



# 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>If you were <b>55 years and older on 1 March 2021</b> and retire from the same fund, you may take all of your retirement fund savings in cash.</p> <p>If you were <b>younger than 55 years on 1 March 2021</b> you may take in cash all your retirement fund savings, including growth, accumulated up until 1 March 2021 plus one-third of any contributions made from 1 March 2021, together with growth thereon. 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**

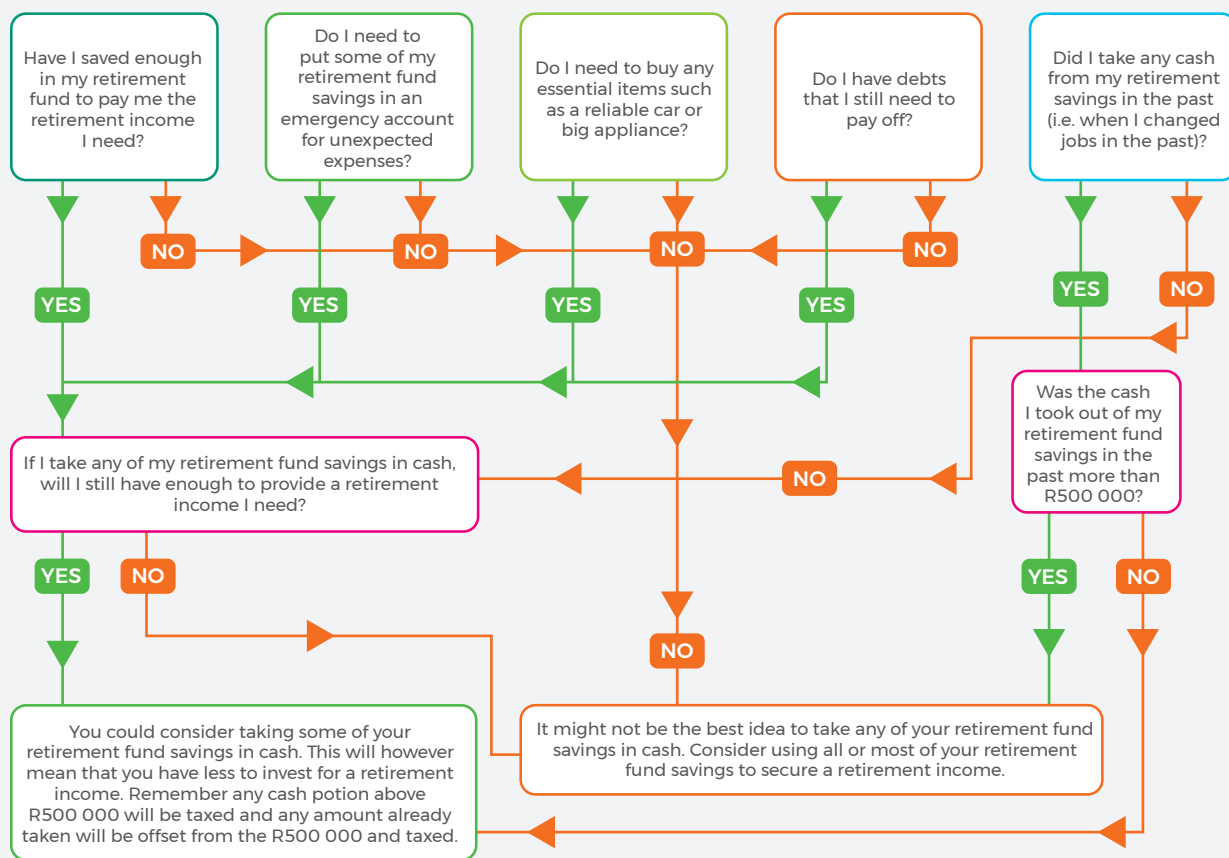
## HOWEVER, BEFORE MAKING A DECISION

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

- It will reduce the monthly pension 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:

### Before you take any of your retirement fund savings in cash, ask yourself these questions:




#### IF YOUR BOTTOM LINE ANSWERS ARE "YES"

You may be in a position to consider taking some of your retirement fund savings in cash.

#### IF YOUR BOTTOM LINE ANSWERS ARE "NO"

You may need to consider carefully the amount you may want to take in cash (if any).


## THREE VERY IMPORTANT THINGS TO REMEMBER:



**1.**

The allowable "tax free" cash amount from retirement savings is currently **R500 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 R500 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** Call your fund adviser for advice. Ask your HR representative for their contact details.  
**OR**
- 3** Call your Old Mutual Worksite adviser for advice. Ask your HR representative for their contact details.  
**OR**
- 4** Contact an Old Mutual Retirement Benefits Counsellor (RBC)\* for free guidance and information on 0860 388 873 or email [superfundannuity@oldmutual.com](mailto:superfundannuity@oldmutual.com)

\* RBCs are not financial advisers and therefore will not give you financial advice.

