

The Investec iSelect Retirement Annuity Fund



Out of the Ordinary®

 **Investec**
Asset Management

Saving for your future is simple with the Investec iSelect Retirement Annuity Fund

No matter where you are in life, there's always tomorrow. How rewarding your future is depends on how well you plan and make provision for it now. You can start saving for your future by putting away as little as R500 a month into a retirement annuity (RA). That's our minimum for the Investec iSelect Retirement Annuity Fund (Investec iSelect RA). Your contributions are tax deductible within certain limits.

This is ideal if you are:

- Not yet retired and would like to save for retirement using voluntary monies
- Self employed or are already contributing to an employer's retirement fund and would like to make additional savings for retirement
- Transferring compulsory retirement savings from your employer's retirement fund
- Transferring retirement savings from another retirement annuity to Investec iSelect RA

Features and benefits

- A range of top quality unit trust funds with which to build your portfolio
- The flexibility to switch between unit trust funds as your financial needs change
- Cost efficiency – flat annual administration fees reduced by fund refunds, and negotiable advice fees
- Transparent pricing and performance
- Tax efficiency - contributions are tax deductible within certain limits
- Online transactions and access to portfolio information via a secure website
- Online statements with relevant information that is easy to understand
- A flexible retirement date – any time after age 55
- The freedom to change your contributions, make your RA paid up or transfer to another RA fund without facing any penalties

Minimum investment

Investec iSelect RA

Debit order	R500 per month (existing investment not required)
Lump sum	R50 000
Additional amounts	R10 000





A transparent and simple pricing structure

No initial product fees and a simple flat annual administration fee make Investec iSelect RA one of the most cost efficient ways to save for retirement. In addition, the funds on the iSelect platform have undertaken to refund part or all of the annual administration fee.

Investec iSelect RA fees (incl.VAT)

	Administration	Unit trust	Adviser fee
Initial	0%	0% - 0.285%	0% - 3.42% negotiable between financial advisers and their clients.
Annual	0.456% less management company refund.	Please refer to the fund fee table on www.investinyourfuture.com	0% - 1.14% negotiable between financial advisers and their clients.

Administration fees using a sample of iSelect funds

	Investec Managed Fund	Coronation Balanced Plus Fund	Investec Opportunity Income Fund
Initial RA product administration fee	0%	0%	0%
Annual RA product administration fee (incl.VAT)	0.456%	0.456%	0.456%
Refund from management company (incl.VAT) ¹	-0.456%	-0.456%	-0.456%
Net RA product administration fee (incl.VAT)	0%	0%	0%

¹ Refunds are at the discretion of each management company and are subject to change. The level of refund may also vary, with some management companies providing a refund of less than 0.456% (incl.VAT).

Accessing the investment

- Investors may retire from their investment from age 55.
- At retirement a maximum of one third can be paid out to an investor as a lump sum. The remaining two thirds must be used to purchase an annuity.
- Alternatively, the entire amount may be used to purchase an annuity.

The funds on the iSelect platform have undertaken to refund part or all of the annual administration fee.

On death

- A lump sum benefit or an annuity may be paid.²
- Tax paid as at retirement.

Your RA and tax

Tax deductible contributions	Tax on investment growth	Tax on proceeds ³	
<p>Contributions are tax deductible to a maximum of the greater of:</p> <ul style="list-style-type: none"> • 15% of non-retirement funding taxable income; or • R3 500 less allowable pension fund contributions; or • R1750. 	<p>Prior to retirement</p> <ul style="list-style-type: none"> • No retirement fund tax is levied on interest, net rental and foreign dividend income. • Capital gains tax is not applicable in terms of current legislation. 	<p>At retirement - maximum one-third lump sum</p> <ul style="list-style-type: none"> • Generally R300 000 is tax free. Amounts exceeding R300 000 and up to R600 000 will be taxed at 18%. • Amounts above R600 000 and up to R900 000 will be taxed at 27%. Amounts above R900 000 will be taxed at 36%. 	<p>At retirement - remaining value (minimum two thirds)</p> <p>Transferred into an annuity on a tax-neutral basis.</p>

² Determined by the rules of the Fund

³ Subject to tax as per the Second Schedule of the Income Tax Act

Contact us

Financial advisers:

- Please visit our website at www.investecfunds.co.za for more information on iSelect's range of unit trust funds and portfolio products. You'll also find application forms and other key literature on the site.
- For more information and assistance with investing, call Investec Client Service on 0860 500 100.

Individual investors:

- Please visit our website at www.investinyourfuture.com to learn more about saving for your retirement and iSelect's range of unit trust funds and portfolio products. You'll also find application forms and other key literature on the site.
- For more information and assistance with investing, call Investec Client Service on 0860 555 700.



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Investec Investment Management Services is an authorised financial services provider.