

# OLD MUTUAL PROTEKTOR PRESERVATION FUNDS



Protektor is a cost-effective, easy to use preservation fund designed to help employees, when leaving a place of employment, preserve their retirement savings to ensure that their retirement planning remains on track.

### How it works

When an employee leaves employment due to resignation, retirement, retrenchment or dismissal, the employee chooses to preserve their accumulated retirement fund savings in Protektor. The Fund in which the employee participated prior to leaving employment, transfers the employee accumulated retirement savings to Protektor and the savings are invested in the Old Mutual Absolute Stable Growth portfolio. This allows the retirement savings the opportunity to grow over time.

### FEATURES AND BENEFITS

#### Investment Portfolio

Your savings will be invested in the Old Mutual Absolute Stable Growth portfolio which is a trustee selected portfolio that provides an 80% capital guarantee.

#### FEES\*

- **Management and administration fee** of 0.5% per annum of assets is charged; this fee comes off your investment balance in your Protektor Account.
- **Investment management fee** of 0.65% **and capital charge** of 0.7% per annum are recouped from the income of the investment.
- **Tracing fees** may be levied on your account should the Fund engage in tracing activities in the case of your benefit not being claimed. To avoid this, please keep Old Mutual informed of your change of address.

\* Note that these fees are subject to change.

### WHY PRESERVE?

#### You keep your retirement plan on track

Preserving your accumulated savings in Protektor shows your commitment to your financial future.

#### You keep your options open

Although you should do everything you can to keep your retirement savings intact, we understand that sometimes you need access to cash. Should the need arise; you are allowed one withdrawal after joining Protektor except where the rules of your transferring fund do not allow this or you are a member who is preserving their accumulated retirement fund savings due to retirement, subject to the terms allowed in the Income Tax Act. Any remaining invested benefit will only be payable on retirement, death or disability in terms of the Rules of the Fund. You can transfer your retirement savings to another retirement fund at any time.

#### You have the time and flexibility to make good choices

Since your retirement savings have the ability to continue growing, you can take time deciding what to do with them. This also gives you the time to speak to a financial adviser if you need to.

#### You can select your retirement age

You can choose to retire at any age after your 55th birthday.

### CONTRIBUTIONS

Additional contributions are not allowed in Protektor. However, you may transfer other pension, provident or preservation retirement savings into Protektor, provided these amounts are available for transfer.

### LOANS AND CESSIONS

You may not borrow from your investment in Protektor. You are also not allowed to cede your investment or use it as collateral for debt.



**CORPORATE**

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## WITHDRAWALS\*\*

You are allowed one withdrawal after joining Protektor, except where the rules of your transferring fund do not allow this. Any remaining retirement savings will only be payable on retirement, death or disability in terms of the Rules of the Fund; or on emigration (subject to the terms allowed in the Income Tax Act). If you are like most people, your retirement fund is the biggest retirement savings vehicle you have. This means it can be tempting to withdraw some, or all, of the cash in your Old Mutual Protektor fund. However, this is not always the best idea – especially since it will leave you with less money for your retirement and it could mean you have to pay a lot of money in tax.

Remember that by not keeping your retirement savings invested, you lose out on the benefit of compound interest, which means you will need to start saving for your retirement all over again, and you might never manage to build up the same savings amount again.

## TRANSFERS\*\*

You may transfer your benefit to another registered retirement fund if the destination fund rules allow for it.

## RETIREMENT

As an Old Mutual Protektor member, you can choose to retire at any age after you have reached your 55th birthday. This doesn't mean you have to also retire from your job at that time – you will only be retiring from the fund if you want to do so.

When you retire, and your Old Mutual Protektor membership is:

- **in the Old Mutual Protektor Preservation Pension Fund** – you will have to use at least two thirds of your benefit to buy a pension in your name. The balance can be taken in cash. Of course, you can also buy a pension with the whole benefit.

\*\* Please note that if you are a member who is preserving due to retirement, you are not allowed to withdraw or transfer your invested benefit. Your invested benefit will only be payable to you on retirement or death, subject to the terms allowed in the Income Tax Act.

## FIND OUT MORE

**For more information contact a qualified and registered financial adviser, or an Old Mutual Corporate Consultant in your area.**

AREA	OLD MUTUAL CORPORATE INTERMEDIARY CONSULTANTS	OLD MUTUAL CORPORATE DIRECT CLIENT CONSULTANTS
Johannesburg	011 217 1000/1104	011 217 1000/1210
Pretoria	012 368 3540	012 368 3540
Western Cape	021 509 9111/0700	021 021 509 9111/0741
KwaZulu-Natal	031 581 0600/0712	031 581 0600/0706
Eastern Cape	041 391 6300/6321	041 391 6300/6304
Bloemfontein	051 444 0831	051 444 0831

**Alternatively, visit [www.oldmutual.co.za/protektor](http://www.oldmutual.co.za/protektor)**

