

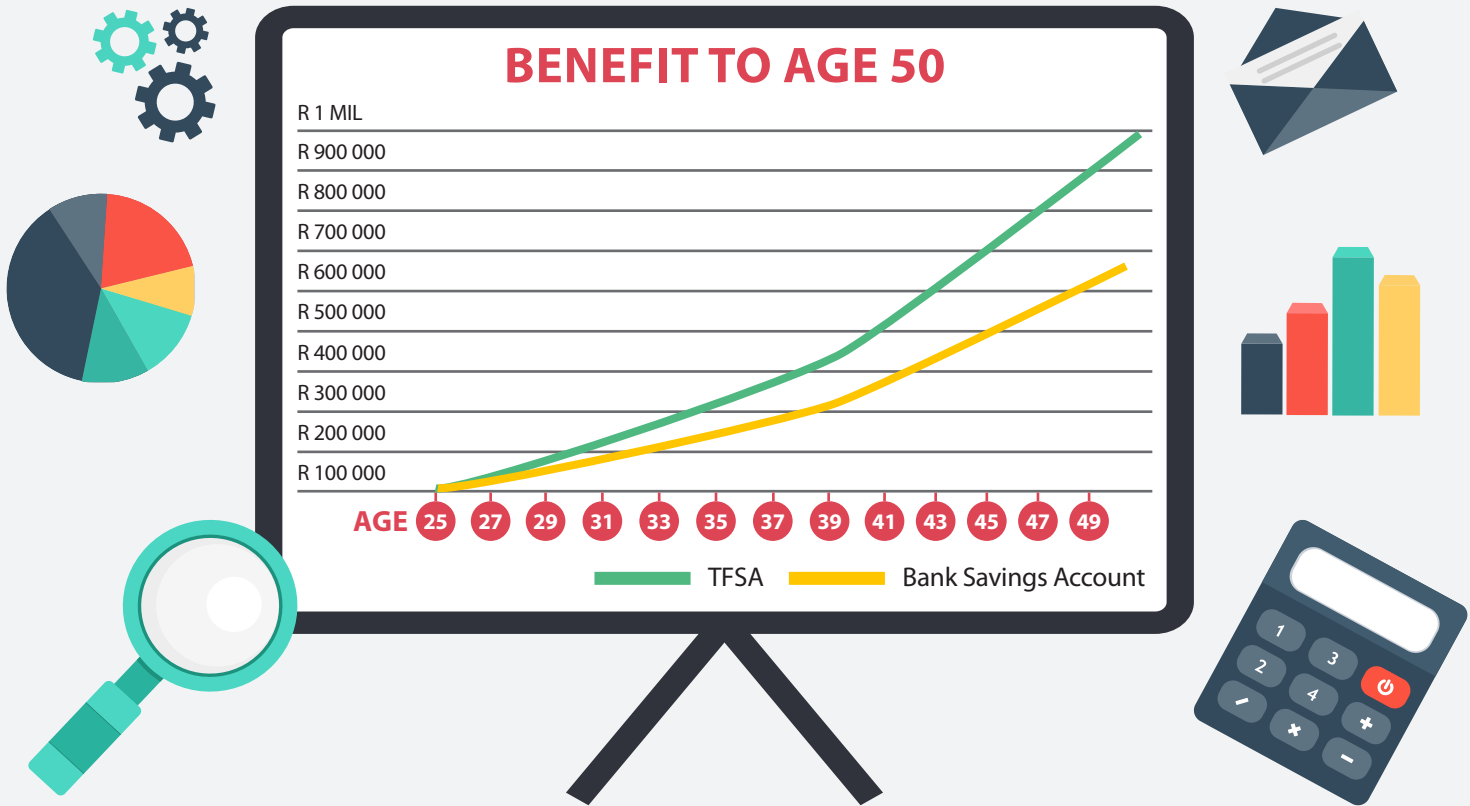


Are you looking for a way to **ADD** to your retirement fund savings? Well, as of March 2015, there's a great new tool for you to do just that. In the annual budget speech, the Minister of Finance confirmed the launch of tax-free savings accounts that allow you to save up to R30 000 per year, tax free. These accounts have been created to encourage you to save more.

THEY'RE NOT MEANT TO REPLACE YOUR CURRENT RETIREMENT FUND INVESTMENTS – THEY'RE SUPPOSED TO SUPPLEMENT THE SAVINGS PLAN YOU ALREADY HAVE.

If you want to save the full **R500 000** lifetime limit in one of these accounts between the ages of **25 and 65**, you need to save just **R12 500** each year.

Assuming an interest rate of **7%** per annum and tax of **30%** on the interest earned in a normal savings account, by choosing the tax-free savings account you will be roughly **75%** ahead by age **65**. In real terms, that means having saved **R2.75 million** instead of just over **R1.5 million**.



Source: Momentum (TFSA = Tax-Free Savings Account)

SOUNDS GREAT! SO WHAT SHOULD YOU DO?
 Ask your service provider to help you open an account. And remember, once you've put money away, leave it alone to **GROW AND GROW AND GROW!**