



FOR PROFESSIONALS
SINCE 1941

INVESTMENTS

Financial Adviser Guide

OCTOBER 2021

THE DIFFERENCE
BETWEEN A
35-YEAR OLD

AND A
65-YEAR OLD IS...

360 SALARIES REMAINING.

Designed to safeguard your savings for retirement, PPS Investments offers you a tax-efficient retirement annuity that prioritises the health and security of your savings - investing your 360 salaries into golden opportunities.

Visit pps.co.za/invest, or call 0860 468 777 to find out how you can turn your salaries into opportunities.



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1. INTRODUCTION TO PPS INVESTMENTS

At PPS Investments, we offer a suite of flexible investment solutions for pre-retirement, post-retirement and wealth creation. We create opportunities for optimal diversification through our fund range that caters to various risk appetites and time horizons. Our offering is geared to meet the investment needs of PPS members, their family and other discerning investors, too.

We're part of PPS, a holistic financial services company specialising in bespoke financial solutions exclusively to graduate professionals. Operating under the ethos of mutuality, PPS shares 100% of its profits among its qualifying members.

When investing with us, you could get even more.

Earn more profit-share allocation via Linking and the PPS Profit-Share Cross-Holdings Booster.

Save on administration fees by creating a Family Network.

Why choose PPS Investments?

As the preferred wealth management services for graduate professionals, we offer a suite of transparent and flexible investment solutions geared towards the creation and management of inter-generational wealth.

WE OFFER

A COMPREHENSIVE RANGE OF INVESTMENT SOLUTIONS

Our investment solutions are designed to cater for the unique needs of graduate professionals and their families, throughout all life stages.

PREMIUM INVESTMENT OPTIONS

Your clients can choose from a carefully constructed range of single-managed and multi-managed funds that cater for various risk profiles, as well as selected funds from premium asset managers.

OPPORTUNITY FOR SENSIBLE DIVERSIFICATION

We strive to blend an appropriate combination of investment styles from asset managers to offer your clients opportunities for optimal diversification.

TRANSPARENT AND COMPETITIVE FEES

We know it's important for your clients to understand how much they're paying for their investments, and exactly what they're paying for. Our highly competitive fee structure is fully disclosed, transparent and easily accessible.

About PPS

PPS, a financial services company in South Africa, that focuses exclusively on graduate professionals, providing tailor-made insurance, investment and healthcare solutions to our members.

PPS is recognised as a company of value and integrity by lawyers, doctors, accountants, engineers and many other professions that trust PPS to be there for them and their families through every life stage – from graduation to retirement and beyond.

PPS was founded in 1941 by a group of eight dentists who recognised that a working professional's most valuable asset was their expertise. Today, PPS still seeks to protect these professionals from being unable to practice their chosen vocation due to sickness or injury.

What makes PPS unique?

The PPS Profit-Share Account is an exclusive benefit to PPS members in respect of the profits generated by the company. PPS has no external shareholders and operates solely to add value to its members. The PPS operating profit (calculated on a portion of premiums and the investment growth thereon) is shared each year by means of profit allocations into these members' PPS Profit-Share Accounts.

PPS Members with qualifying products* with PPS Insurance, PPS Investments and Profmed, will also share in the profits of PPS Investments and PPS Health Care Administrator.

Profit allocations are distributed to the PPS Profit-Share Account and invested on behalf of the members before becoming accessible via the Vested PPS Profit-Share Account. This offers members a unique advantage of supplementing their retirement savings whilst having the opportunity to continue sharing in the profit allocations from PPS Investments.

*As part of a PPS Provider™ policy

The PPS Profit-Share journey

THERE ARE THREE PHASES TO A MEMBER'S PPS PROFIT-SHARE ACCOUNT:

PHASE 1 Accumulation

BEFORE AGE 55

During this phase, all the profit allocations are invested in the Pooled PPS Profit-Share Account Portfolio (High Equity) by default, which targets a return of 5.3% above inflation over rolling 5-year periods.

This strategy aims to achieve maximum levels of capital growth over the long term. The mandate of the portfolio is to hold 50% or more of its assets in equities.

Typically, it holds around 70% in equities and is therefore emphatically weighted towards capital growth assets.

PHASE 2 Pre-retirement

AGE 55 TO RETIREMENT

From the age of 55, your client can take control of the investment strategy of their PPS Profit-Share Account by choosing how their accumulated profits are invested through the PPS Profit-Share Account Portfolio Choice. This allows them to align the investment strategy of their PPS Profit-Share Account to their other retirement assets.

Your client will be allowed to exercise their portfolio choice annually on their PPS Profit-Share Account until they reach retirement.

PHASE 3 At retirement

FROM AGE 60

From the age of 60, the profits that your clients' have accumulated in their PPS Profit-Share Account over the course of their PPS membership can be vested in their name via the Vested PPS Profit-Share Account.

Once their PPS Profit-Share Account vests, they may utilize their accumulated profits through the Vested PPS Profit-Share Account as part of their retirement planning. In addition, any profit share allocated on their investments with PPS Investments will be added to their Vested PPS Profit-Share Account.

The Vested PPS Profit-Share Account enables your clients to:

1. Reinvest their accumulated profit share to generate more capital growth.
2. Supplement and prolong their retirement savings by making withdrawals when necessary.
3. Continue sharing in PPS profits attributable to PPS Investments.
4. Access withdrawals that are net of tax, where the tax reporting is not their responsibility.
5. Gain access to premium unit trusts via the PPS Fund range.

Maximising your client's PPS Profit-Share Account

THE MORE YOUR CLIENT INVESTS, THE MORE PROFIT IS ALLOCATED

If your client is a PPS member with an active PPS Profit-Share Account or Vested PPS Profit-Share Account, they may boost their Profit-Share allocation by investing with us. They're eligible to earn profits in two ways - on the investment product, and by choosing a fund from the PPS Fund range as the underlying investment option. In addition, profit allocations will be based on the size of their total investment - so the more they invest, the more profits are allocated.

LINKING FAMILY TO EARN EVEN MORE PROFIT-SHARE

By linking family (spouse, life partner, children and/or their parents) who are not PPS members to their membership number, they could earn additional profit share based on the qualifying assets (both product and fund-based Profit-Share allocations) of any family members that have been linked to their membership number.

[Click here to read more about linking.](#)

PPS PROFIT-SHARE CROSS-HOLDINGS BOOSTER

PPS Members who have products from PPS subsidiaries and affiliates, plus qualifying life insurance products can qualify for additional Profit-Share allocation. This is awarded over and above the existing allocation. The more products a member holds across PPS subsidiaries and affiliates, the more their Profit-Share allocation will be.

[Visit our website.](#)

PROFIT ALLOCATION IS UNIQUE TO EACH MEMBER

It's important to note that the profit allocation will be unique for each member based on the size of investments, rate of contributions, length of investment during the financial year, withdrawals, fund range switches, allocations to PPS funds, Vesting of PPS Profit-Share Accounts plus linked assets of spouse, life partner, children and/or parents.

2. FINANCIAL ADVISER SUPPORT



With PPS Investments, you have access to:



PPS INVESTMENTS SECURE SITE

Access client investment information and transact securely and conveniently online – anytime, anywhere. It’s also designed with your needs in mind and is geared to enable ease of business with us.

The functionality includes:

- Practice Management to view your book report; and subscribe to receive reports, such as adviser fee reports, case management and more.
- A calendar to view notifications of upcoming Section 14 advice fee renewals and annuity revisions.
- Send pre-populated instruction forms for online client authorisation.

- Tools and calculators where you can compare investment performance, calculate Capital Gains Tax, and so much more.
- Complete an online transaction (including a debit order change or switch), using the random verification number (RVN) authentication process – there’s no need for paper submissions.

[Experience the full functionality that the Secure Site offers by clicking here.](#)

Professional investments for all

Everyone can benefit from our expertise even if they are not a PPS member. Our investment solutions cater to the needs of PPS members through the PPS range, and extends access to their family members (who are non-PPS members) via the OPN range.

PPS HORIZON

PPS Horizon is a web-based tool designed for our financial advisers to create guided digital financial plans for clients quickly and efficiently.

PPS Horizon offers you the unique opportunity of including digital financial advice or servicing as part of your value proposition to clients, particularly those who are digitally engaged. The intelligent advisory tool takes a user's circumstances, appetite for risk and ambitions into consideration and calculates the likely future outcomes of a financial plan. You will be able to evaluate different scenarios to help clients make informed investment decisions instantaneously.

DEDICATED INVESTMENT SPECIALIST TEAM

An Investment Specialist team is assigned to service you and will add value to your practice by providing:

- Technical support and insight on market, industry, product and asset management to help inform your financial planning process
- Practice management solutions to meet your needs and facilitate ease of business
- Suitable investment tools and information to enhance your offering to clients

CLIENT SERVICE CENTRE

Our dedicated client service team is available between 08:00 and 17:00, Monday to Friday.

Tel: 0860 468 777 (0860 INV PPS)
or (021) 672 2783

For general queries email:
clientservices@ppsinvestments.co.za

For administrative queries and submission of all new instructions email: admin@ppsinvestments.co.za

3. WHAT SOLUTIONS CAN PPS INVESTMENTS OFFER MY CLIENTS?

We provide a comprehensive range of savings and investment products for:

INVESTORS ELIGIBLE FOR PPS MEMBERSHIP

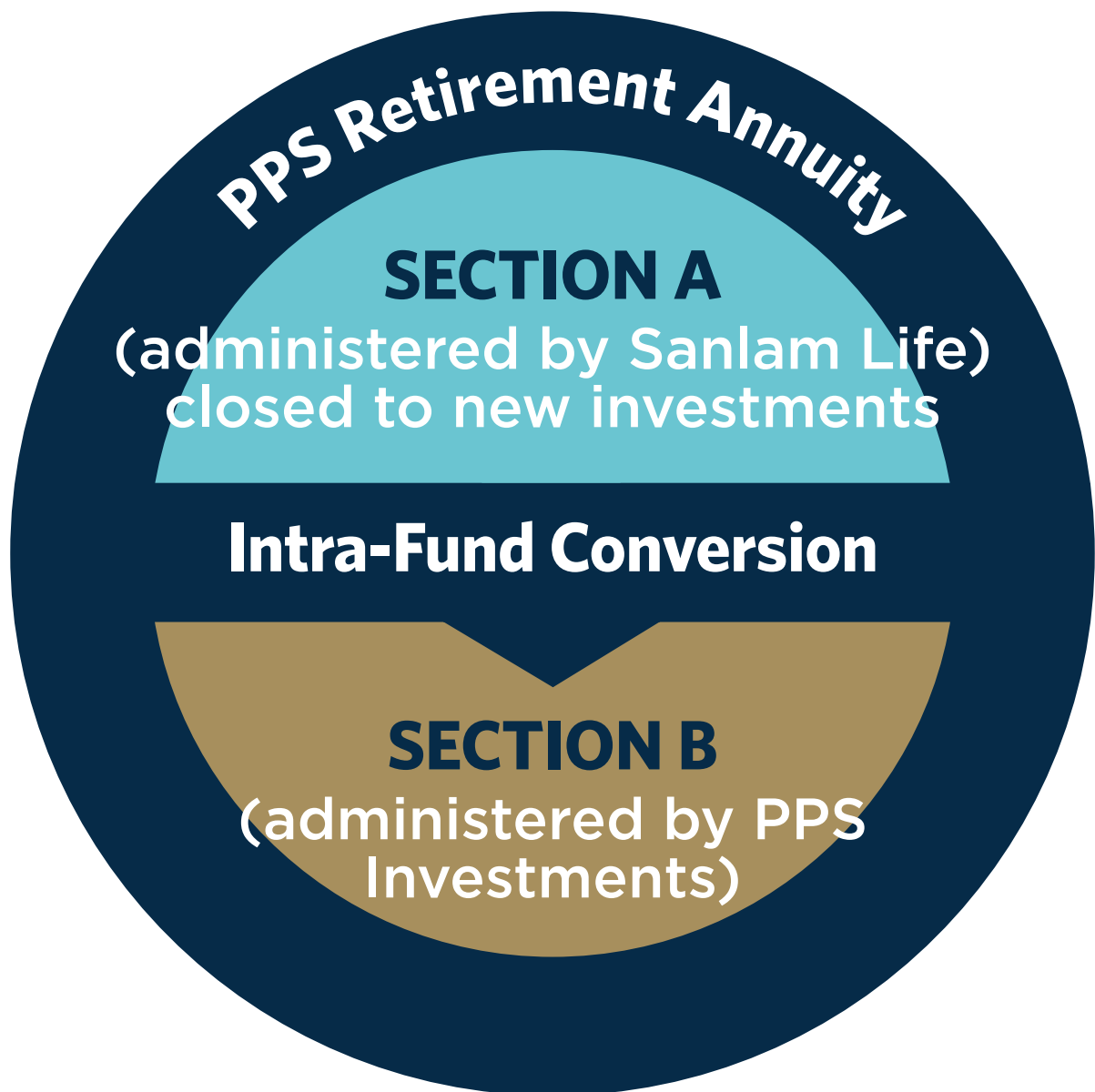
PPS INVESTMENT ACCOUNT	
PPS ENDOWMENT PLAN	
PPS TAX FREE INVESTMENT ACCOUNT	
PPS RETIREMENT ANNUITY	PPS LIVING ANNUITY
PPS PERSONAL PENSION	PPS LIVING ANNUITY WITH LIFETIME INCOME
PPS PRESERVATION FUNDS	VESTED PPS PROFIT-SHARE ACCOUNT*

*Becomes accessible to qualifying PPS members upon retirement

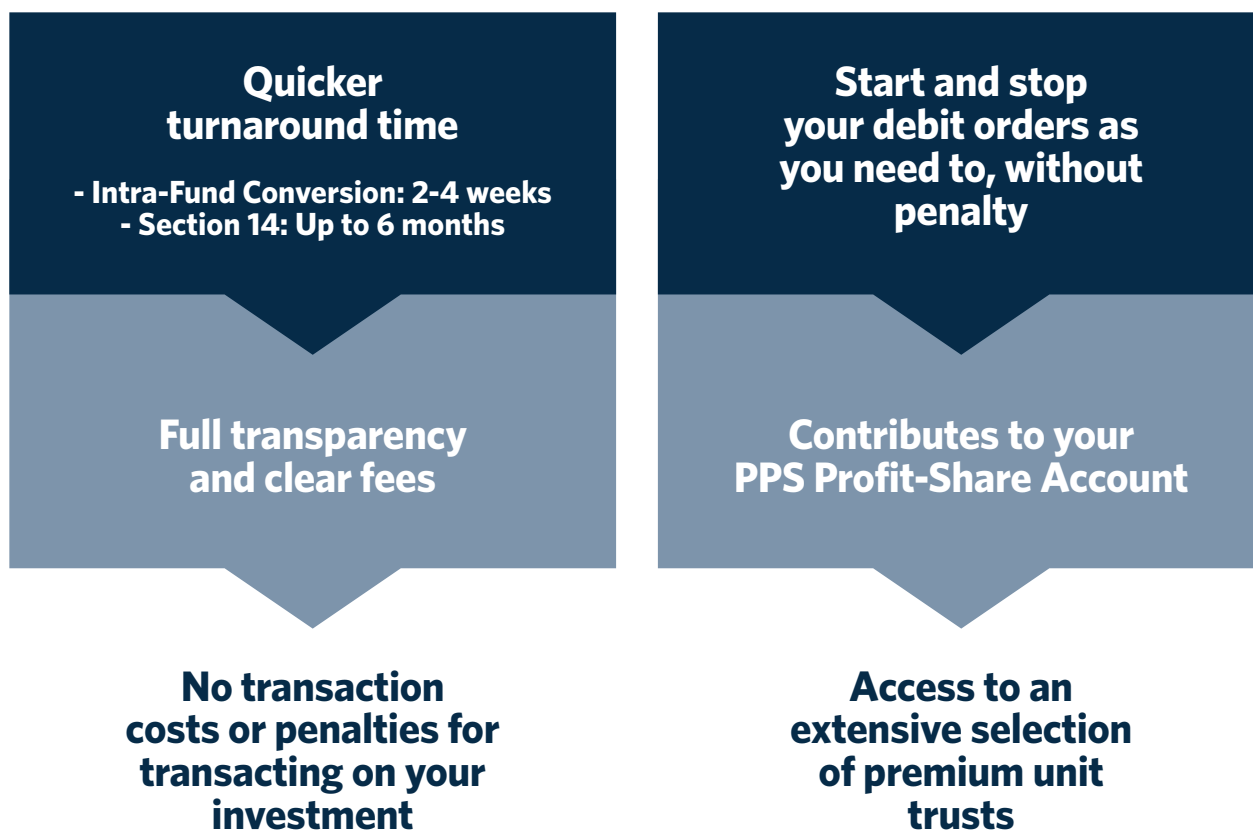
OPN SOLUTIONS FOR NON-PPS MEMBERS AND FAMILIES OF GRADUATE PROFESSIONALS

OPN INVESTMENT ACCOUNT	
OPN ENDOWMENT PLAN	
OPN TAX FREE INVESTMENT ACCOUNT	
OPN PERSONAL PENSION	OPN LIVING ANNUITY
OPN PRESERVATION FUNDS	

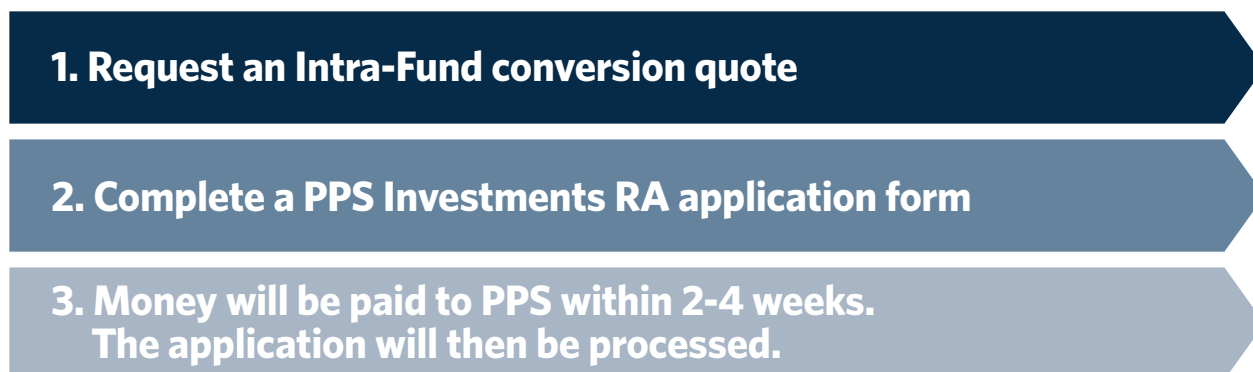
Intra-Fund Conversion within the PPS Retirement Annuity



Advantages of an Intra-Fund Conversion:



How to do an Intra-Fund Conversion:



[For more information on this process, click here.](#)

4. INVESTMENT OPTIONS

We provide solutions to help you save and invest. For consistent growth and carefully managed risk, PPS Investments offers multi-managed funds and Partnership funds (single-managed funds).

THE PPS MULTI-MANAGED FUNDS OFFER YOUR CLIENTS:

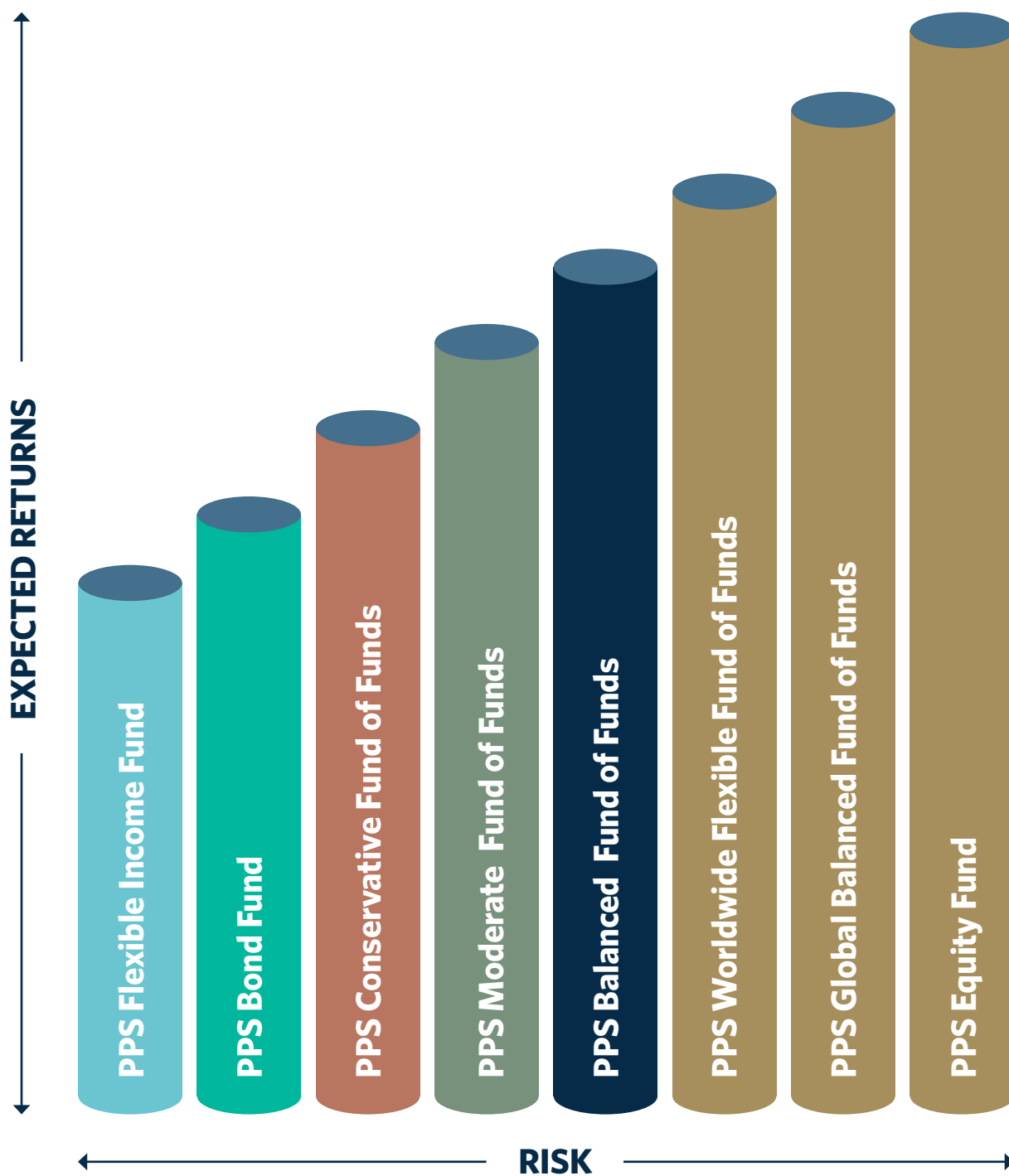
- A diversified, actively managed investment;
- Access to a range of quality managers at attractive prices;
- More consistent returns, as we combine managers with complementary strengths;
- Lower investment risk, as we reduce our dependency on any single strategy;
- Alignment between the way we manage it and your client's objectives; and
- For qualifying PPS members, the opportunity for increased profit share: All profits attributable to the PPS Funds accrue to PPS members who have invested in them.

WHY CHOOSE PPS MULTI-MANAGED FUNDS?

1. We manage asset allocation strategies;
2. We determine which asset managers are best positioned to execute these strategies successfully; and
3. We seek out complementary manager combinations.

This means that when you choose a PPS Fund, your investment research has already been done.

The PPS Multi-Managed Fund Range



PPS Partnership Funds

We've expanded our fund range to offer clients a unique opportunity for added diversification through the PPS Partnership Fund range.

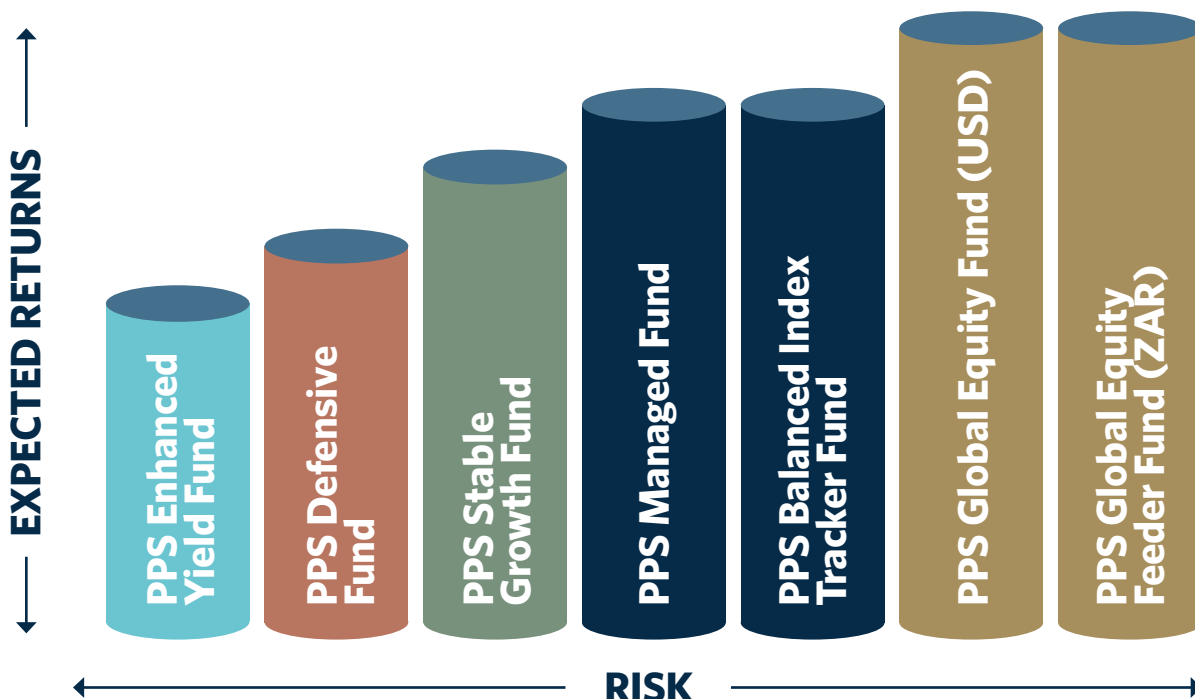
We have partnered with quality asset managers to offer a bespoke range of expertly managed funds across fund categories and risk profiles. Following in-depth research and a strict due diligence process, we firmly believe that these managers will add value to our Partnership Funds through their proven investment philosophies, experience and expertise.

OVERVIEW OF THE PPS PARTNERSHIP FUNDS

INVESTING IN THE PPS GLOBAL EQUITY FUND

Your clients can invest directly into the fund, with a minimum investment amount of \$10 000. You can obtain the PPS Global Equity Fund Minimum Disclosure Document and download an application form from the PPS Global Equity Fund Secure Site via the PPS Investments Secure Site by [clicking here](#).

[Read more information on the PPS Global Equity Fund managed by international investment manager, Capital Group.](#)



For more information on the unit trusts available, please refer to the relevant Investment Option Schedule, available via your profile on PPS Investments Secure Site at www.ppsisecure.co.za.

We have partnered with quality asset managers to offer a bespoke range of expertly managed funds across fund categories and risk profiles.

PPS Discretionary Fund Management

What is a DMF?

A DMF is a specialist investment manager that designs and manages investment portfolios to meet specific investor needs and risk appetite.

By outsourcing investment decisions to investment professionals, you are able to reduce the time spent on managing and rebalancing portfolios and are left with more time to focus on building client relationships.

Why choose PPS as your DMF?

Through the PPS DMF, you have access to the skills and expertise of the PPS investments team. As a PPS DMF client, you'll benefit from the rigorous research conducted, as well as be involved in the investment process and portfolio construction employed by the team with the main objective of meeting your stated investment objectives. The Investment Committee Charter is well-defined and governed by the PPS Investment Policy Statement (IPS), in which the roles and responsibilities of the Investment Committee - comprising the PPS DMF and the client - are clearly articulated.

For all servicing requirements, you'll have a dedicated client services team, headed up by an Investment Specialist. Choosing PPS DMF affords members invested in PPS funds the benefit of mutuality in earning PPS Profit-Share, as well as a competitive fee structure.

DFM Hub

As a PPS DMF client, you have access to the DFM Hub, which is a central place from which you can conveniently manage your DFM business on our platform. The DFM Hub gives you bespoke functionality to view your clients from a different angle, giving you additional insights into their investments, enabling you to better meet your clients' needs. Visit our Secure Site (<https://portal.ppsisecure.co.za/>) to experience this and much more.


BENEFIT FOR ADVISER

Investment Committee	<ul style="list-style-type: none"> - Participation in the portfolio management process - A well-defined and documented investment philosophy and process
Investment Process and Research	<ul style="list-style-type: none"> - Portfolios that are implemented and continually monitored by investment professionals - Access to competitive pricing - Access to PPSI's market research and manager research, a dedicated investment professional and investment specialist - Documented decisions to ensure continuity - Portfolio Construction based on thorough and vigorous process
Marketing	<ul style="list-style-type: none"> - Feedback and views from underlying managers - Commentary and monthly factsheets - Content for newsletters and articles
Tools and Reporting	<ul style="list-style-type: none"> - Morningstar reporting - Performance and risk reporting - Proprietary investment reporting
Operational Efficiency	<ul style="list-style-type: none"> - Stream-lined investment administration and the ability to implement portfolio changes across your client base in one easy process - Bulking of transactions - Can focus on clients financial planning and strategy
Practice Management	<ul style="list-style-type: none"> - Business intelligence and management information systems on your book - client segmentation, trends, identification of risks and opportunities
Legal	<ul style="list-style-type: none"> - Supervision process (where applicable) - Investment mandate and contracting - Client mandate - Assistance with contracts for setting up of different vehicles
Compliance	<ul style="list-style-type: none"> - Confidence that you are meeting your legal and compliance obligations - Signed off by compliance officer - Documented minutes will ensure compliance with Conflict of Interest regulation - Regulatory checks (including Reg. 28) - Investment mandate monitoring

BENEFIT FOR CLIENT

Investment Committee	- Continuity of investment decisions and management of your portfolio
Investment Process and Research	- Combination of an expert financial adviser with a specialist investment manager can add considerable value. - Provide depth of analysis for your investments
Marketing	- Insightful and useful articles - Investment insights relevant to your risk profile and investment portfolio
Tools and Reporting	- Access to up to date performance and information
Operational Efficiency	- Adviser can focus on your financial planning and strategy
Legal	- Once off signature required for mandate resulting in less administrative burden
Compliance	- Ensuring you remain at the forefront of regulation and new legislation - Ensuring that your TCF needs are being met

The DFM Hub gives you bespoke functionality to view your clients from a different angle, giving you additional insights into their investments, enabling you to better meet your clients' needs.



PPS Managed Share Portfolio

Offered in conjunction with a stockbroker, the PPS Managed Share Portfolio allows your clients to invest a portion of their retirement funds in securities listed on South African exchanges, such as the local stock market (JSE).

This gives your clients access to professional stockbroking expertise and allows them to tailor a bespoke securities portfolio alongside their unit trust investments.

PRODUCTS AVAILABLE FOR INVESTMENT

- PPS Personal Pension
- PPS Preservation Pension Fund
- PPS Preservation Provident Fund
- PPS Retirement Annuity
- PPS Living Annuity

- OPN Personal Pension
- OPN Preservation Pension Fund
- OPN Preservation Provident Fund

MINIMUM INVESTMENT AMOUNTS

Initial investment from: R1 000 000
Additional contributions: R100 000

INVESTMENT MANDATES:

1. Regulation 28 Managed Share Portfolio

Unit trusts are used to balance the equity exposure provided by the share portfolio so that the investment remains within Regulation 28 asset class limits.

2. Equity Focused Managed Share Portfolio

The stockbroker has a mandate to invest purely in equity (local listed shares).

3. Global Equity Focused Managed Share Portfolio (PPS Living Annuity only)

The stockbroker has a mandate to invest purely in offshore equity (offshore listed shares).

PPS Living Annuity with Lifetime Income

WHAT IS THE LIFETIME INCOME?

The Lifetime Income portfolio secures the payment of a monthly lifetime income for the rest of your clients' lives. This lifetime income is provided and underwritten by Just Retirement Life and can be purchased in the PPS Living Annuity using a portion of your clients' retirement savings. The monthly lifetime income is paid into the unit trust portion of the Living Annuity throughout your clients' lives. The portfolio provides a secure income that will be paid, regardless of the investment return environment.

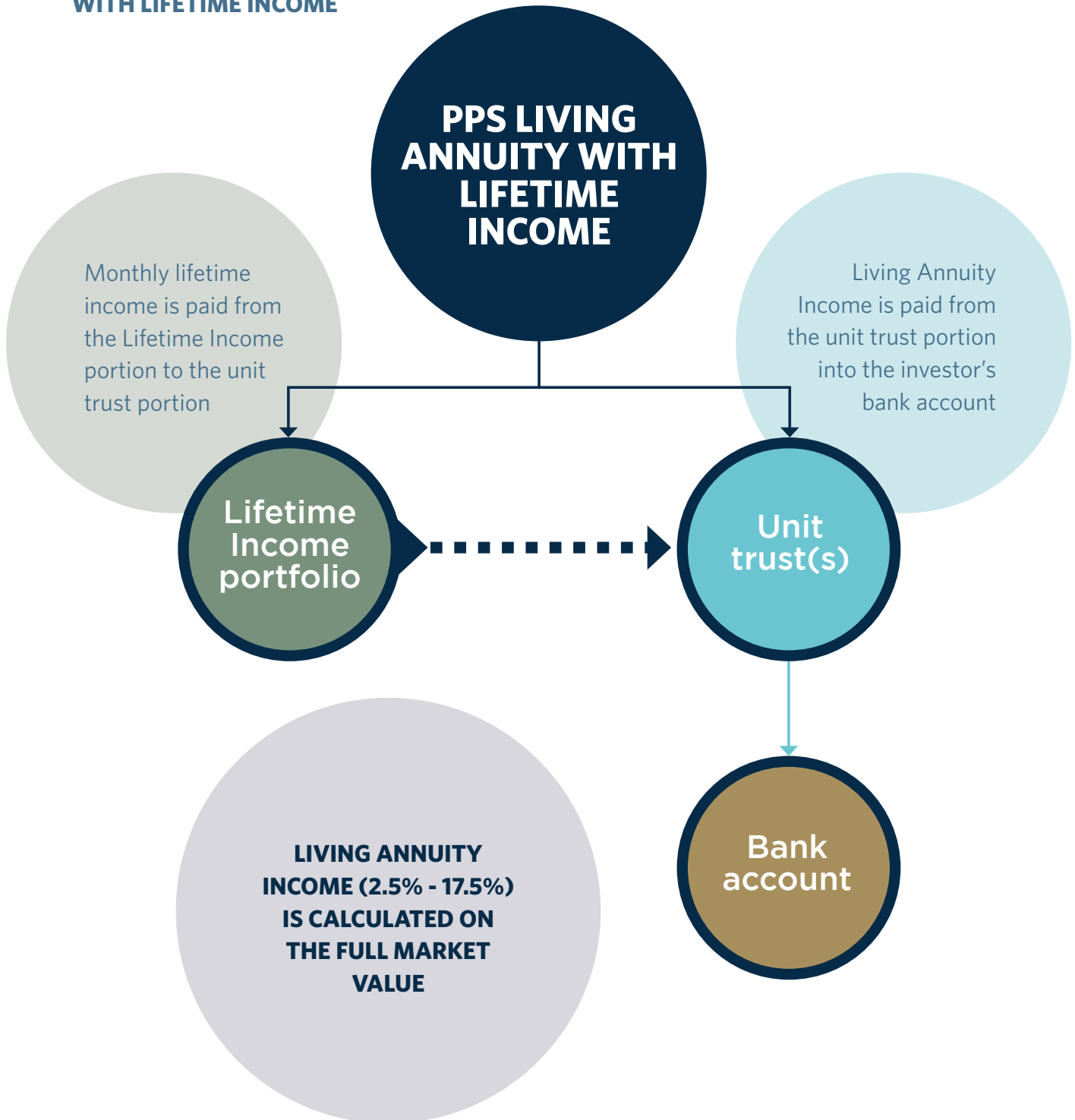
LIFETIME INCOME PRODUCT FEATURES

- Provides a secured monthly lifetime income provided by Just Retirement Life for life which is paid into a Unit Trust in your clients' PPS Living Annuity.
- The lifetime income will never reduce in nominal terms – regardless of market movements.
- The lifetime income targets but does not guarantee inflationary increases every year.
- The increase is primarily based on the average performance of the PPS Balanced Index Tracker Fund and/or PPS Managed Fund over a 6-year period.
- A spouse's income benefit may be added to the Lifetime Income portfolio.
- Clients can choose to add a minimum payment period.
- At death, no further income payments will be received and the value of the Lifetime Income portfolio will reduce to zero (unless spouse's income and/or minimum payment period was elected).

Visit our website

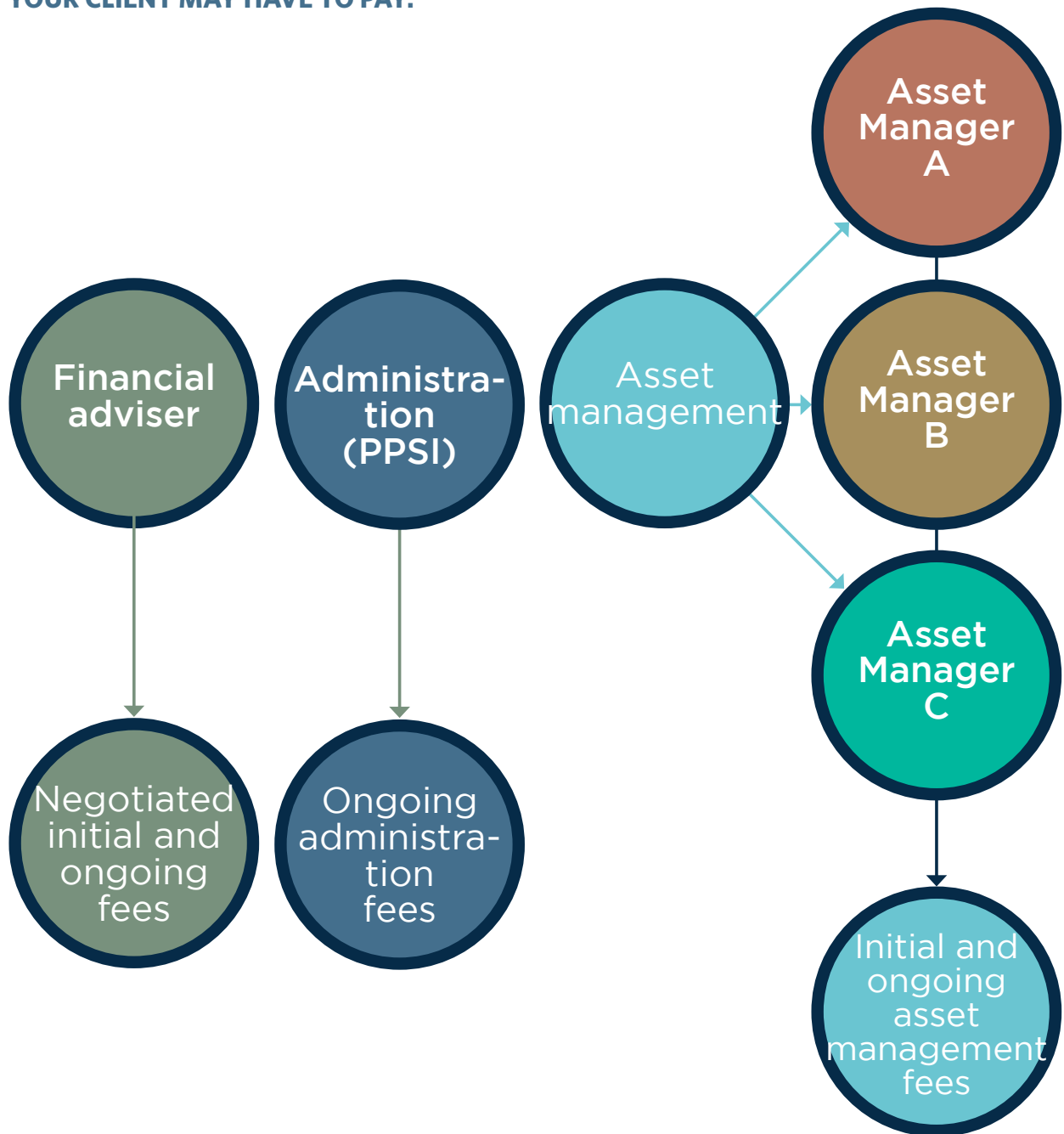
www.pps.co.za/invest/manage-your-retirement-income

PPS LIVING ANNUITY WITH LIFETIME INCOME



5. FEE STRUCTURE

THERE ARE THREE TYPES OF FEES YOUR CLIENT MAY HAVE TO PAY:



The PPS Investments Family Network enables your clients to connect their family members' investments on our platform to ensure that family members benefit from a reduced administration fee.

SELECT FUND RANGE

1. ADVICE FEES

These are charged by you for appropriately advising your clients on how to structure their portfolios.

	MAX. INITIAL ADVICE FEE	MAX. ONGOING ADVICE FEE
PPS & OPN INVESTMENT ACCOUNT	3%	1%
PPS & OPN ENDOWMENT PLAN	3%	1%
PPS & OPN TAX FREE INVESTMENT ACCOUNT	3%	1%
PPS RETIREMENT ANNUITY	3%	1%
PPS & OPN PERSONAL PENSION	3%	1%
PPS PRESERVATION FUNDS & OPN PRESERVATION PLANS	3%	1%
PPS & OPN LIVING ANNUITY	1.5%	1%
VESTED PPS PROFIT-SHARE ACCOUNT*	3%	1%

*Becomes accessible to qualifying members upon retirement.

Please note: All fees quoted exclude VAT.
VAT will be levied at the standard rate,
where applicable.

2. ADMINISTRATION FEES

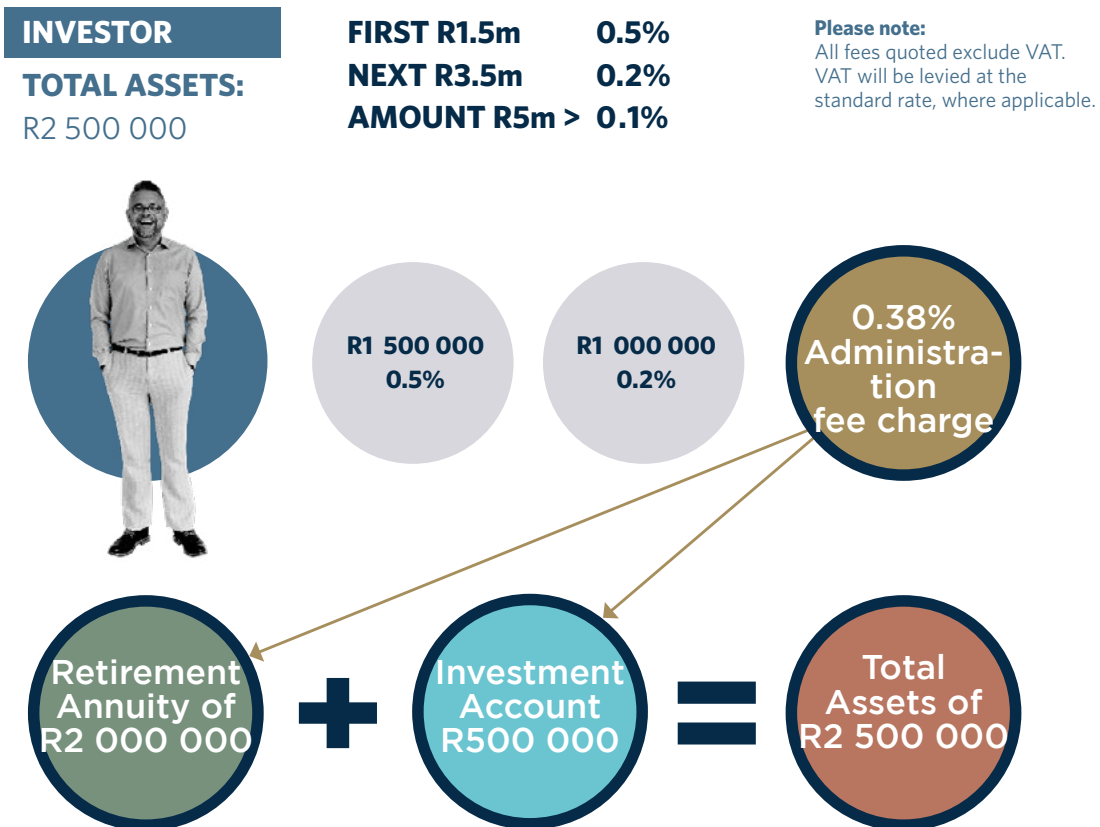
PPS Investments charges no initial administration fee and reduces ongoing administration fees based on the total amount your client has invested with us, across all investment products.

Please note:

1. The Allan Gray Money Market Fund and PPS Enhanced Yield Fund both charge a fixed administration fee of 0.4%. Investments into both these unit trusts are excluded when applying the sliding scale.
2. An additional administration fee of 0.15% (excl. VAT) p.a. is applicable to amounts invested in the PPS Managed Share Portfolio.

	ONGOING ADMINISTRATION FEE (EXCL. VAT)
FIRST R1 500 000	0.5%
NEXT R3 500 000	0.2%
THEREAFTER AMOUNTS OVER R5 000 000	0.1%

ADMINISTRATION FEES: EXAMPLE 1



3. ASSET MANAGEMENT FEES


You are able to choose from a selection of asset managers available on the PPS Investments platform or from the PPS Funds managed by PPS Multi-Managers.

You may also include the PPS Managed Share Portfolio in your retirement funds.

You are able to choose from a selection of investment options available on the PPS Investments platform including the PPS Funds managed by PPS Multi-Managers.

You may also include the PPS Managed Share Portfolio in your retirement funds. Asset management fees can be obtained from the respective minimum disclosure documents, available on PPS Investments Secure Site.

There are no additional fees levied, such as transaction fees, should your clients reduce or cease their monthly premiums or if they switch between different underlying unit trusts.



Unique benefits for your clients with the PPS Investments Family Network

WHAT IS THE PPS INVESTMENTS FAMILY NETWORK?

The Family Network enables your clients to connect their family members' investments on our platform to ensure that family members benefit from a reduced administration fee. Read more about it here www.pps.co.za/familynetwork

WHO CAN BE CONNECTED TO THE FAMILY NETWORK?

The core investor, has the option to connect:

- a spouse,
- parents (including parents-in-law), and
- children of all ages.

All family members must be investors with PPS Investments in order to connect.

HOW IS THE ADMINISTRATION FEE OF THE FAMILY NETWORK DETERMINED?

Each family member's investments are connected to determine the total family market value that will be applied to our administration fee scale. This establishes the administration fee that will apply to each family member.

The more your clients and their family invest with us, the more everyone benefits.

HOW DO I CREATE A FAMILY NETWORK FOR MY CLIENT?

You can explore the Family Network play-zone by visiting: www.pps.co.za/familynetwork to establish the best structure for your client's family. They will need to provide you with their family member's email address and how they are related to them.

Then they can head over to the PPS Investments Secure Site (www.ppsisecure.co.za), where they can create and manage their Family Network.

If your client has already received an invitation and would like your assistance to connect them to an existing Family Network, they can send the Family Key (as per the email invitation) to you in order to connect them to a specific Family Network.

Family members can also be connected by completing an application form available on our website.

Visit www.pps.co.za/familynetwork

An example of how a Family Network should work

**Administration fees
0.5% (excl. VAT)
on the first R1.5m
of investments with
PPS Investments.**

**Administration fees
0.2% (excl. VAT)
on the next R3.5m
of investments with
PPS Investments.**



Each family member's investments are connected to determine the total family market value that will be applied to our administration fee scale. This establishes the reduced administration fee that will apply to each family member.



The more you and your family invest with us, the more everyone benefits.

CORE INVESTOR

INVESTED:
R3 500 000
ADMIN FEE:
0.33%



SPOUSE

INVESTED:
R2 000 000
ADMIN FEE:
0.43%



PARENT 1

INVESTED:
R2 500 000
ADMIN FEE:
0.38%



FAMILY INVESTMENT:
R12 522 000
ADMIN FEE:
0.18%



INVESTED:
R17 000
ADMIN FEE:
0.5%

CHILD 2



INVESTED:
R4 500 000
ADMIN FEE:
0.30%

PARENT 2



INVESTED:
R35 000
ADMIN FEE:
0.5%

CHILD 1

Please note:
All fees quoted exclude VAT.
VAT will be levied at the standard rate, where applicable.

Each family member pays administration fees based on their individual amount invested. With the PPS Investments Family Network, you can combine the assets of your family to reduce everyone's fees.

6. TIMELINES AND REQUIREMENTS

To ensure efficient processing, we require that:

- All completed documentation is submitted by 14:00 via:
 - the [PPS Investments Secure Site](#);
or
 - the Administration department at admin@ppsinvestments.co.za.
- A copy of a deposit slip or electronic proof of payment that money has been paid into the product's bank account with an accompanying reference must be in our possession before the investment will be processed. The reference on the deposit slip must be the client's initials, surname and contact number.

WHAT ARE PPS INVESTMENTS' TIMELINES?

New business/additional contributions



Internal Switch (switch within the same Management Company)



External Switch (switch between different Management Companies (A&B))



Withdrawals (discretionary, such as Investment Account or Tax Free Investment Account)



Withdrawals of less than 80% (Endowments or Vested PPS Profit-Share Account):

STEP 1 (SALE TRANSACTION)



STEP 2 (WITHDRAWALS OF MORE THAN 80% TRANSACTION)



Note: Certain switches and withdrawals cannot be processed during the period when fees or regular withdrawal payments are being processed. This is to ensure those payments can be made. Please contact us to confirm timing. An electronic collection is restricted to a maximum Rand value per day as determined by the banks. An amount greater than this will require the Administrator to make multiple debits over multiple days, which may result in additional bank transaction costs. The investment will be processed one (1) business day after the last debit is received.

7. IMPORTANT DETAILS

PPS SOLUTIONS

PPS Personal Pension

FSCA: 12 / 8 / 37739

SARS: 18 / 20 / 4 / 041988

PPS Retirement Annuity Fund

FSCA: 12 / 8 / 404

SARS: 18 / 20 / 4 / 030135

PPS Preservation Pension Fund

FSCA: 12 / 8 / 37737

SARS: 18 / 20 / 4 / 041987

PPS Preservation Provident Fund

FSCA: 12 / 8 / 37738

SARS: 18 / 20 / 4 / 041989

PPS & OPN Tax Free Investment Account (transfers)

Tax reference number:

SARS: 9247 / 052 / 23 / 7

PPS INSURANCE COMPANY LIMITED

PPS Living Annuity

FSCA: 10 / 10 / 1 / 2148

SARS: 2001 / 017730 / 06

OPN SOLUTIONS

PPS Personal Pension

Retirement Annuity Fund

FSCA: 12 / 8 / 37739

SARS: 18 / 20 / 4 / 041988

OPN Preservation Pension Plan

FSCA: 12 / 8 / 37737

SARS: 18 / 20 / 4 / 041987

OPN Preservation Provident Plan

FSCA: 12 / 8 / 37738

SARS: 18 / 20 / 4 / 041989

PPS Investments Proprietary Limited

REG. NO: 2005 / 029098 / 07

PPS Multi-Managers Proprietary Limited

REG. NO: 2005 / 014015 / 07

Professional Provident Society Management Company Proprietary Limited (RF)

REG. NO: 2008 / 017040 / 07

PPS Insurance Company Limited

REG. NO: 2001 / 017730 / 06

CORONATION LIFE INSURANCE COMPANY LIMITED

OPN Living Annuity

FSCA: 10 / 10 / 1 / 0188

SARS: 1999 / 005510 / 06

SOLUTION SUITE

PPS Solutions

For Graduate Professional
Investors eligible for
PPS Membership

An overview of our PPS Solution Suite

DISCRETIONARY (OWN) MONEY

PRODUCT	PPS INVESTMENT ACCOUNT	PPS ENDOWMENT PLAN
Pre/Post Retirement	Both	Both (post in unique situations)
Primary Objective	Short and medium-term savings	Medium-term savings
Investment Rationale	Investors saving towards lifestyle goals over the short to medium term, who seek few investment restrictions and flexibility above potential tax perks.	Higher income investors with a medium-term investment horizon who are looking for a tax-efficient savings vehicle.
Product Suitability	Investors who: <ul style="list-style-type: none"> - Have a marginal tax rate below 30% - Require access to their savings within 5 years - Do not require insolvency protection - Have utilised their tax-free exemption 	Investors who: <ul style="list-style-type: none"> - Have a marginal tax rate above 30% - Do not require access to their savings within 5 years - Are comfortable with limited insolvency protection
Term	Open-ended	5 years, then open-ended
Regulation 28	No	No
Investment Minima: It is recommended that your client escalates their contribution to at least keep pace with inflation		
Lump Sum	R2000	R10 000
Recurring	R500 monthly**	R500 monthly**
Ad Hoc	R1500	R5000
Withdrawals, cessations and transfers		
Withdrawals	Unrestricted access	Yes, one is allowed during the five-year restriction period. Unrestricted access thereafter.

** The minimum recurring debit order amount if you are under the age of 30 is R200 per month, which should be escalated to the normal minimum of R500 per month after your 30th birthday. The minimum amount that can be invested in an Investment Option is R200.

DISCRETIONARY (OWN) MONEY

PRODUCT		PPS TAX FREE INVESTMENT ACCOUNT	
Pre/Post Retirement	Both		
Primary Objective	Long-term savings		
Investment Rationale	Investors who are seeking a tax-efficient, long-term discretionary vehicle that offers flexibility.		
Product Suitability	Investors who: <ul style="list-style-type: none"> - Are looking for a long-term tax efficient discretionary savings vehicle - May require a non-Regulation 28 alternative or supplement to a standard retirement savings vehicle - Would like to generate tax-free growth on their investment after utilising their annual interest exemptions and exclusions on capital gains - Do not require insolvency protection 		
Term	Open-ended until R500 000 lifetime contribution limit is reached.		
Regulation 28	No		
	Investment Minima:	Investment Maxima:	
Lump Sum	R2000	Annual Contribution Limit: R36 000 Lifetime Contribution Limit: R500 000	
Recurring	R500 monthly**		
Ad Hoc	R1000		
Withdrawals, cessations and transfers			
Withdrawals	Unrestricted access. Annual and lifetime contribution limits are capped and withdrawals cannot be replenished.		

DISCRETIONARY (OWN) MONEY

PRODUCT	PPS INVESTMENT ACCOUNT	PPS ENDOWMENT PLAN
Cessions	Yes	Yes
Transfers	Yes	No
Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.		
Pre-retirement withdrawal tax	N/A	N/A
Tax on withdrawals at/post retirement	Tax is applicable on investment withdrawals.	Benefits are paid after tax.
Tax within product	Local dividends are taxed (20%) and withheld before distributions are reinvested.	Savings will be taxed on net realised capital gains (12%) and interest (30%) within the product. Local dividends are taxed (20%) and withheld before distributions are reinvested.
Tax considerations	Investors will be taxed on net realised capital gains and interest after individual exemptions (annual interest exemptions and capital gains exclusions) in their own capacity and not within the product.	Investors are not taxed in their own hands, but should be aware of the applicable tax rate of the relevant policyholder fund, as the tax rate applicable within an endowment plan is the average rate payable by the life company, rather than by an individual.

DISCRETIONARY (OWN) MONEY

PRODUCT	PPS TAX FREE INVESTMENT ACCOUNT
Cessions	Security cessions are allowed but outright cessions are not allowed.
Transfers	Yes
Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.	
Pre-retirement withdrawal tax	N/A
Tax on withdrawals at/post retirement	No tax applicable on investment withdrawals.
Tax within product	<p>No tax is payable on interest, dividends or realised capital gains or losses that investors earn on their investment.</p> <p>If the investor exceeds their annual contribution limit of R36 000 per tax year, this will lead to a penalty tax of 40% on the over-contributed amounts.</p>
Tax considerations	<p>If the investor exceeds their annual contribution limit of R36 000 per tax year, this will lead to a penalty tax of 40% on the over-contributed amounts.</p> <p>If the investor exceeds the lifetime contribution limit of R500 000, this will lead to a penalty tax of 40% on the over-contributed amount.</p> <p>Penalty tax will be imposed by the SARS at the end of the tax year.</p>

COMPULSORY MONEY

PRODUCT	PPS PERSONAL PENSION	PPS RETIREMENT ANNUITY
Pre/Post Retirement	Pre	Pre
Primary Objective	Long-term retirement savings.	Long-term retirement savings. Transfer to transparent and cost-effective retirement vehicle.
Investment Rationale	Investors who are seeking a tax-efficient, long-term retirement savings vehicle.	Investors in the underwritten section of the PPS Retirement Annuity, who are seeking a better value proposition from their investment and for whom lower investment fees in the unit trust based section will outweigh the cost of an Intra-Fund Conversion.
Product Suitability	Investors who: <ul style="list-style-type: none"> - Do not require access to their savings before age 55 - Are comfortable with the requirement to purchase post- retirement income with at least 2/3rds of their investment proceeds - Seek tax benefits when saving towards retirement - Seek insolvency protection when saving towards retirement 	Investors for whom future savings from lower investment fees in the unit trust based section will outweigh the cost of an Intra-Fund Conversion. Investors who are looking to extend their retirement savings horizon once their underwritten policies have matured.
Term	Until retirement	Until retirement
Regulation 28	Yes	Yes
Investment Minima:		
Lump Sum	R10 000	R10 000
Recurring	R500 monthly**	R500 monthly**
Ad Hoc	R5000	R5000
Withdrawals, cessions and transfers		
Pre-retirement withdrawals	Yes, if fund value is less than R15 000. Withdrawals above R15 000 are allowed due to permanent disability, divorce order, death, ceasing to be a resident or departing from the RSA on the expiry of a work or visiting visa.	Yes, if fund value is less than R15 000. Withdrawals above R15 000 are allowed due to permanent disability, divorce order, death, ceasing to be a resident or departing from the RSA on the expiry of a work or visiting visa.

** The minimum recurring debit order amount if you are under the age of 30 is R200 per month, which should be escalated to the normal minimum of R500 per month after your 30th birthday. The minimum amount that can be invested in an Investment Option is R200.

COMPULSORY MONEY

PRODUCT	PPS PRESERVATION FUNDS
Pre/Post Retirement	Pre
Primary Objective	Preserve pension or provident fund savings.
Investment Rationale	Investors who are seeking a tax-efficient way to preserve accumulated retirement savings when leaving a pension or provident fund.
Product Suitability	<p>Investors who:</p> <ul style="list-style-type: none"> - Are comfortable that restrictions apply to a pre-retirement withdrawal (per source of funds) - Are willing to remain invested until age 55 - Seek tax benefits when preserving retirement savings - Preservation pension fund: Are comfortable with the requirement to purchase post-retirement income with at least two thirds of their investment proceeds - Seek insolvency protection when saving towards retirement - Preservation provident fund: Are comfortable with the requirement to purchase post-retirement income with at least two thirds of their investment proceeds contributed after 1 March 2021 <p>Click here to read more on the annuitisation rules applicable to preservation provident funds effective from 1 March 2021.</p>
Term	Until Retirement
Regulation 28	Yes
Investment Minima:	
Lump Sum	R50 000
Recurring	N/A
Ad Hoc	N/A unless fund origin is the same.
Withdrawals, cessions and transfers	
Pre-retirement withdrawals	You may take a once-off partial or full withdrawal (per source of funds) prior to retirement, provided there aren't any restrictions from the transferring fund.

COMPULSORY MONEY

PRODUCT	PPS PERSONAL PENSION	PPS RETIREMENT ANNUITY
Post Retirement Withdrawals	You may withdraw one third of your accumulated funds as a lump sum upon retirement and must use the remaining two thirds of the capital for the provision of an annuity. If the total retirement benefit in the Fund is R247 500 or less, you may commute the total capital as a lump sum benefit.	You may withdraw one third of your accumulated funds as a lump sum upon retirement and must use the remaining two thirds of the capital for the provision of an annuity. If the total retirement benefit in the Fund is R247 500 or less, you may commute the total capital as a lump sum benefit.
Cessions	No	No
Transfers	Yes, via Section 14 transfer.	Yes, via Intra-fund Conversion or Section 14 transfer.
Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.		
Pre-retirement withdrawal tax	Withdrawals taxed as retirement fund lump sum withdrawal benefit. (Tax provisions due to permanent disability, divorce order, death, ceasing to be a resident or departing from the RSA on the expiry of a work or visiting visa, will differ).	Withdrawals taxed as retirement fund lump sum withdrawal benefit. (Tax provisions due to permanent disability, divorce order, death, ceasing to be a resident or departing from the RSA on the expiry of a work or visiting visa, will differ).
Tax on withdrawals at/post retirement	Taxed as retirement fund lump sum benefit.	Taxed as retirement fund lump sum benefit.
Tax within product	Investor will not be taxed on net realised capital gains or interest within the product. Local dividends are not taxed before distributions are reinvested. Interest, foreign dividends and rental income are currently untaxed.	
Tax considerations	Amounts contributed to pension funds, provident funds and retirement annuity funds during a tax year are deductible by members of those funds. The deduction is limited to 27.5% of the greater of remuneration for PAYE purposes or taxable income (both excluding retirement fund and severance benefits). Furthermore, the deduction is limited to a maximum of R350 000 per annum. Any contributions exceeding the limitations are carried forward to the next tax year and are deemed to be contributed in that following year. Any unclaimed contributions may also reduce the taxable amount of a lump sum taken at withdrawal, retirement or death, and will reduce the taxable amount of the annuity income upon retirement.	

COMPULSORY MONEY

PRODUCT**PPS PRESERVATION FUNDS****Post Retirement Withdrawals**

On reaching retirement: Preservation provident fund: Can take up to 100% of contributions made before 1 March 2021, including all growth on these benefits.

Click here to read more on the annuitisation rules applicable to preservation provident funds on contributions made after 1 March 2021.

Preservation pension fund: Can take up to one third as lump sum; remainder commuted to post retirement income.

Currently, you may withdraw one third of your accumulated funds as a lump sum upon retirement and must use the remaining two thirds of the capital for the provision of an annuity. If the total retirement benefit in the Fund is R247 500 or less, you may commute the total capital as a lump sum benefit.

Cessions

No

Transfers

Yes, via Section 14 transfer.

Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.

Pre-retirement withdrawal tax

Taxed as retirement fund lump sum withdrawal benefit.

Tax on withdrawals at/post retirement

Taxed as retirement fund lump sum benefit.

Tax within product

Investor will not be taxed on net realised capital gains or interest within the product.

Local dividends are not taxed before distributions are reinvested.

Interest, foreign dividends and rental income are currently untaxed.

Tax considerations

Legislation allows only one early withdrawal from each preservation fund the investor has, and this is cumulatively taxed at withdrawal lump sum rates.

The investor should consider the impact of any previous early withdrawals made from other preservation funds, when considering an early withdrawal from this preservation fund.

COMPULSORY MONEY

PRODUCT	PPS LIVING ANNUITY	
	LIVING ANNUITY	WITH LIFETIME INCOME
Pre/Post Retirement	Post	Post
Primary Objective	Retirement income	Retirement income
Investment Rationale	Retirees looking to invest their accumulated retirement savings to provide a retirement income while offering the opportunity to generate further investment growth.	The Lifetime Income portfolio secures the payment of a monthly lifetime income for the rest of your client's life.
Product Suitability	Investors who: <ul style="list-style-type: none"> - Do not require a guaranteed income - Are comfortable with the requirement to draw an annual income between 2.5% and 17.5% of their investment value - Are comfortable to assume some investment risk to target further investment growth - Are comfortable to assume responsibility for managing their retirement savings 	Investors who: <ul style="list-style-type: none"> - Would like to combine the benefits of a Living Annuity and Life Annuity - Would like to secure a portion of their retirement income - Seek to sustainably draw a higher income than is possible in a living annuity - Are comfortable to assume responsibility for managing their retirement savings
Term	Until Death	Until Death
Regulation 28	No	No
Investment Minima:		
Lump Sum	R100 000	R50 000 (on the Lifetime Income portion).
Recurring	N/A	N/A
Ad Hoc	N/A	Additional purchase of Lifetime Income portfolio minimum R50 000.
Withdrawals, cessions and transfers		
Pre-retirement withdrawals	N/A	N/A

COMPULSORY MONEY

PRODUCT	PPS LIVING ANNUITY	
	LIVING ANNUITY	WITH LIFETIME INCOME
Post Retirement Withdrawals	Must withdraw between 2.5% and 17.5% p.a. as income. Full withdrawal can be taken if policy value is less than R125 000.	Must withdraw between 2.5% and 17.5% p.a. as income. Full withdrawal can be taken if policy value is less than R125 000.
Cessions	No	No
Transfers	Transfers carried out in terms of Section 50(1) & (2) of the Insurance Act.	Yes, via Section 50(1) & (2) of the Insurance Act transfer if recipient provider accepts the lifetime income portfolio.
Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.		
Pre-retirement withdrawal tax	N/A	N/A
Tax on withdrawals at/post retirement	Income taxed as gross income according to the Income Tax Table, based on total income paid by product provider.	Income taxed as gross income according to the Income Tax Table, based on total income paid by product provider.
Tax within product	Investor will not be taxed on net realised capital gains or interest within the product. Local dividends are not taxed before distributions are reinvested.	Investor will not be taxed on net realised capital gains or interest within the product. Local dividends are not taxed before distributions are reinvested.
Tax considerations	Investors should be aware of the tax implications of multiple annuity streams, since tax will be deducted from the annuity income payments received from the PPS Living Annuity in accordance with prevailing income tax legislation, unless specified otherwise.	Investors should be aware of the tax implications of multiple annuity streams, since tax will be deducted from the annuity income payments received from the PPS Living Annuity in accordance with prevailing income tax legislation, unless specified otherwise.

PPS PROFIT-SHARE ACCOUNT

VESTED PPS PROFIT-SHARE ACCOUNT

Access	From the age 60, the profits PPS members have accumulated over the course of their PPS membership become accessible via the Vested PPS Profit-Share Account.
Lifestyle	The Vested PPS Profit-Share Account provides members with a unique retirement asset.
Investment Rationale	The Vested PPS Profit-Share Account enables your clients to: <ol style="list-style-type: none">1. reinvest their accumulated profit share to generate more capital growth2. supplement and prolong their retirement savings by making withdrawals when necessary3. continue sharing in PPS profits attributable to PPS Investments4. access withdrawals that are net of tax, where the tax reporting is not their responsibility5. gain access to premium unit trusts via the PPS Fund fund range
Term	Until death
Profit sharing	Ongoing contributions to members will be determined based on the total amount invested with PPS Investments (across all PPS Investments products) and amounts invested in the PPS funds.
Transactions	
Contributions	No additional investment contributions are allowed.
Withdrawals	Members have unrestricted access and can set up regular withdrawals to supplement retirement income or make partial and full withdrawals.
Transfers	Members are able to transfer their savings to another PPS Investments product more suited to their individual requirements and retirement strategy. The Vested PPS Profit-Share Account will remain active and the member will continue to receive profit allocations for as long as he or she remains invested with PPS Investments.
Loans	Not allowed
Cessions	Not allowed
Switches	Yes
Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.	
Tax on withdrawals	The proceeds of a withdrawal are tax-free in your hands and all tax reporting responsibility is removed from you. All taxes due and payable are levied within your Vested PPS Profit-Share Account.
Tax within product	Most taxable growth (interest, net rental income and foreign dividends) is taxed at 30% for individuals while local dividends are taxed at 20% and realised capital gains at 12%.
Vesting	The PPS Profit-Share Account vests at retirement normally at the age of 66. Earlier retirement is also permissible between the ages of 60 and 66 but this will result in the cancellation of your PPS Sickness and Permanent Incapacity benefit. Members who choose to retain their PPS Sickness and Permanent Incapacity benefit post the age of 66 have the option to delay the vesting of the PPS Profit-Share Account until they cancel these benefits.

OPN Solutions

For Non-PPS Members
and families of Graduate
Professionals

An overview of our OPN Solution Suite

DISCRETIONARY (OWN) MONEY

PRODUCT	OPN INVESTMENT ACCOUNT	OPN ENDOWMENT PLAN
Pre/Post Retirement	Both	Both (post in unique situations).
Primary Objective	Short and medium-term savings.	Medium-term savings.
Investment Rationale	Investors saving towards lifestyle goals over the short to medium term, who seek few investment restrictions and flexibility above potential tax perks.	Higher income investors with a medium-term investment horizon who are looking for a tax-efficient savings vehicle.
Product Suitability	Investors who: <ul style="list-style-type: none"> - Have a marginal tax rate below 30% - Require access to their savings within 5 years - Do not require insolvency protection - Have utilised their tax-free exemption 	Investors who: <ul style="list-style-type: none"> - Have a marginal tax rate above 30% - Do not require access to their savings within 5 years - Are comfortable with limited insolvency protection
Term	Open-ended	5 years, then open-ended
Regulation 28	No	No
Investment Minima: It is recommended that your client escalates their contribution to at least keep pace with inflation		
Lump Sum	R2000	R10 000
Recurring	R500 monthly**	R500 monthly**
Ad Hoc	R1000	R5000
Withdrawals, cessions and transfers		
Withdrawals	Unrestricted access	Yes, one is allowed during the five-year restriction period. Unrestricted access thereafter.
Cessions	Yes	Yes
Transfers	Yes	No

** The minimum recurring debit order amount if you are under the age of 30 is R200 per month, which should be escalated to the normal minimum of R500 per month after your 30th birthday. The minimum amount that can be invested in an Investment Option is R200.

DISCRETIONARY (OWN) MONEY

PRODUCT		OPN TAX FREE INVESTMENT ACCOUNT
Pre/Post Retirement	Both	
Primary Objective	Long-term savings.	
Investment Rationale	Investors who are seeking a tax-efficient, long-term discretionary vehicle that offers flexibility.	
Product Suitability	Investors who: <ul style="list-style-type: none"> - Are looking for a long-term tax efficient discretionary savings vehicle - May require a non-Regulation 28 alternative or supplement to a standard retirement savings vehicle - Would like to generate tax-free growth on their investment after utilising their annual interest exemptions and exclusions on capital gains - Do not require insolvency protection 	
Term	Open-ended	
Regulation 28	No	
	Investment Minima:	Investment Maxima:
Lump Sum	R2000	Annual Contribution Limit: R36 000 Lifetime
Recurring	R500 monthly**	Contribution Limit: R500 000
Ad Hoc	R1000	
Withdrawals, cessions and transfers		
Withdrawals	Unrestricted access. Annual and lifetime contribution limits are capped and withdrawals cannot be replenished.	
Cessions	Security cessions are allowed but outright cessions are not allowed.	
Transfers	Yes	

DISCRETIONARY (OWN) MONEY

PRODUCT	OPN INVESTMENT ACCOUNT	OPN ENDOWMENT PLAN
<p>Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.</p>		
<p>Pre-retirement withdrawal tax</p>	<p>N/A</p>	<p>N/A</p>
<p>Tax on withdrawals at/post retirement</p>	<p>Tax applicable on investment withdrawals.</p>	<p>Benefits are paid after tax.</p>
<p>Tax within product</p>	<p>Local dividends are taxed (20%) and withheld before distributions are reinvested.</p>	<p>Savings will be taxed on net realised capital gains (12%) and interest (30%) within the product.</p> <p>Local dividends are taxed (20%) and withheld before distributions are reinvested.</p>
<p>Tax considerations</p>	<p>Investors will be taxed on net realised capital gains and interest after individual exemptions (annual interest exemptions and capital gains exclusions) in their own capacity and not within the product.</p>	<p>Investors are not taxed in their own hands, but should be aware of the applicable tax rate of the relevant policyholder fund, as the tax rate applicable within an endowment plan is the average rate payable by the life company, rather than by an individual.</p>

DISCRETIONARY (OWN) MONEY

PRODUCT**OPN TAX FREE INVESTMENT ACCOUNT**

Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.

Pre-retirement withdrawal tax

N/A

Tax on withdrawals at/post retirement

No tax applicable on investment withdrawals.

Tax within product

No tax is payable on interest, dividends or realised capital gains or losses that investors earn on their investment.

If the investor exceeds their annual contribution limit of R36 000 per tax year, this will lead to a penalty tax of 40% on the over-contributed amounts.

Tax considerations

If the investor exceeds their annual contribution limit of R36 000 per tax year, this will lead to a penalty tax of 40% on the over-contributed amounts.

If the investor exceeds the lifetime contribution limit of R500 000, this will lead to a penalty tax of 40% on the over-contributed amount.

Penalty tax will be imposed by the SARS at the end of the tax year.

COMPULSORY MONEY

PRODUCT	OPN PERSONAL PENSION
Pre/Post Retirement	Pre
Primary Objective	Long-term retirement savings.
Investment Rationale	Investors who are seeking a tax-efficient, long-term retirement savings vehicle.
Product Suitability	Investors who: <ul style="list-style-type: none"> - Do not require access to their savings before age 55 - Are comfortable with the requirement to purchase post-retirement income with at least two thirds of their investment proceeds - Seek tax benefits when saving towards retirement - Seek insolvency protection when saving towards retirement
Term	Until retirement
Regulation 28	Yes
Investment Minima:	
Lump Sum	R10 000
Recurring	R500 monthly
Ad Hoc	R5000
Withdrawals, cessions and transfers	
Pre-retirement withdrawals	Yes, if fund value is less than R15 000. Withdrawals above R15 000 are allowed due to permanent disability, divorce order, death, ceasing to be a resident or departing from the RSA on the expiry of a work or visiting visa.

COMPULSORY MONEY

PRODUCT	OPN PRESERVATION FUNDS
Pre/Post Retirement	Pre
Primary Objective	Preserve pension or provident fund savings.
Investment Rationale	Investors who are seeking a tax-efficient way to preserve accumulated retirement savings when leaving a pension or provident fund.
Product Suitability	<p>Investors who:</p> <ul style="list-style-type: none"> - Are comfortable that restrictions apply to a pre-retirement withdrawal (per source of funds) - Are willing to remain invested until age 55 - Seek tax benefits when preserving retirement savings - Preservation pension fund: Are comfortable with the requirement to purchase post-retirement income with at least two thirds of their investment proceeds - Seek insolvency protection when saving towards retirement - Preservation provident fund: Are comfortable with the requirement to purchase post-retirement income with at least two thirds of their investment proceeds contributed after 1 March 2021 <p>Click here to read more on the annuitisation rules applicable to preservation provident funds effective from 1 March 2021.</p>
Term	Until Retirement
Regulation 28	Yes
Investment Minima:	
Lump Sum	R50 000
Recurring	N/A
Ad Hoc	N/A unless fund origin is the same.
Withdrawals, cessions and transfers	
Pre-retirement withdrawals	You may take a once-off partial or full withdrawal (per source of funds) prior to retirement, provided there aren't any restrictions from the transferring fund.

COMPULSORY MONEY

PRODUCT

OPN PERSONAL PENSION

Withdrawals at/post retirement You may withdraw one third of your accumulated funds as a lump sum upon retirement and must use the remaining two thirds of the capital for the provision of an annuity. If the total retirement benefit in the Fund is R247 500 or less, you may commute the total capital as a lump sum benefit.

Cessions No

Transfers Yes, via Section 14 Transfer.

Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.

Pre-retirement withdrawal tax Withdrawals taxed as retirement fund lump sum withdrawal benefit.
(Tax provisions due to permanent disability, divorce order, death, ceasing to be a resident or departing from the RSA on the expiry of a work or visiting visa, will differ).

Tax on withdrawals at/post retirement Taxed as retirement fund lump sum benefit.

Tax within product Investor will not be taxed on net realised capital gains or interest within the product.
Local dividends are not taxed before distributions are reinvested.
Interest, foreign dividends and rental income are currently untaxed.

Tax considerations Amounts contributed to pension funds, provident funds and retirement annuity funds during a tax year are deductible by members of those funds. The deduction is limited to 27.5% of the greater of Remuneration for PAYE purposes or taxable income (both excluding retirement fund and severance benefits). Furthermore, the deduction is limited to a maximum of R350 000 per annum.

Any contributions exceeding the limitations are carried forward to the next tax year and are deemed to be contributed in that following year. Any unclaimed contributions may also reduce the taxable amount of a lump sum taken at withdrawal, retirement or death, and will reduce the taxable amount of the annuity income upon retirement.

COMPULSORY MONEY

PRODUCT**OPN PRESERVATION FUNDS****Withdrawals at/post retirement**

On reaching retirement: Preservation provident plan: Can take up to 100% of contributions made before 1 March 2021 as a lump sum.

Click here to read more on the annuitisation rules applicable to preservation provident funds on contributions made after 1 March 2021.

Preservation pension plan: Can take up to one third as lump sum; remainder commuted to post-retirement income.

Currently, you may withdraw one third of your accumulated funds as a lump sum upon retirement and must use the remaining two thirds of the capital for the provision of an annuity. If the total retirement benefit in the Fund is R247 500 or less, you may commute the total capital as a lump sum benefit.

Cessions

No

Transfers

Yes, via Section 14 Transfer.

Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.

Pre-retirement withdrawal tax

Taxed as retirement fund lump sum withdrawal benefit.

Tax on withdrawals at/post retirement

Taxed as retirement fund lump sum benefit.

Tax within product

Investor will not be taxed on net realised capital gains or interest within the product.

Local dividends are not taxed before distributions are reinvested.

Interest, foreign dividends and rental income are currently untaxed.

Legislation allows only one early withdrawal from each preservation fund the investor has, and this is cumulatively taxed at withdrawal lump sum rates.

Tax considerations

The investor should consider the impact of any previous early withdrawals made from other preservation funds, when considering making an early withdrawal from this preservation fund.

COMPULSORY MONEY

PRODUCT	OPN LIVING ANNUITY
Pre/Post Retirement	Post
Primary Objective	Retirement income
Investment Rationale	Retirees looking to invest their accumulated retirement savings to provide a retirement income while offering the opportunity to generate further investment growth.
Product Suitability	Investors who: <ul style="list-style-type: none"> - Do not require a guaranteed income - Are comfortable with the requirement to draw an annual income between 2.5% and 17.5% of their investment value - Are comfortable to assume some investment risk to target further investment growth - Are comfortable to assume responsibility for managing their retirement savings
Term	Until Death
Regulation 28	No (but advised)
Investment Minima:	
Lump Sum	R100 000
Recurring	N/A
Ad Hoc	N/A
Withdrawals, cessions and transfers	
Pre-retirement withdrawals	N/A
Withdrawals at/post retirement	Must withdraw between 2.5% and 17.5% p.a. as income. Full withdrawal can be taken if policy value is less than R125 000
Cessions	No
Transfers	Yes, via Section 50(1) & (2) of the Insurance Act.
Tax: This is a guide. Please refer to current tax legislation and product rules for details, or consult a tax specialist.	
Pre-retirement withdrawal tax	N/A
Tax on withdrawals at/post retirement	Income taxed as gross income according to the Income Tax Table, based on total income paid by product provider. Investor will not be taxed on net realised capital gains or interest within the product.
Tax within product	Local dividends are not taxed before distributions are reinvested.
Tax considerations	Investor should be aware of the tax implications of multiple annuity streams, since tax will be deducted from the annuity income payments received from the OPN Living Annuity in accordance with prevailing income tax legislation, unless specified otherwise.

MANDATORY DISCLOSURES

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