



MAKE YOUR MARK

SYGNIA TAX FREE SAVINGS ACCOUNT

TERM SHEET

The Sygnia Tax Free Savings Account is a flexible, general purpose savings vehicle, which allows individual investors to save up to R30 000 per annum on a tax free basis. The product serves as a highly tax-efficient way of supplementing an investor's regular pre-retirement savings provision.

KEY FEATURES

- Annual contributions are limited to R30 000, with a lifetime contribution limit of R500 000
- Contributions can be adjusted to your changing needs and circumstance at no fee
- Capital builds up on a tax free basis, including exemptions from income tax, dividends tax and capital gains tax
- Investment strategy can be structured to suit your specific risk profile
- You have full access to your investments at any time (withdrawals will be processed within 4 business days)
- No initial fees apply
- No exit penalties or taxes apply
- Investment strategy can be changed as and when desired at no cost
- Investment vehicles which carry performance fees or excessive market risk are not permitted

SUITABILITY

The product is suitable for the following investors:

- Self-employed entrepreneurs who do not contribute to an occupational pension or provident fund, and may require an alternative or a supplement to a standard retirement annuity
- Employed persons where the employer does not offer, or does not make contributions to an occupational pension or provident fund
- Individuals who earn additional income which is not taken into account in determining contributions to an existing occupational pension or provident fund
- Individuals who wish to supplement their existing pre-retirement savings

CONTRIBUTIONS

MINIMUM INVESTMENT

- Initial investment: R10 000
- Additional investment: R5 000
- Debit orders: R500

You may stop contributing at any time without penalty.

MAXIMUM INVESTMENT

The following limits apply to individual investors with respect to their total investments in tax free savings accounts:

- A lifetime contribution limit of R500 000
- Annual investments are limited to R30 000
- Monthly debit orders are limited to R2 500

Any contributions made to tax free savings accounts over and above the R30 000 annual limit will attract tax at a rate of 40%.

Sygnia will not allow investments in excess of the above limits to be deposited in the Sygnia Tax Free Savings Account.

SYGNIA FINANCIAL SERVICES (PTY) LTD Registration No. 2010/015491/07

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INVESTMENT OPTIONS AND FEES

The underlying investments can be invested in any of the following unit trusts available on the Sygnia Alchemy Investment Platform:

SYGNIA FUND	RISK PROFILE	MANAGEMENT FEE PER ANNUM (INCLUDING VAT)
Sygnia Skeleton Balanced 40 Fund	Low Risk	0.40% per annum
Sygnia Skeleton Balanced 60 Fund	Moderate Risk	0.40% per annum
Sygnia Skeleton Balanced 70 Fund	High Risk	0.40% per annum
Sygnia SWIX Index Tracker	High Risk	0.40% per annum
Sygnia DIVI Index Fund	Moderate to High Risk	0.40% per annum
Sygnia Top 40 Index Fund	High	0.40% per annum
Sygnia Listed Property Index Tracker	High	0.40% per annum
Sygnia All Bond Index Fund	Low to Moderate Risk	0.40% per annum

A debit order fee of R3.50 applies to monthly debit orders below R1 000.

TAX BENEFITS

The Sygnia Tax Free Savings Account offers you significant tax benefits as all growth, including interest income, net rental income, dividend income and capital gains, is free of income, capital gains and dividend withholding tax.

No tax applies at withdrawal or termination.

FEES

FINANCIAL ADVISER FEES

Financial adviser fees are negotiable with your financial adviser within the following parameters:

Initial fees: Maximum of 1.50%, excluding VAT, deducted prior to the investment being made.

Annual fees: Maximum of 1.50% per annum, excluding VAT.

WITHDRAWALS

Withdrawals are permitted at any stage and will be processed within four (4) business days of the receipt of withdrawal instructions.

No payments to third party bank accounts may be made on withdrawal.

Once the investment has been withdrawn the money cannot be replaced in the future. The R30 000 per annum tax free allowance relating to the withdrawal will therefore be forfeited.

DEATH BENEFITS

In the event of your death the value of your investments in the Sygnia Tax Free Savings Account will be paid to your estate, tax free, as a lump sum. The value is determined on the date of the liquidation of your investments.

SWITCHES

You may switch between investment options available with respect to the Sygnia Tax Free Savings Accounts on the Sygnia Alchemy Investment Platform at any time at no cost.

TRANSFERS

You may not transfer money from an existing approved retirement annuity, preservation or occupational pension or provident fund investment to the Sygnia Tax Free Savings Account. The investment must come from your discretionary investments or new savings. Any transfers from existing discretionary investments would first incur applicable capital gains tax.

You may transfer out of the Sygnia Tax Free Savings Account to another savings product, including another tax free savings product offered by another provider free of charge. However, once the investment is transferred out of a tax free savings product environment you will not be allowed to re-invest that money again and the R30 000 per annum allowance you have utilised to date will be forfeited.

Transfers from one tax free savings account to another between service providers will only be allowed from 1 March 2016. No transfers are allowed to be processed between 14 February and 1 March of each year.

CESSIONS

You may not cede your investment in the Sygnia Tax Free Savings Account, nor use it as security for any debts or commitments.

LOANS

You may not borrow from your investments in the Sygnia Tax Free Savings Account. You may, however, withdraw your investments at any stage.

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