

TWO-POT

YOUR QUESTIONS ANSWERED



SAVINGS UP TO 31 AUGUST 2024

How is my money going to be distributed between all these pots?

- Your Fund Value as at 31 August 2024 will go into the vested pot, except for the small amount allocated to the savings pot as a starting balance.
- No contributions will be made to this pot after 1 September 2024. This money will be left to earn investment returns.



What money do I have access to, and when?

- You cannot make withdrawals from this pot until you exit the Fund.



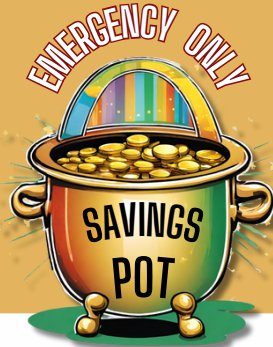
What if I leave my Fund because I resign?

- You may withdraw the full balance.



Tax

- Taxed in line with tax tables for withdrawal/retirement.



MONEY: ONLY FOR EMERGENCIES!

How is my money going to be distributed between all these pots?

- 10% or R30 000, whichever is smaller, will go to this pot on 1 September.
- Going forward, one-third of your contributions will go to the savings pot.



What money do I have access to, and when?

- Minimum of R2 000 per annum may be withdrawn. You can't take a withdrawal before you have a balance of at least R2000.



What if I leave my Fund because I resign?

- You may withdraw the full balance, but you may only withdraw once in a tax year unless the amount in savings pot is less than R2 000.



Tax

- Any withdrawals from this pot before retirement will be taxed at your marginal rate – in other words, the same rate as your income.
- At retirement it will be in line with retirement tax table.



NO TOUCHING

How is my money going to be distributed between all these pots?

- The retirement pot will not have any money in it to start with.
- Going forward, two thirds of your contributions will go to the retirement pot.



What money do I have access to, and when?

- You cannot make withdrawals from this pot.



What if I leave my Fund because I resign?

- You cannot make withdrawals from this pot. This money must be used to purchase an annuity when you retire.



Tax

- The annuity that you buy will be taxed as and when you receive your monthly pension income, in line with tax tables for retirees.

TAX AT WITHDRAWAL BEFORE RETIREMENT:

R0 – R27 500	0%
R27 501 – R726 000	18% of the amount above R27 500
R726 001 – R1 089 000	R125 730 plus 27% of the amount above R726 000
R1 089 001 and above	R223 740 plus 36% of the amount above R1 089 000

TAX AT RETIREMENT:

R0 – R550 000	0%
R550 001 – R770 000	18% of the amount above R550 000
R770 001 – R1 155 000	R39 600 plus 27% of the amount above R770 000
R1 155 001 and above	R143 550 plus 36% of the amount above R1 155 000