



THE TWO-POT RETIREMENT SYSTEM

Your Savings Pot and what's proposed



Your Savings Pot is not intended to be a transactional account. Saving enough money to live on in retirement is the focus. This will be your lump sum at retirement.



It will be best to withdraw from your Savings Pot only in an emergency.



If you withdraw from your Savings Pot, you will have to pay an administration fee and be charged tax based on your marginal tax rate.



The minimum withdrawal will be R2 000.



The more money you withdraw from your Savings Pot, the less you'll have when you retire. What you don't withdraw, you'll get as a cash lump sum at retirement.

The government aims to make the proposed changes law from 1 September 2024. Find the latest updates and information on the [Old Mutual Corporate resource hub](#).

Images: Freepik.com. This flashcard originally appeared in Today Issue 1 2023.