

Who is The Retirement Annuity Fund aimed at?

If you wish to provide for your retirement and build up your retirement capital, The Retirement Annuity Fund is the product to consider. If you have not made any provision for your retirement, investing in this fund may be the option to consider. However, it is equally appropriate if you are a member of a retirement fund and wish to supplement your retirement funding with maximum tax efficiency and investment transparency.

What is The Retirement Annuity Fund?

This is a secure, tax-efficient investment vehicle that has access to various investment portfolios.

What are the minimum investment amounts?

R1 000 monthly, R12 000 annually and R30 000 single premiums.

What are the features of The Retirement Annuity Fund?

Governance	This fund is registered and will be regulated in terms of the Pension Funds Act, the Income Tax Act and the Financial Advisory and Intermediary Services Act.
Investment Term	You may not access your investment before age 55 and you must retire from this fund before age 70. Alternatively, the investment term ends on your death.
Withdrawal	No withdrawals are permitted.
Retirement	At retirement you may: <ul style="list-style-type: none"> • Make a maximum cash withdrawal of one-third of the value of the investment if it is not less than R75 000 (subject to taxation) and with the balance purchase an annuity; or • Purchase an annuity with the full amount of the investment tax free (the annuity payments you receive from the annuity are, however, subject to taxation) <p>If the investment exceeds the tax-free portion, it is subject to taxation unless you purchase an annuity.</p>
Security Cession	Your policy may not be ceded as security for any debts.
Transferability	You may not transfer your policy by way of an outright cession.
Contributions	You have a wide variety of contribution frequency options to suit your particular needs from time to time. Your contributions to the fund are, within certain limits, tax deductible. Investment Solutions will send you a tax certificate at the end of each tax year.
Beneficiaries	You can nominate beneficiaries of the policy and this nomination will assist the trustees of the fund in allocating the investments on your death. Investments exceeding the tax-free portion are subject to taxation.

What are your other tax liabilities?

Retirement funds are not subject to any income or capital gains tax.

What investment portfolios are available?

You may select a maximum of five investment portfolios and switch from one investment portfolio to another. The Retirement Annuity Fund can invest in any of the investment portfolios listed in the Investment Portfolio Selection for the Retirement Fund Products section in the Application Form (or on the website) by allocating 85% to any local portfolio(s) and 15% to any global portfolio(s) or 100% to any local portfolio(s). Global availability is dependent on legislation and capacity.

Your investment portfolio selection must comply with the investment limitations set out in Regulation 28 of the regulations issued under the Pension Funds Act 24 of 1956, as amended or substituted from time to time, as well as the exchange-control restrictions by the SA Reserve Bank, ie a maximum of 15% of the investment may be allocated to any global portfolio(s).

Important Information

Registration number: 12/8/16005/2

Tax approval code: 18/20/4/012633

Registered address: Investment Solutions Office Park, 63 Wierda Road East, Wierda Valley, 2196

The rules, financial returns and actuarial valuation of the fund may be inspected at the registered address given above.