

## ILLUSTRATION OF THE EFFECT OF COMPOUND INTEREST

Projected value of R100 per month, at various growth rates					
Term	2%	4%	6%	8%	10%
<b>5</b>	R 6,300	R 6,600	R 7,000	R 7,300	R 7,700
<b>6</b>	R 7,700	R 8,100	R 8,600	R 9,200	R 9,800
<b>7</b>	R 9,000	R 9,700	R 10,400	R 11,200	R 12,000
<b>8</b>	R 10,400	R 11,300	R 12,300	R 13,300	R 14,500
<b>9</b>	R 11,800	R 13,000	R 14,200	R 15,600	R 17,200
<b>10</b>	R 13,300	R 14,700	R 16,300	R 18,100	R 20,100
<b>15</b>	R 21,000	R 24,500	R 28,800	R 34,000	R 40,200
<b>20</b>	R 29,500	R 36,500	R 45,600	R 57,300	R 72,400
<b>25</b>	R 38,900	R 51,100	R 68,000	R 91,500	R 124,300

## ILLUSTRATION OF THE EFFECT OF PREMIUM INCREASES

Term	Projected value of R100 p.m.		Projected value of R100 p.m. increasing annually at 5%	
	Monthly premium	6% Growth rate	Monthly premium	6% Growth rate
<b>5</b>	R 100	R 7,000	R 122	R 7,700
<b>10</b>	R 100	R 16,300	R 155	R 20,100
<b>15</b>	R 100	R 28,800	R 198	R 39,300
<b>20</b>	R 100	R 45,600	R 253	R 68,600
<b>25</b>	R 100	R 68,000	R 323	R 112,200

### Please note the following:

The tables above are standard tables that bear no relation to the actual quotation to which it is attached. They serve merely as an illustration of compound interest for financial planning purposes and do not take into account the details of the actual product that will be invested in.

The growth rates in the tables serve as an illustration only and are not guaranteed. The actual growth rates will depend on the gross investment return earned on the assets and the extent to which this return is reduced by taxation and expenses.

**The actual growth rates can be negative, depending on the type of portfolio the assets are invested in.**