

Pensions Policy Institute

PPPI

The DC Future Book, in association with

Welcome



INDEPENDENT
EVIDENCE BASED
NOT FOR PROFIT
NON LOBBYING
NEUTRAL



Sponsor's Welcome

Michaela Collet Jackson,

Head of Distribution. EMEA



Chair's Welcome

Jonathan Stapleton,

Editor

**Professional Pensions and Workplace
Savings & Benefits**

@PPI_Research

#PPILaunch

Pensions Policy Institute
PPI



The DC Future Book 2023



In association with



Our Vision

Better informed policies and decisions that improve later life outcomes

We believe that better information and understanding will lead to better policy framework and better provision of retirement for all

Our Mission

To promote, evidence-based policies and decisions for financial provision in later life through INDEPENDENT research and analysis.

We aim to be the authoritative voice on policy on pensions and the financial and economic provision in later life

Platinum Supporters



Gold Supporters



Silver Supporters

Aon, Barnett Waddingham, BP Pensions Trustees Ltd, The CII, Exxon Mobil, LCP, MNOFF, PLSA, Royal London, Shell, USS

We are funded by donations from our Supporters
THANK YOU!

Event overview

The event today is the official launch of the 2023 edition of **The DC Future Book**, in association with

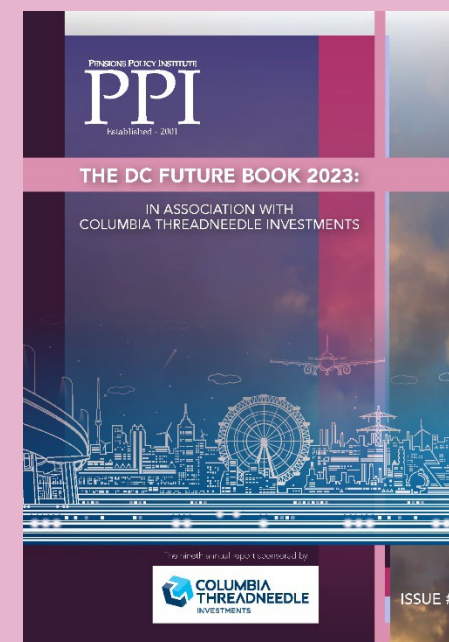


The DC Future Book sets out data available on the DC landscape alongside commentary, analysis and projections of future trends.

@PPI_Research

#PPILaunch

Pensions Policy Institute
PPI



Key Findings

Lauren Wilkinson,

Senior Policy Researcher

Pensions Policy Institute (PPI)

Pensions Policy Institute
PPI



@PPI_Research

#PPILaunch

Overview

Key trends in the DC landscape:

- Automatic enrolment
- Saving behaviour
- Investment
- Access to savings

The retirement outlook for young savers:

- Inadequate savings
- Longer life expectancies
- Housing
- Uncertainty

Key trends

Automatic enrolment

10.9m

automatically enrolled
by June 2023

+

1m

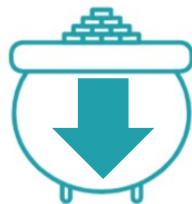
automatically
re-enrolled

Saving behaviour

8-10%

Stagnant contribution
rates

11.8k



12.3k

average DC pot size

Investment

Small increase in
allocation alternatives



ESG

Governance prioritised

Access

54k

annuities

100k

drawdown

280k?

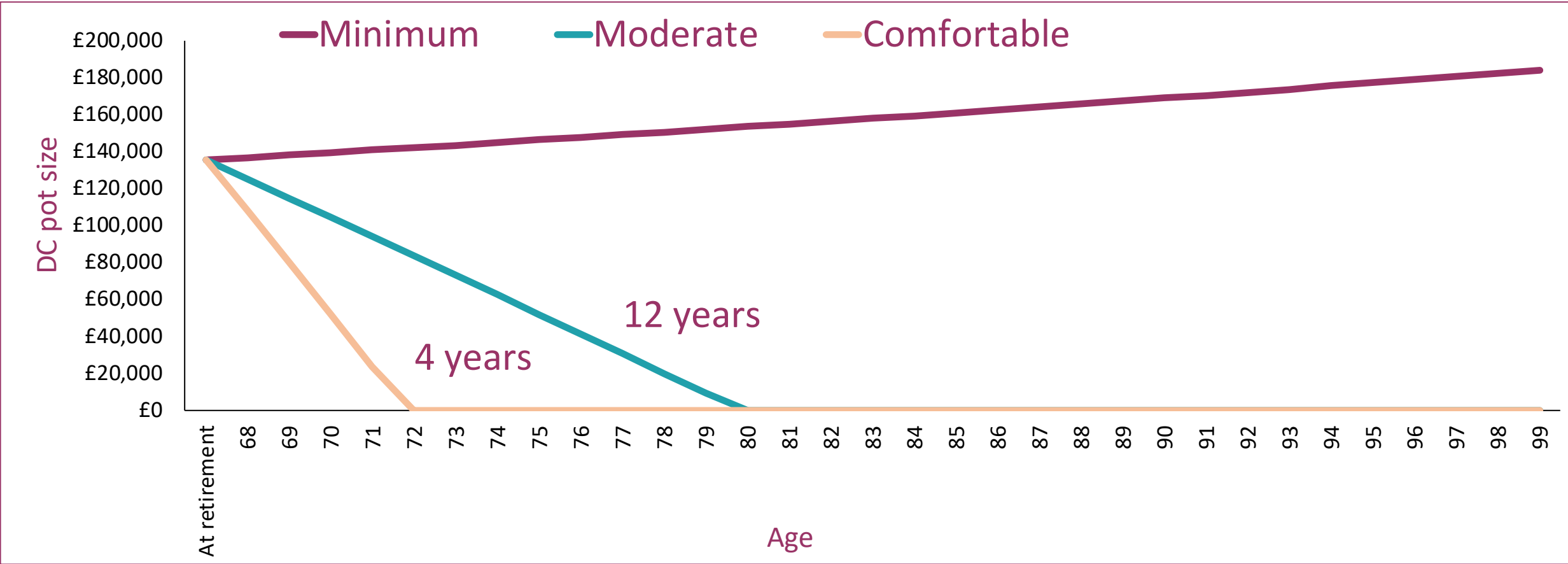
Fully withdrawn

Current contributions are unlikely to deliver adequate and sustainable outcomes for young savers

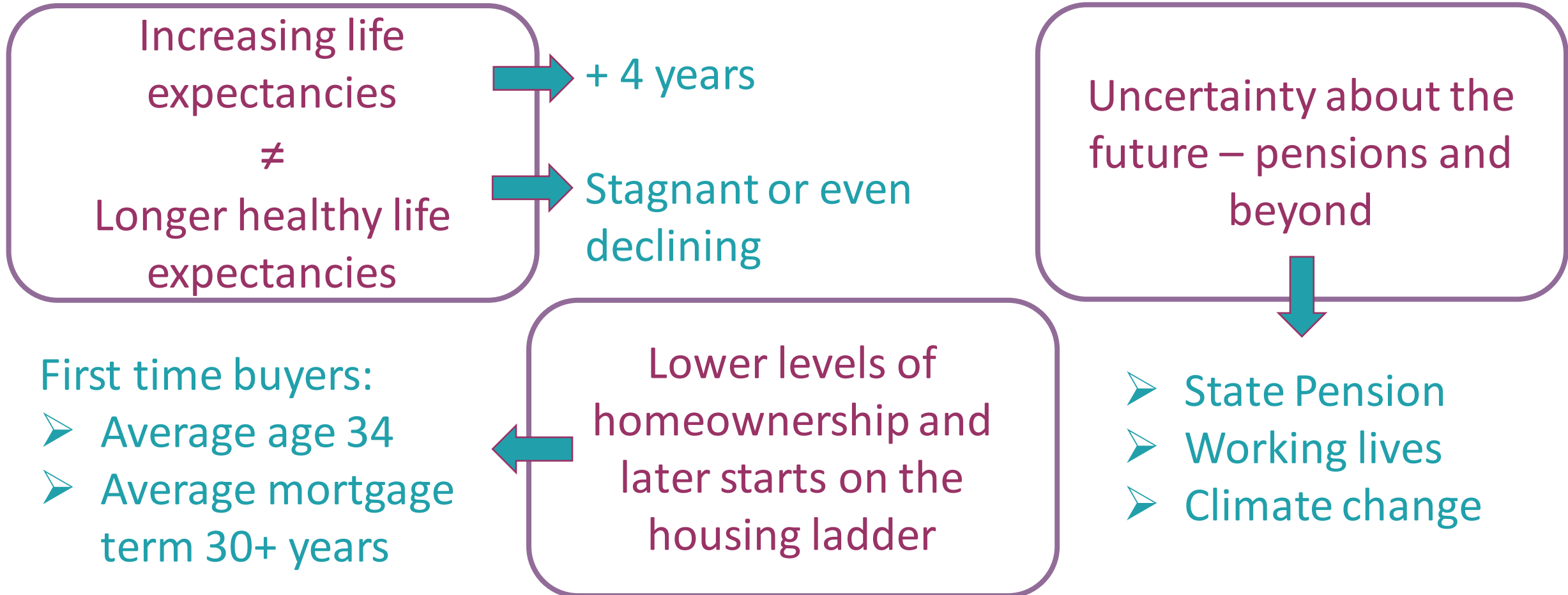
22 in 2023

Median earnings

Minimum contributions



Young savers are likely to need more money in order to achieve similar retirement outcomes to current retirees



Conclusions

- Some positive trends, but the current economic climate is making progress more challenging.
- Young savers have a long road ahead to retirement, but are likely to need greater support to achieve positive retirement outcomes.

Sponsor's Response

Chris Wagstaff,

**Head of Pensions and Investment
Education**



Pensions Policy Institute
PPI



@PPI_Research

#PPILaunch

Will a 22 year old ever be able to retire?

Mark Fawcett,

CEO

Nest Invest

Pensions Policy Institute
PPI



@PPI_Research

#PPILaunch

The remainder of the event will
take place under

THE CHATHAM HOUSE RULE

THE CHATHAM HOUSE RULE helps create a trusted environment.

Its guiding spirit is:

**“Share the information you receive,
but do not reveal the identity of who said it.”**



Q&A Session

Mark Fawcett

When asking questions please state:

- **Your name**
- **Organisation name**



Opening Comments from the Panel



Andrew Brown



Dr Hayley James



Rob O'Carroll

Please respect The Chatham House Rule



Q&A Session

When asking questions please state:

- Your name
- Organisation name



Pensions Policy Institute

PPI

CLOSING REMARKS

Please respect The
Chatham House
Rule

Thank you to...



The authors of the research, Lauren Wilkinson, John Adams and Daniela Silcock

The Event Chair, Speakers and Panel Members

To everyone who has made the launch of this report possible today.

**Thank you for
attending today**