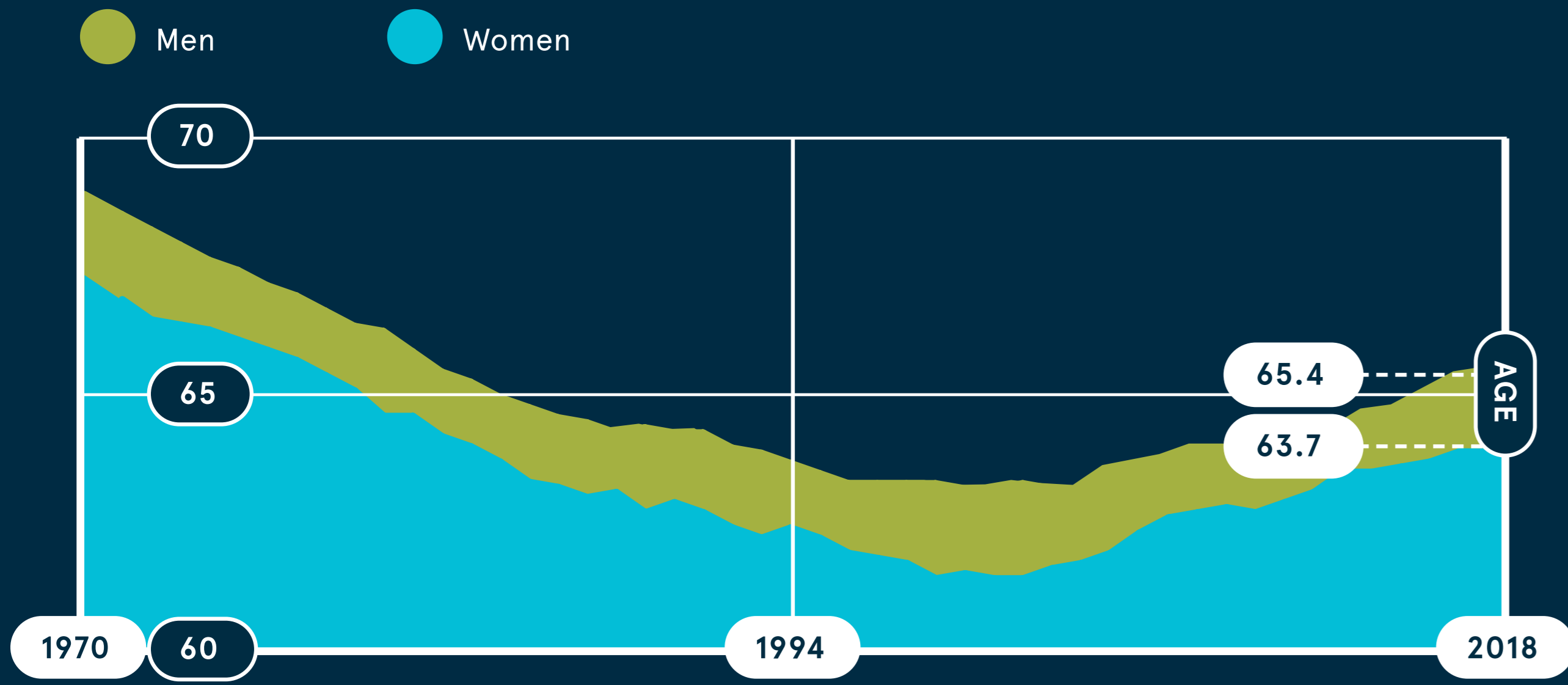


WHEN WILL YOU RETIRE?

The state pension age is rising around the world as people live longer and birth rates decline. This means that the old model of starting work (or university) at 18 and retiring between the ages of 60 and 65 is becoming increasingly uncommon, as is that of women getting to retire before men. But what does this mean for how long you might need to work before you can down tools for good – and is it affecting the incomes of those who've already retired?

THE AVERAGE EFFECTIVE AGE OF RETIREMENT IS RISING ONCE AGAIN IN MANY COUNTRIES

Average age a person withdraws from the labour force, from selected OECD countries

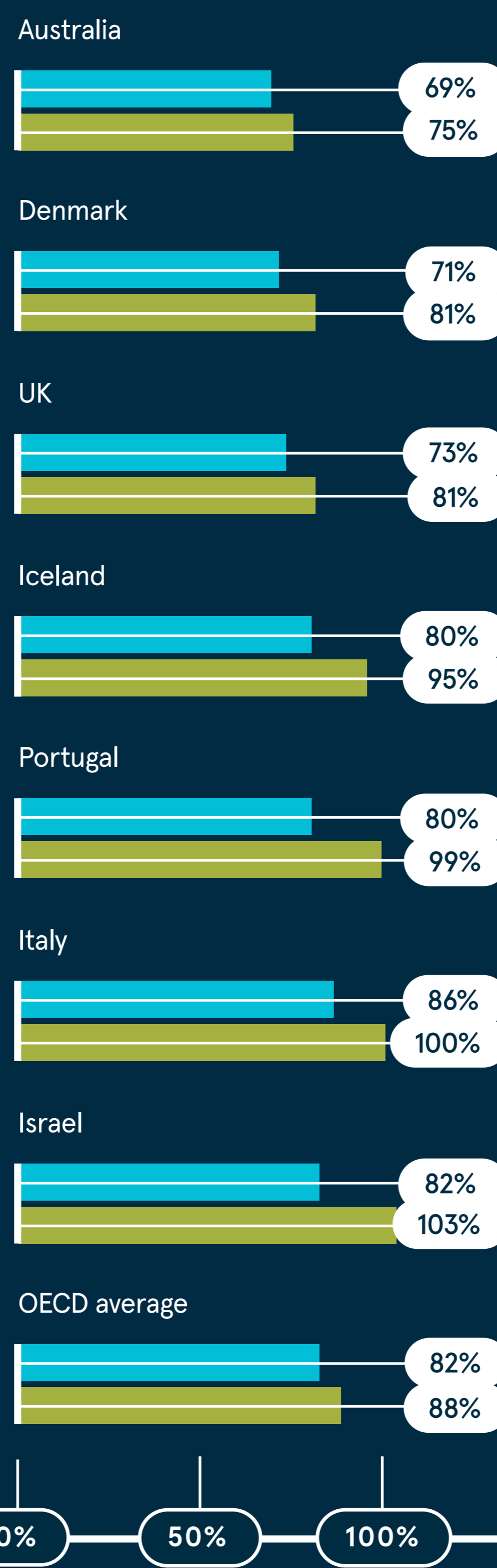


OECD, 2020

THE RELATIVE INCOME OF OLDER PEOPLE HAS BEEN RISING

Average disposable income of people aged over 65 as a percentage of the average disposable income of the nation's total population

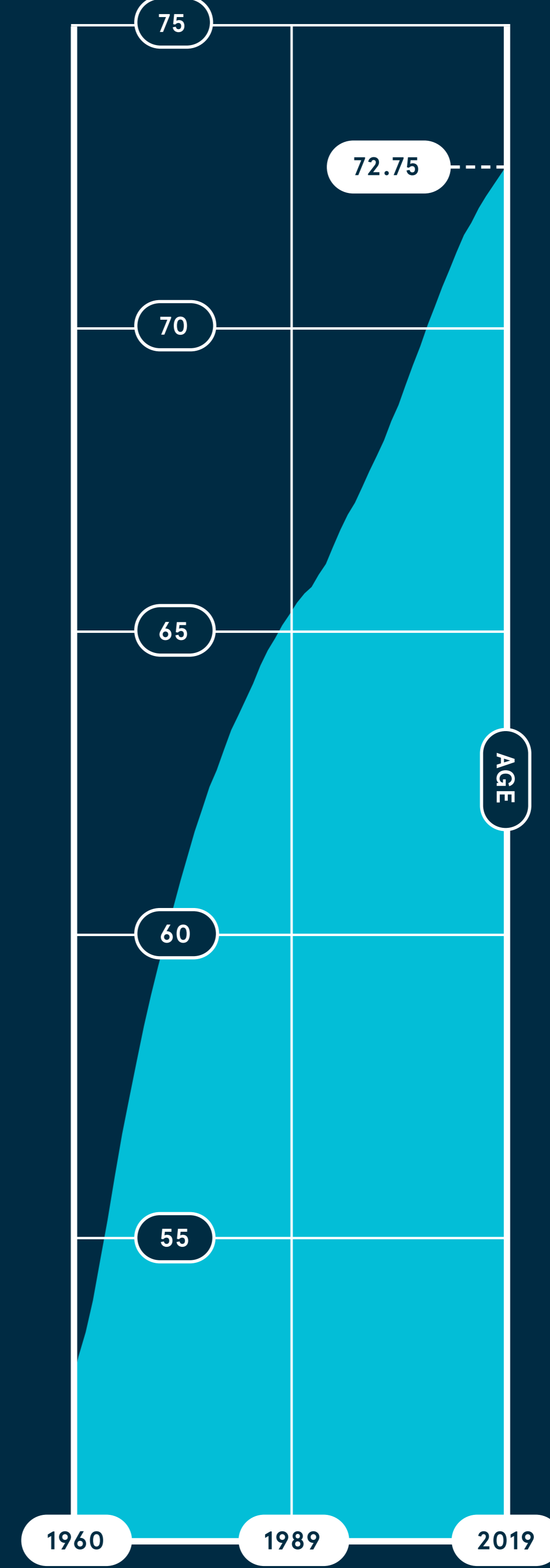
2000 (or earliest year thereafter)
2018



OECD, 2021

LIFE EXPECTANCY WORLDWIDE HAS RISEN RAPIDLY SINCE 1960

The number of years a newborn infant would live if prevailing patterns of mortality at the time of its birth were to stay the same throughout its life



World Bank, 2020

EMPLOYMENT AMONG PEOPLE AGED 65 ROSE SIGNIFICANTLY IN THE UK LAST YEAR

The government raised the state pension age from 65 to 66 between late 2018 and late 2020. It's estimated that this move had the following direct effects in 2021

55k

Year-on-year rise in the number of 65-year-olds in work

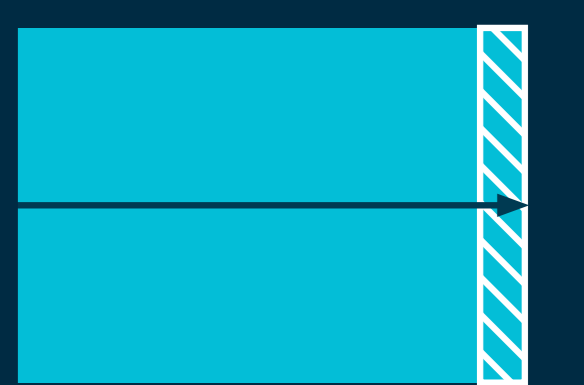
1.8m

Number of extra hours worked by 65-year-olds each week on average



7.4

The percentage-point rise in the employment rate of men aged 65



8.5

The percentage-point rise in the employment rate of women aged 65

Institute for Fiscal Studies, 2022

18.5 years

Male life expectancy at age 65 years in Great Britain between 2018 and 2020

Office for National Statistics, 2021

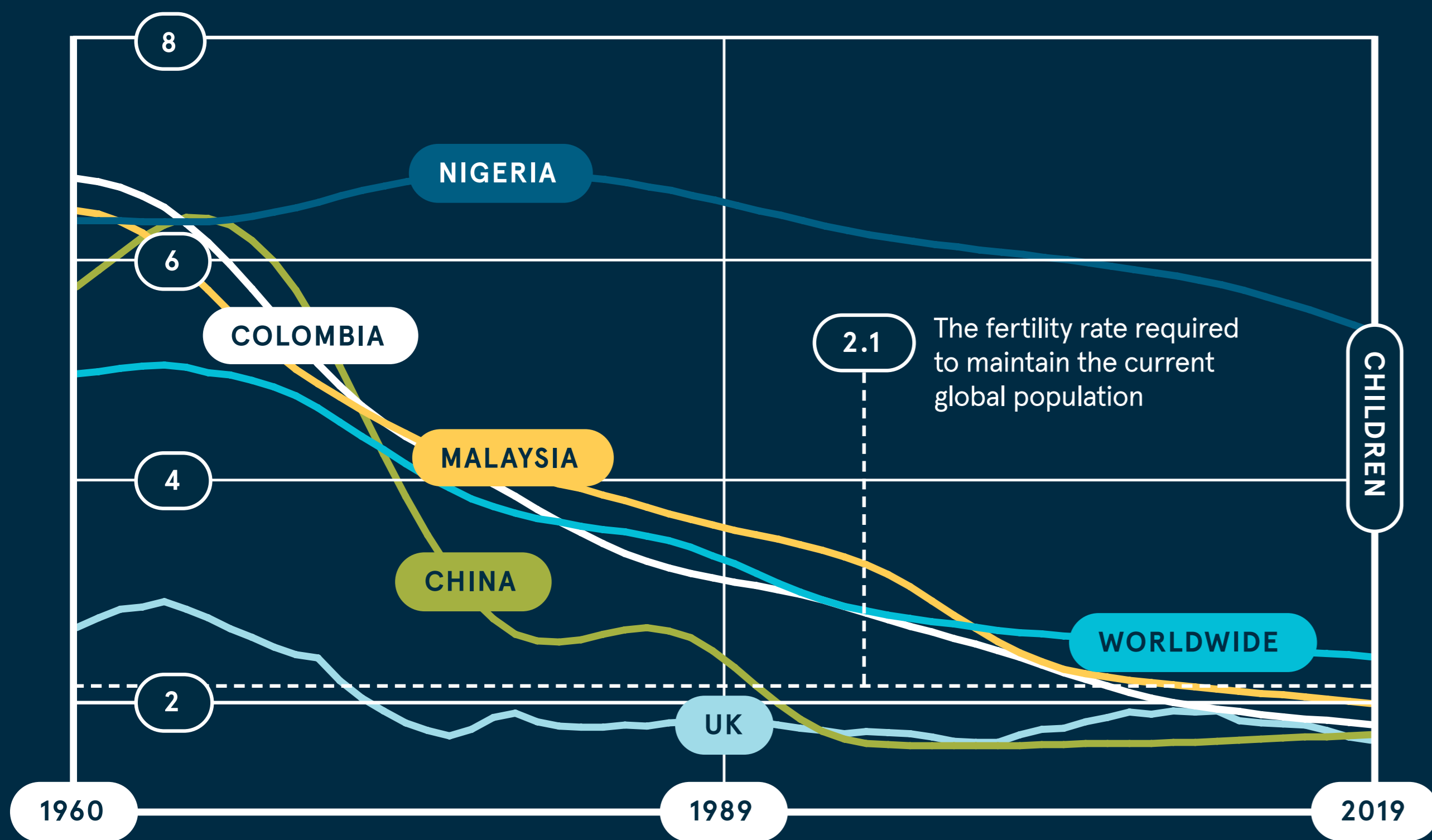
21 years

Female life expectancy at age 65 years in Great Britain between 2018 and 2020

Office for National Statistics, 2021

THE AVERAGE GLOBAL BIRTH RATE HAS DECLINED BY MORE THAN HALF SINCE 1960

Number of children who would be born to a woman if she were to live to end of her childbearing years and bear children in accordance with her country's age-specific fertility rates of that year

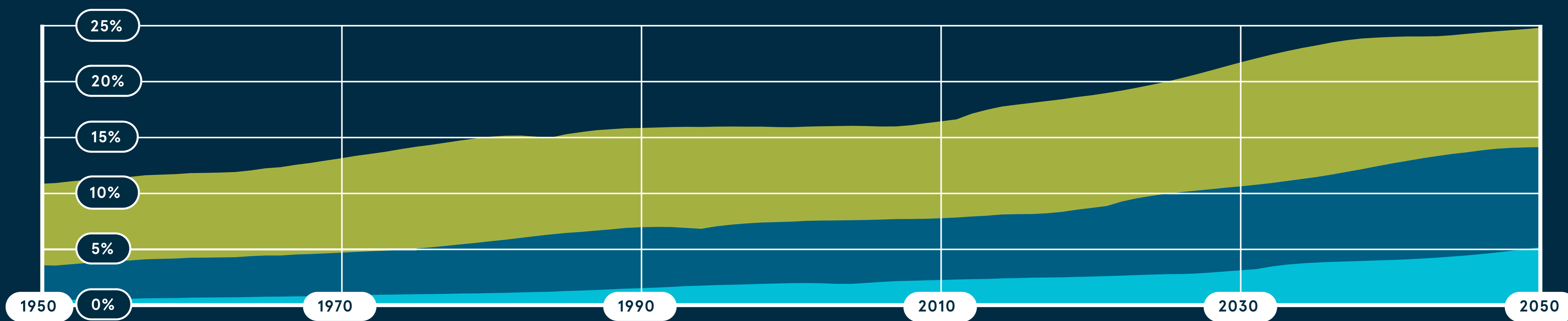


World Bank, 2020

THE PERCENTAGE OF OLDER PEOPLE LIVING IN THE UK HAS BEEN INCREASING SINCE THE MIDDLE OF THE 20TH CENTURY

Percentage of the population in Great Britain aged 65 and over

% aged 65 and over
% aged 75 and over
% aged 85 and over

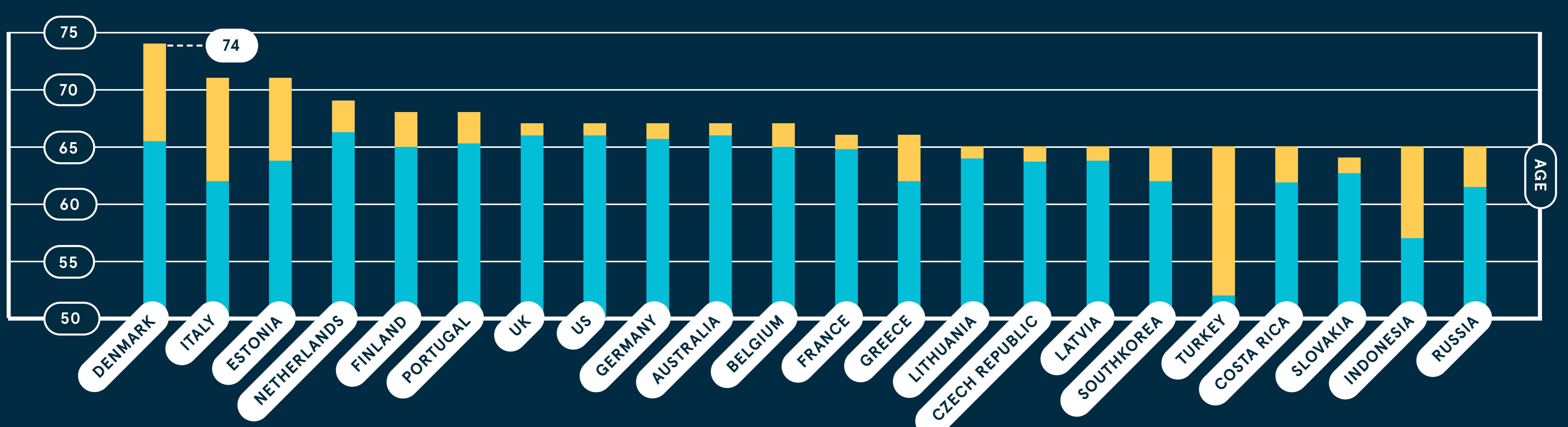


Office for National Statistics, 2019

SEVERAL COUNTRIES ARE INCREASING THEIR PENSIONABLE AGES

State retirement age for men entering the labour market at age 22 with a full career

2020
Future



OECD, 2021