

7. What is the **main** potential advantage for an investor in having an assurance bond that is segmented as opposed to one that is **NOT** segmented?
- A. A charge advantage in having some segments with lower annual management charges than others.
 - B. A diversification advantage in having some segments invested differently from others.
 - C. A possible taxation advantage in surrendering some segments instead of taking partial withdrawals.
 - D. A taxation advantage when surrendering the whole of the bond.

Key option: C

Learning outcome: 1.1