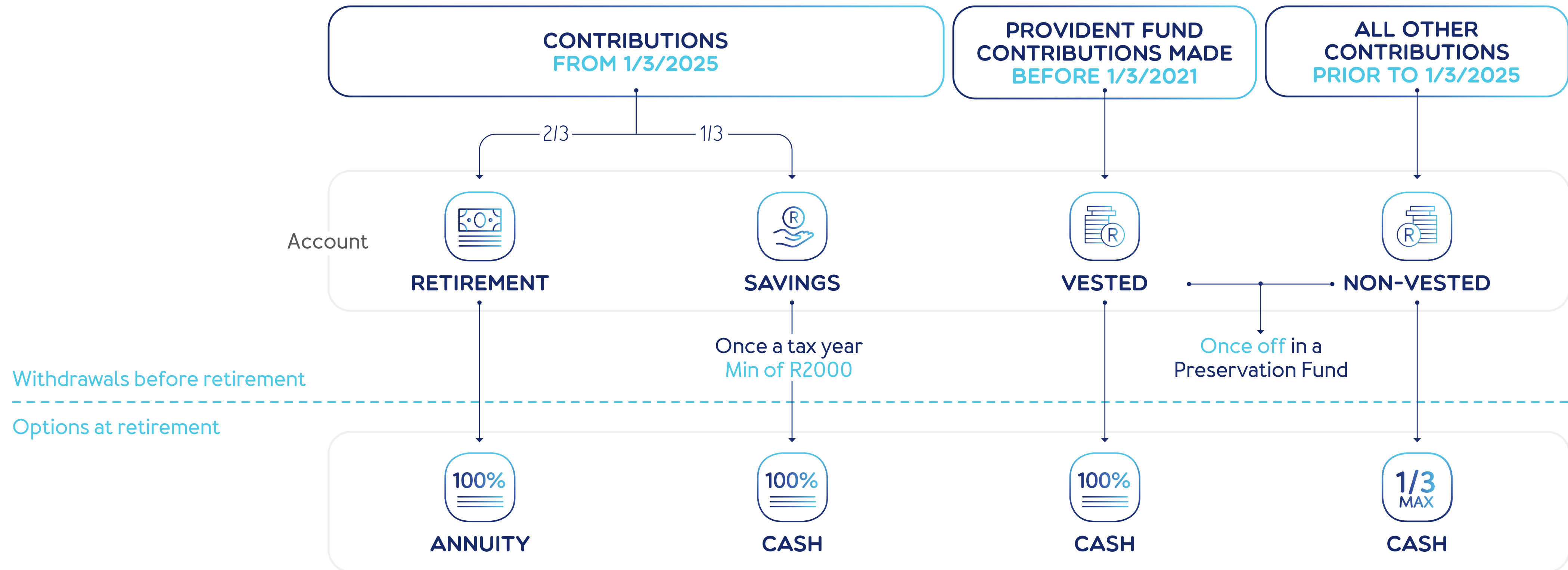


TWO POT SYSTEM



TWO POT SYSTEM

A CLIENT MAY HAVE ONE OR MORE ACCOUNTS IN THE PRODUCT/FUND

AN ACCOUNT CONSISTS OF UP TO 4 COMPONENTS

	RETIREMENT	SAVINGS	VESTED BENEFIT	NON-VESTED BENEFIT
Contributions	2/3 of all contributions from 1/3/2025, plus growth	1/3 of all contributions from 1/3/2025, plus growth	Provident Fund contributions made prior to 1/3/2021, plus growth	Pension fund and Retirement Annuity contributions prior to 1/3/2025, plus growth, and Provident fund contributions between 1/3/2021 – 1/3/2024, plus growth
Access before retirement	None, only available at retirement	Once a tax year up to 100% of the value, minimum amount of R2000	Once off withdrawal from a preservation fund investment of up to 100%. Deducted from non-vested portion first, then vested (if applicable)	
Tax on pre-retirement withdrawals	Not applicable	Client's marginal tax rate	Taxed according to the SARS pre-retirement tax tables	
Access at retirement	Entire amount must be used to purchase an annuity	Up to 100% can be cashed out. Any portion not taken as cash must be used to purchase an annuity	Up to 100% can be cashed out. Any portion not taken as cash must be used to purchase an annuity	Max of 1/3 may be taken in cash. Any portion not taken as cash must be used to purchase an annuity
Tax at retirement	Any portion cashed out will be taxed according to the SARS retirement tax tables			