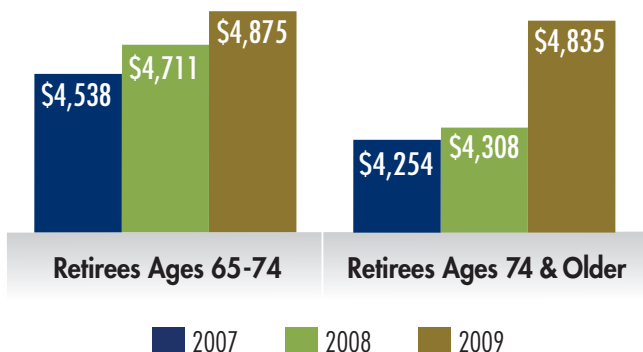
**ONLY 40% OF PRE-RETIRES**



expect to have medical coverage from their employer, and even those may be vulnerable to future employer benefit reductions.

## RETIRES FACE THE BIGGEST CHALLENGE WITH RISING HEALTHCARE COSTS

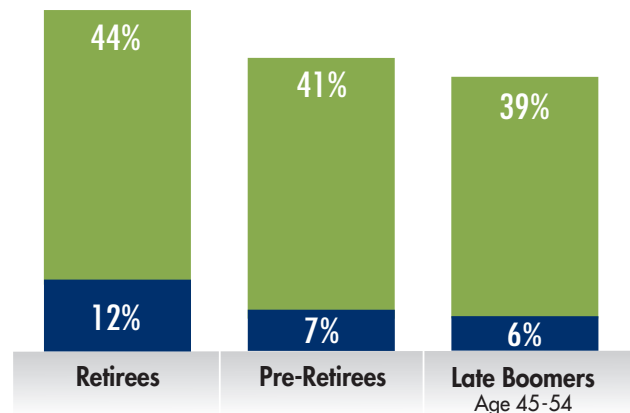
AVERAGE ANNUAL HEALTHCARE EXPENDITURES



## ARE PRE-RETIRES UNDERESTIMATING FUTURE HEALTH CARE COST NEEDS?

**56%** of retirees currently have *some* or *significant* health issues while **48%** of pre-retirees think they will.

PERCENT OF HOUSEHOLDS



Source: 2011 Bureau of Labor Statistics; LIMRA SRI 2012 Retirement Income Reference Book

SIGNIFICANT HEALTH ISSUES SOME HEALTH ISSUES