

Momentum Wealth **Retirement Annuity Option**

What will it be like not to have the certainty of a salary every month? And how much will you need every month to be financially prepared to maintain your standard of living once you stop earning a salary? Retirement and being financially independent is something to look forward to and you want to have enough one day, and not look your children or siblings in the eye to make ends meet.

Making sure you have enough money for your retirement is part of your journey to success. We know 'enough' is unique for everyone – whether you plan to relax on the stoep, travel, start a new venture or have time with your grandchildren.

With us, investing is personal

When it's personal, it really matters – you give it your best to make sure you are successful.

We understand everyone is different and to you, your investment isn't just another investment. You don't invest for the sake of investing. You invest to make your dreams and aspirations come to life.

With us, investing is personal. From how our experts push the boundaries to create innovative and tailored solutions that can help you achieve your goals on your investment journey, to how we act as the guardians of your legacy, it's personal.

It's your personal investment, with the unstoppable force of momentum.

How can the Retirement Annuity Option help you?

A retirement annuity helps you grow your savings money for retirement so that you can draw a regular income once you retire. It can supplement your employer's retirement fund or be your main retirement savings method. It is a long-term product that helps you invest in a flexible, structured and tax-efficient way. The earlier you start saving and investing, the better.

Is it for you?

- Yes, if you want to enjoy tax-free growth potential and deduct the money you invest from tax.
- Yes, if you want to invest a lump sum or a regular amount.
- Yes, if you don't need access to the money before age 55.

Features

- You can deduct the amount that you invest from tax, within limits.
- You can get tax-free growth.

- You can get tax allowances when you retire.
- Your money is safe from creditors.
- There could be estate duty benefits.

When is it not for you?

- If retirement annuity rules don't suit your investment goal, for example one of the rules is that you can only take one-third of your investment value in cash when you retire.
- If you want to have a more aggressive investment strategy. Legislation limits where retirement annuity investors can invest.

How does it work?

Who can invest?	South African citizens or persons with a valid South African work permit.
Minimum amounts	<ul style="list-style-type: none">▪ A lump sum of R50 000.▪ A regular debit order investment of R1 000 per month (you can add this later).▪ Certain investment solutions have other minimums.
Retirement age	Any date from age 55, or if the law allows you access earlier.
Which investment solutions can you choose?	<ul style="list-style-type: none">▪ Our flagship range of local and global unit trusts.▪ Other investment solutions managed by Equilibrium, Momentum Outcome-based Solutions, Momentum Asset Management and Momentum Securities.▪ Unit trusts and investment solutions from other investment managers. <p>Your financial adviser will help you choose the most suitable investment solutions.</p>
Can you invest more?	Yes. Limits apply to the amount you can deduct from tax.
Can you make changes?	<ul style="list-style-type: none">▪ Yes, you can choose other investment solutions if your needs change.▪ Yes, you can change your beneficiaries.
Can you withdraw money?	Only in special circumstances, for example should you emigrate or become disabled.
Can you borrow from your investment?	No.
Can you use it as security for a loan?	No.
Can you cancel?	Yes, subject to certain rules set out in the terms. You could get back less than what you have invested.
Can you transfer?	Yes, to another retirement annuity fund.
When you retire	<p>According to the rules of the Momentum Wealth Retirement Annuity Fund, you will have a non-vested benefit.</p> <ul style="list-style-type: none">▪ You can take up to one-third of your non-vested benefit as a lump sum when you retire. You must use the balance to purchase an annuity. If your total non-vested benefit is less than the minimum prescribed amount at the time, you can take your full non-vested benefit as a lump sum.
When you die	Your dependants or beneficiaries gets the money, according to what legislation prescribes (section 37C of the Pension Funds Act).

What does it cost?

- Most investments typically have the following fees:
 - An investment management fee for the management of the funds you choose.
 - An administration fee to cover the cost of administering your investment.
 - An adviser fee for the advice and services you get from your financial adviser.
- Once you apply for a Retirement Annuity Option, your quote will set out the fees.
- Each minimum disclosure document (fund fact sheet) sets out the investment management fee for that fund. [Get](#) the latest ones.

More advice and how to invest

Speak to your financial adviser who will help you choose suitable investment options and start your personal investment. If you don't have one, go to momentum.co.za.

Contact details

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