Abstract of the Disclosure

An improved pension benefits system for enrolled employees (e1, e2, e3...) of subscriber employers (e1, e2, e3...) including a master trust institution (10) and a life insurer institution (12). The master trust institution (10) computes and receives each subscriber employer's periodic payment (c1, c2, c3...) thereinto based primarily upon that employer's number of current employees (e1, e2, e3...), their ages and monthly earnings; purchases and retains a life insurance policy from the life insurance institution (12) covering each enrolled employee (e1, e2, e3...); invests in available securities to generate interest income; provides specific accurate future projections of periodic benefits (18) for retirement, death, or disability; receives all life insurance policy proceeds upon the death of each enrolled employee (e1, e2, e3...); and distributes all periodic payable benefits (18). Funding a significant portion of payable periodic benefits (18) by life insurance policy proceeds retained within the master trust institution (10) is one truly unique feature of this system; life insurance having prescribed amounts of whole life and progressive one-year term dividend rider components is yet another. The level of benefits (18) begins to increase yearly, preferably at a fixed rate simple, from the date of enrollment of each employee (e1, e2, e3...), to help defer the effects of inflation on future purchasing power of future payable benefits.

This Sheet Has Been Replaced

