



WHAT TO CONSIDER WHEN TAKING ANY OF YOUR RETIREMENT SAVINGS IN CASH

WHEN YOU RETIRE, YOUR RETIREMENT FUND SAVINGS BECOME AVAILABLE.

Depending on the structure of your retirement fund, you may have the option of taking some or all of your retirement fund savings in cash.

PENSION FUND MEMBER	PROVIDENT FUND MEMBER
<p>You may take up to one-third of your retirement fund savings in cash.</p> <p>Where your retirement fund savings amount to less than R247 500 you may take the full amount in cash.</p>	<p>If you were 55 years and older on 1 March 2021 and retire from the same fund, you may take all of your retirement fund savings in cash.</p> <p>If you were younger than 55 years on 1 March 2021 you may take in cash:</p> <ul style="list-style-type: none"> a. all your retirement fund savings, including growth, accumulated up until 1 March 2021, plus b. one-third of any contributions made from 1 March 2021, together with growth thereon. <p>Where your post 1 March 2021 retirement fund savings amount to less than R247 500 you may take this portion in cash also.</p>



**CORPORATE
RETIREMENT SOLUTIONS**

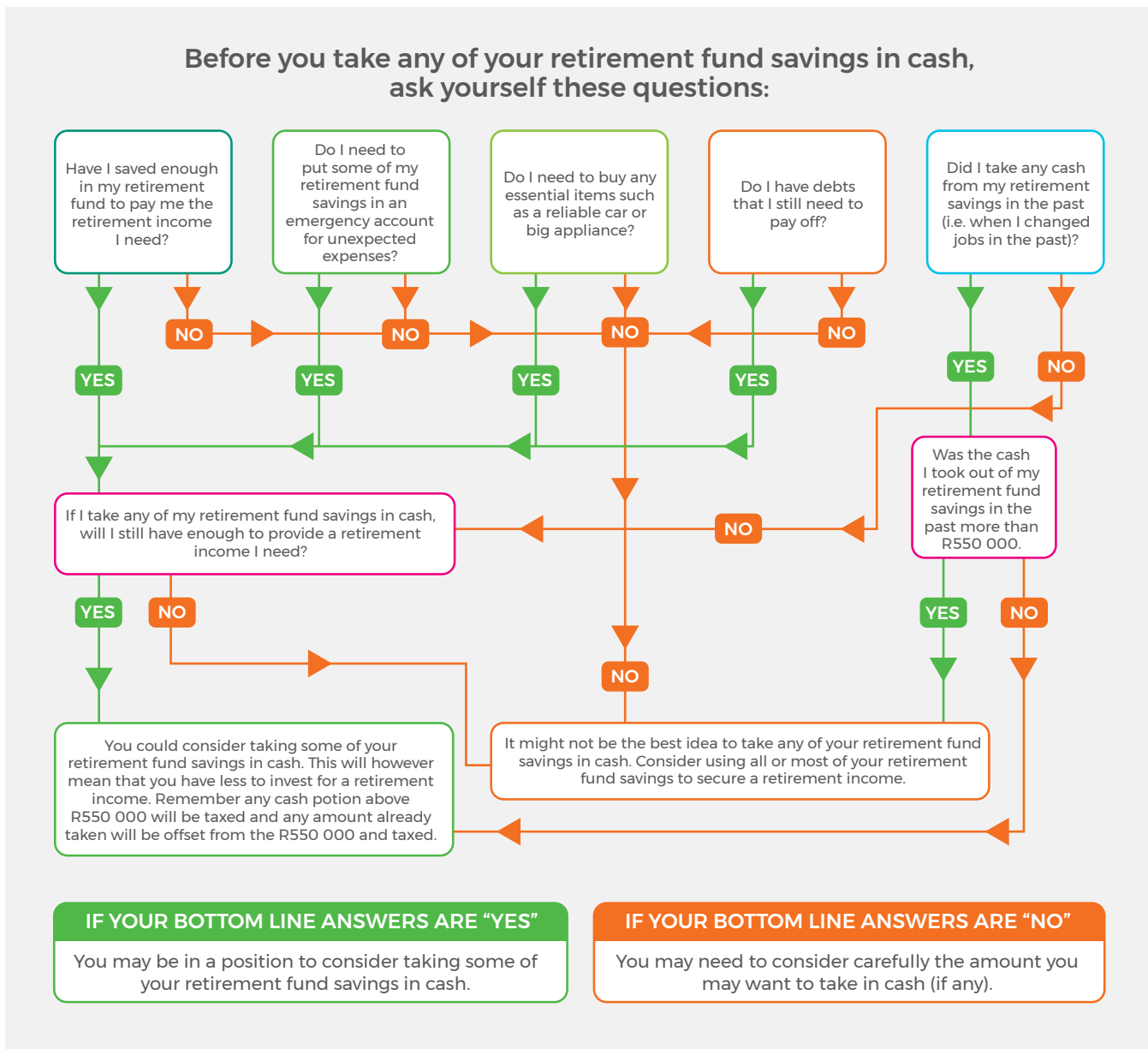
DO GREAT THINGS EVERY DAY

HOWEVER, BEFORE MAKING A DECISION

REMEMBER THAT SHOULD YOU TAKE ANY AMOUNT AS CASH, WE SUGGEST THAT YOU CONSIDER THE FOLLOWING IMPORTANT POINTS:

- It will reduce the retirement income you will receive
- It may result in you having to pay tax on your cash portion

To help you, we have prepared some questions for you to consider before making the important decision about taking some of your retirement fund saving in cash:



THREE VERY IMPORTANT THINGS TO REMEMBER:



1.

The allowable "tax free" cash amount from retirement savings is currently **R550 000** which is offset against any other cash amount you may have taken during your lifetime.


This means that should you have already received a cash portion from any retirement savings plans and/or any severance benefit from an employer, those cash amounts will be deducted when calculating your allowable "tax free" amount.



2.

SARS HAS THE INFO YOU NEED.

Before making the final decision on taking any of your retirement fund savings in cash, you may ask SARS how much of your R550 000 "tax free" amount you have already used. (Have your Income Tax Reference Number at hand!)



3.

Once you have made your decision and signed your retirement fund claim forms, **YOU WILL NOT BE PERMITTED TO REVERSE YOUR CHOICE.**

Once the Fund's administrator has acted on your request, regulations do not permit SARS to reverse the transaction.

BEFORE MAKING A FINAL DECISION TAKE THE FOLLOWING STEPS:

- 1** Speak to your personal financial adviser for advice.
- OR**
- 2** Contact an Old Mutual Retirement Benefits Counsellor (RBC)* for free guidance and information on either on 021 503 0069 or 0860 388 875. You may also email the RBC on one of the email addresses below:
- Old Mutual SuperFund members superfundannuity@oldmutual.com
 - Protektor fund members protektorannuity@oldmutual.com
 - Other fund members omannuitystrategy@oldmutual.com

*RBCs are not financial advisers and therefore will not give you financial advice. In addition, if your retirement fund is not one of the funds to which an Old Mutual RBC has been appointed, the Old Mutual RBC will not be able to provide you with the information. Instead, you will need to liaise with your retirement fund for information about your retirement options.

