

Reversionary Bonuses

Where a Whole of Life & Endowment Assurance policy participates in profits (and the policy document will make this clear) this is done by the insurance company declaring what are called reversionary bonuses. These are declared each year, although some years they may be zero.

Remember, it is a share in profits so if there aren't any that year you won't get anything.

Once such a bonus is declared – and you will be advised when it is– it becomes a guaranteed addition to your policy and will be paid out at the same time as the amount you are insured for.