



UCTRF

Agenda for the AGM is as follows:

- 1. Chairperson's Report**
- 2. Investment Review**
- 3. Fund Expenses**
- 4. Rules update**
- 5. Questions to Trustees**



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AGM 2018

Chairperson's Report



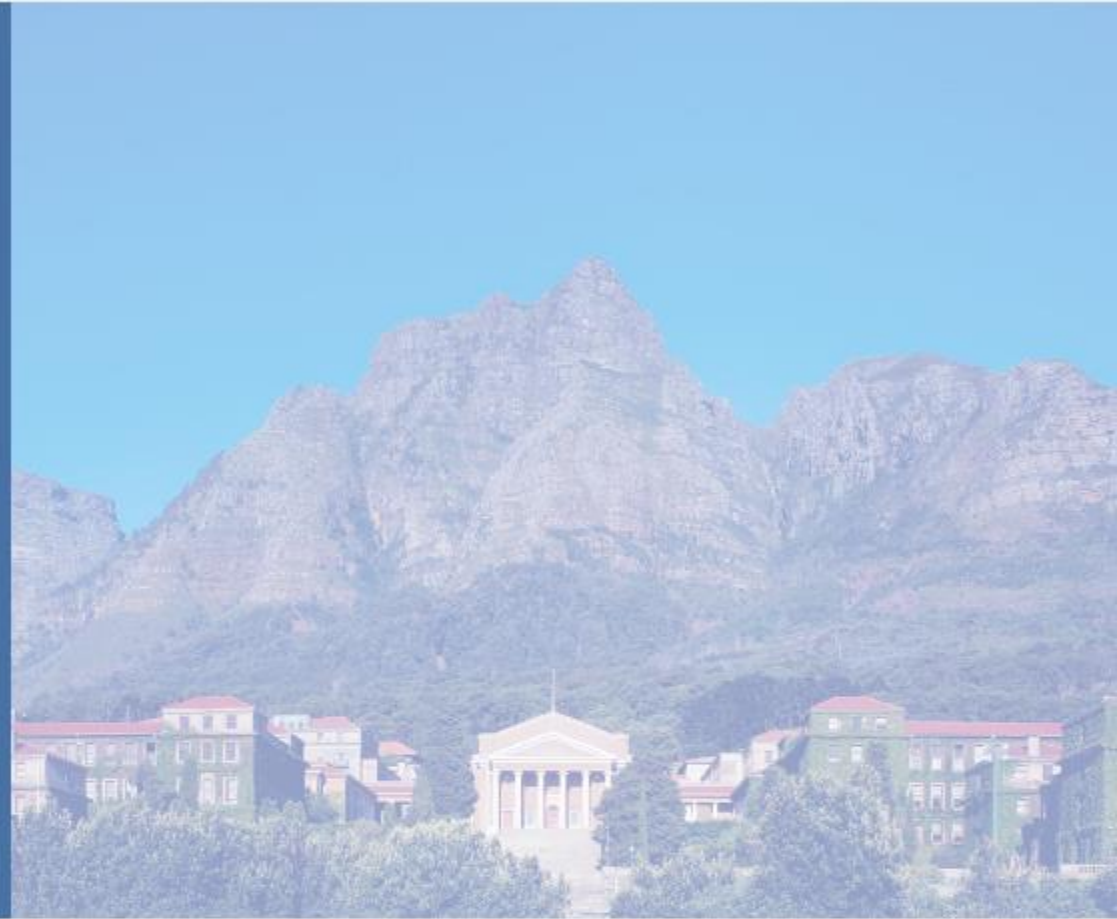
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Why invest in UCTRF?

- Lower costs than what individuals would pay.
- Higher returns than what is available to individuals.
- Tax advantage when you save into the fund. For every R100 paid you will only pay R60 to R80.
- Your fund credit is protected against creditors.



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Investment Review



Total Assets = R5 435 228 382 as at June 2018

Split of assets between portfolios:

Investment Objective Horizon

Portfolio A =	R373 027 421	CPI+1%	0-2 yrs
Portfolio B =	R1 565 912 145	CPI+3%	3-5 yrs
Portfolio C =	R3 378 419 240	CPI+5%	7+ yrs
Portfolio D =	R117 869 576	CPI+4%	5+ yrs



Investment Manager Costs

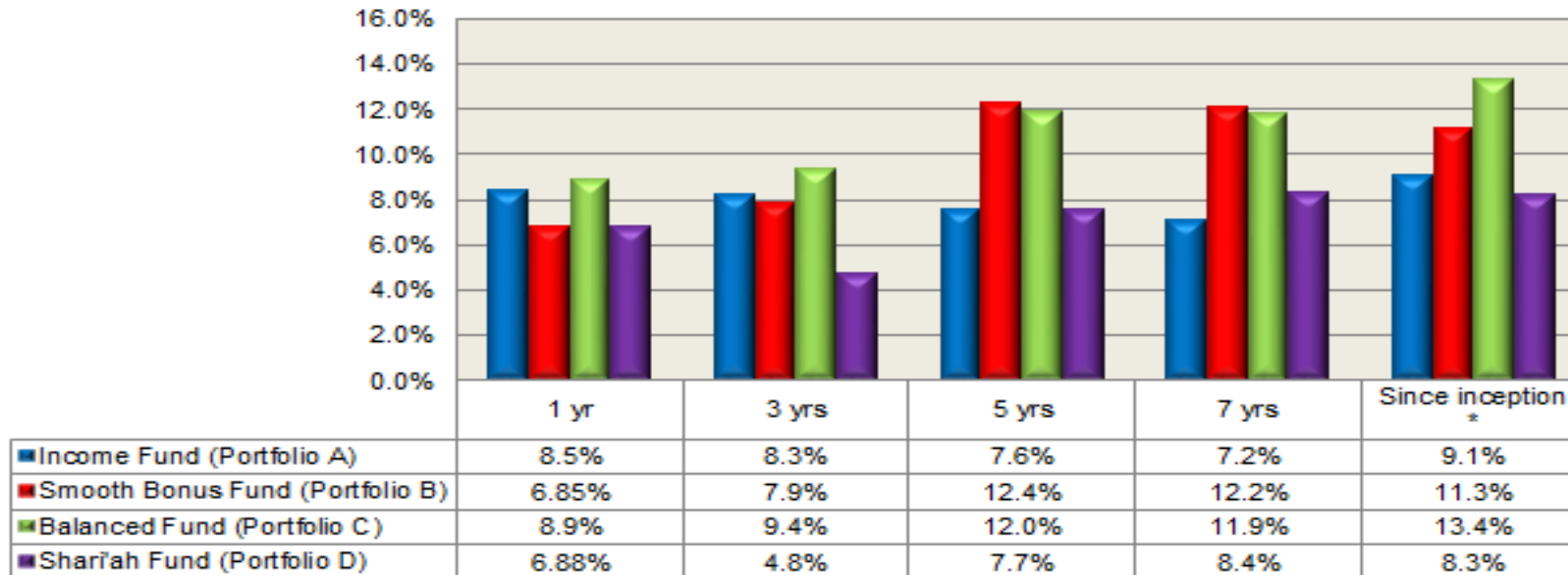
	Objective	Cost
Portfolio A	I+1%	0,24%
Portfolio B	I+3%	1,33%
Portfolio C	I+5%	0,76%
Portfolio D	I+4%	0,66%



Overall performance

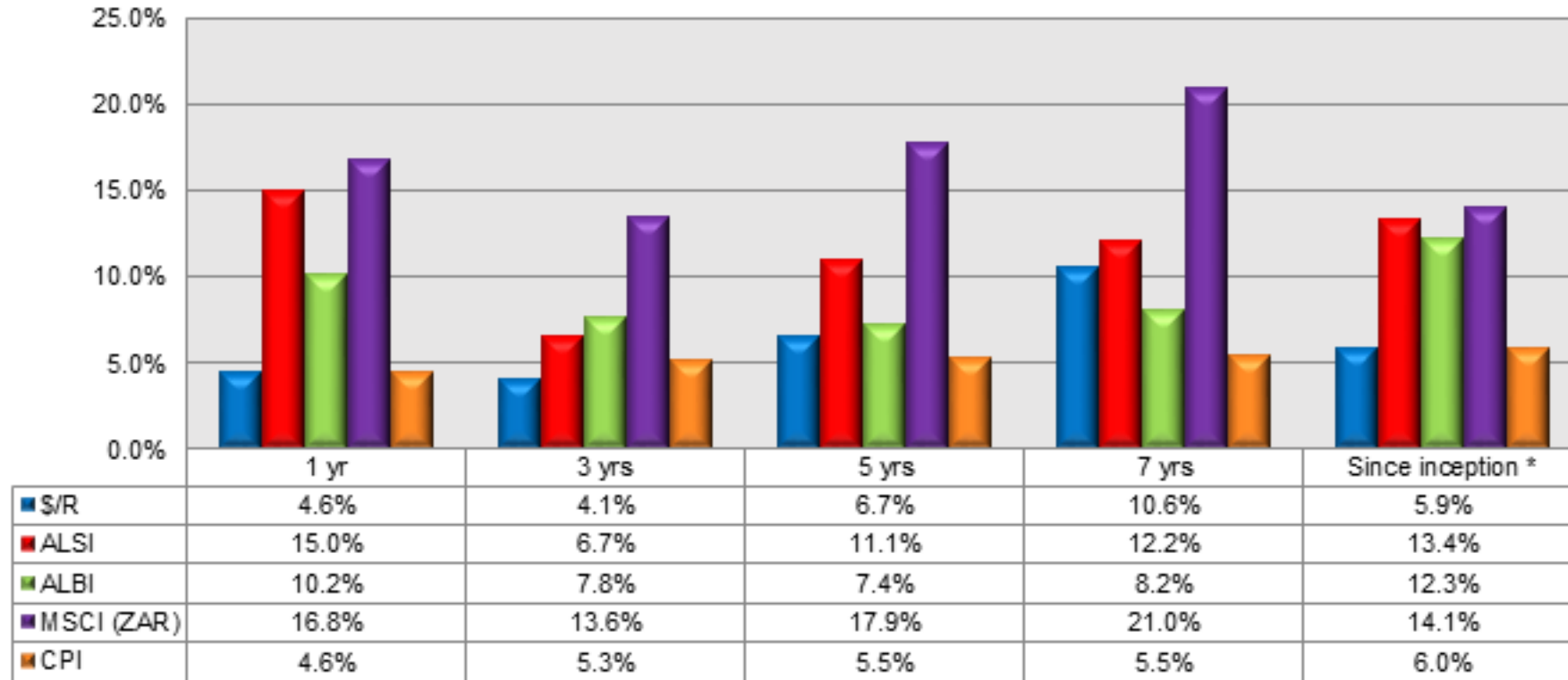
The chart below shows the annual performance of the investment channels available to members of the University of Cape Town Retirement Fund since inception (1 January 1995) and over the 3-year, 5-year and 7-year periods ended 30 June 2018.

**UCT Retirement Fund
Returns per annum to 30 June 2018**





Indices per annum to 30 June 2018

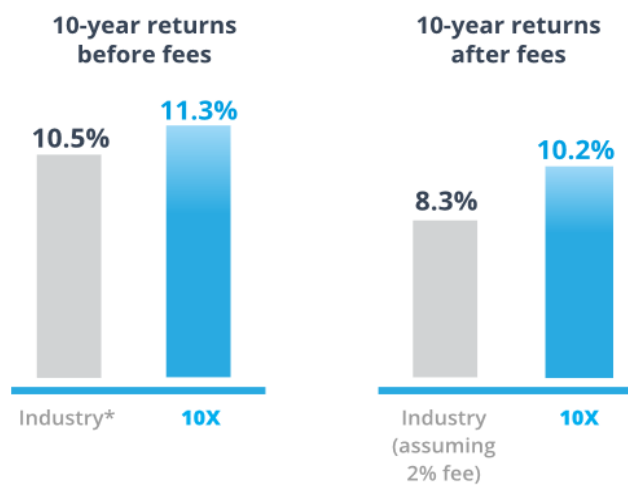


SUPERIOR RETURNS

Our index funds outperform the big guys

Trying to pick winning stocks usually fails. By tracking an index, we deliver higher returns than 80% of fund managers. Since inception 10 years ago, the 10X High Equity portfolio has outperformed the average return of large fund managers. *

Read more about our [performance](#) and [how we invest your money](#).



UCTRF: 11%

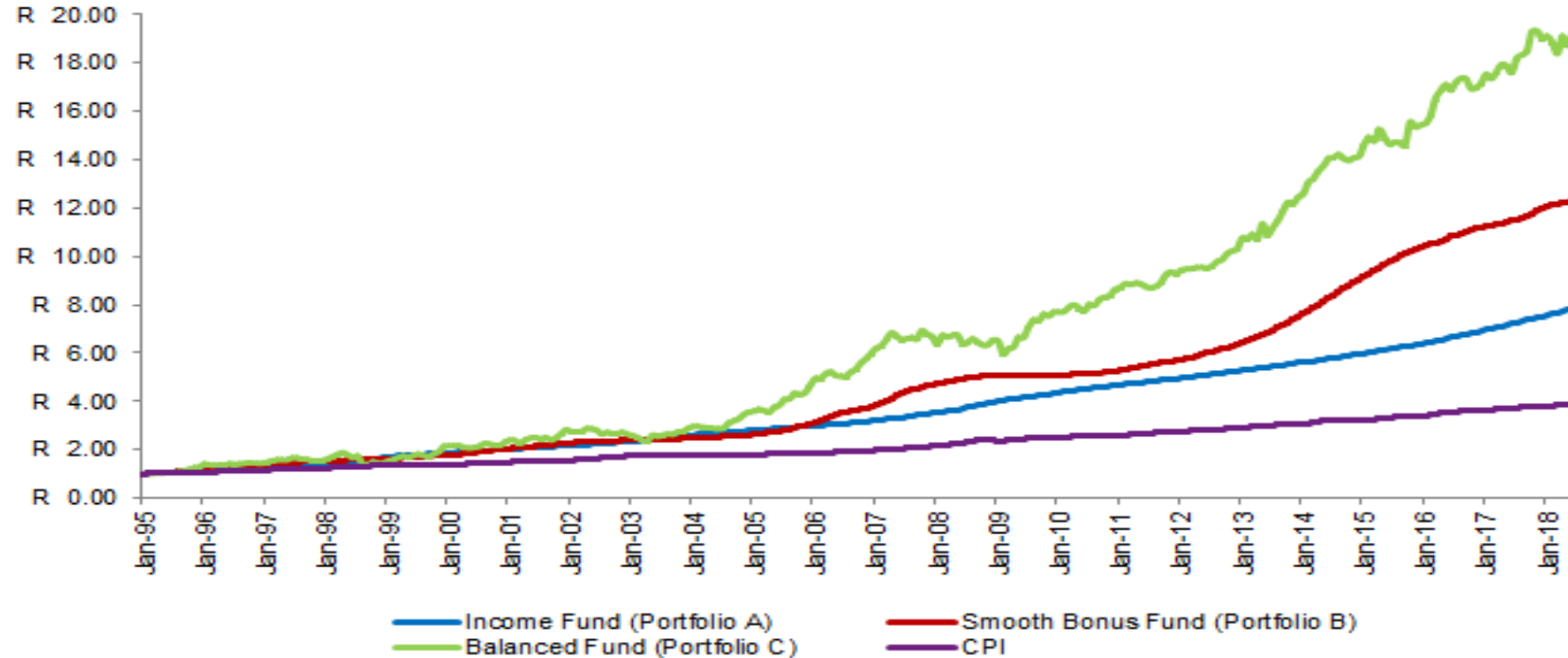
*Alexander Forbes Global Manager Watch Best Investment View, December 2017

TRANSPARENCY

No hidden fees, no



Cumulative return of R1 invested on 1 January 1995



Note: CPI for June 2018 has been estimated.

Average annual return p.a. since 1 January 1995

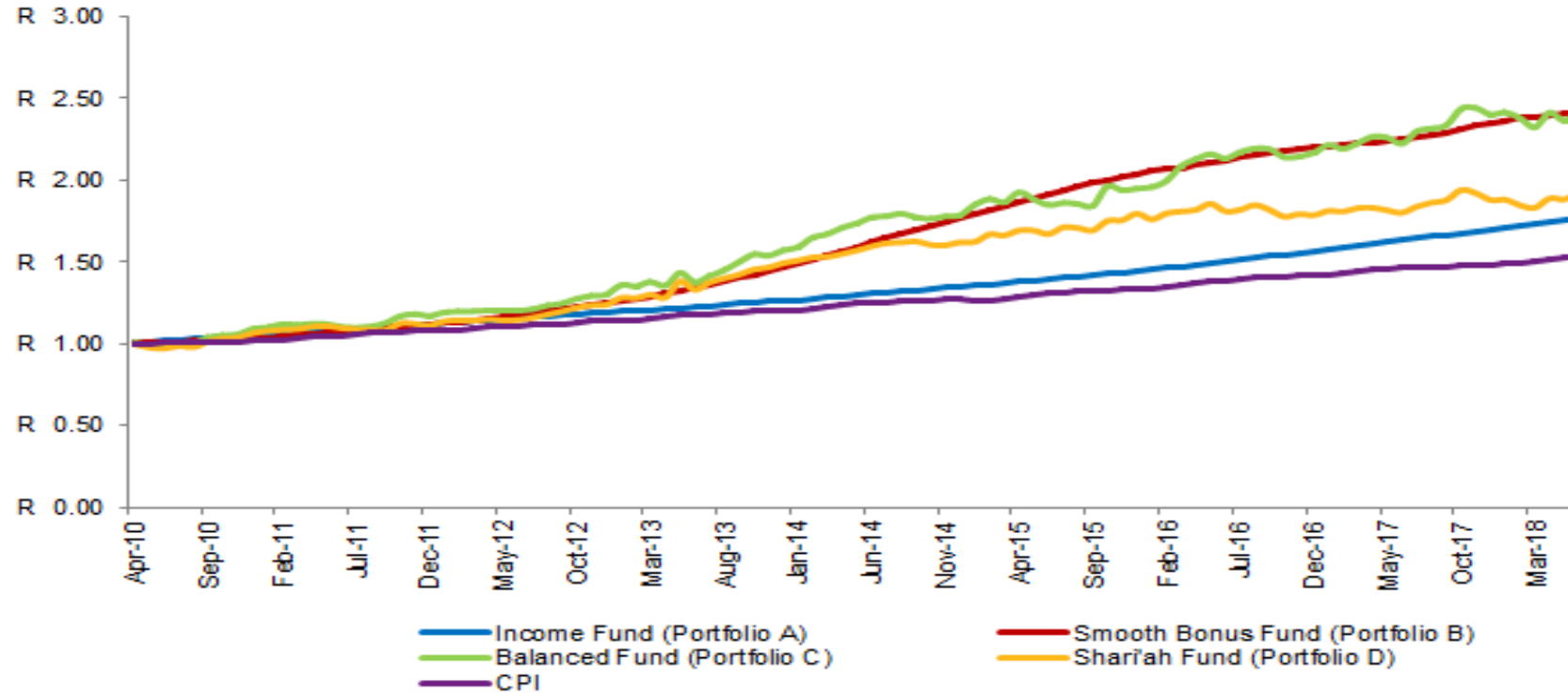
Portfolio A	9.1%
Portfolio B	11.3%
Portfolio C	13.4%
CPI	6.0%

Cumulative value at 30 June 2018

Portfolio A	R 7.82
Portfolio B	R 12.28
Portfolio C	R 19.17
CPI	R 3.91



Cumulative return of R1 invested on 1 April 2010



Average annual return p.a. since 1 April 2010

Portfolio A	7.2%
Portfolio B	11.2%
Portfolio C	11.3%
Portfolio D	8.3%
CPI	5.3%

Cumulative value at 30 June 2018

Portfolio A	R 1.77
Portfolio B	R 2.41
Portfolio C	R 2.42
Portfolio D	R 1.93
CPI	R 1.53



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Fund Expenses

UCTRF Budget for the year ending 30 June 2019		
ITEM	2018 spend (with accrual to end of financial year)	2019 (R)
UCTRF OFFICE SALARIES	2 296 191	2 406 000
CONSULTING TO UCTRF(Investment, actuarial, S37C, legal and EB)	1 750 397	2 405 000
MEMBER COMMUNICATION & SUPPORT(RS, retirees workshop, AGM)	578 663	885 000
AUDIT FEES	414 000	414 000
FUND OPERATING EXPENSES	430 416	406 000
BOARD OF TRUSTEES EXPENSES	169 144	286 000
TOTAL	5 638 811	6 802 000
WEBSITE REVAMP	54 444	199 000
TOTAL	5 693 255	7 001 000

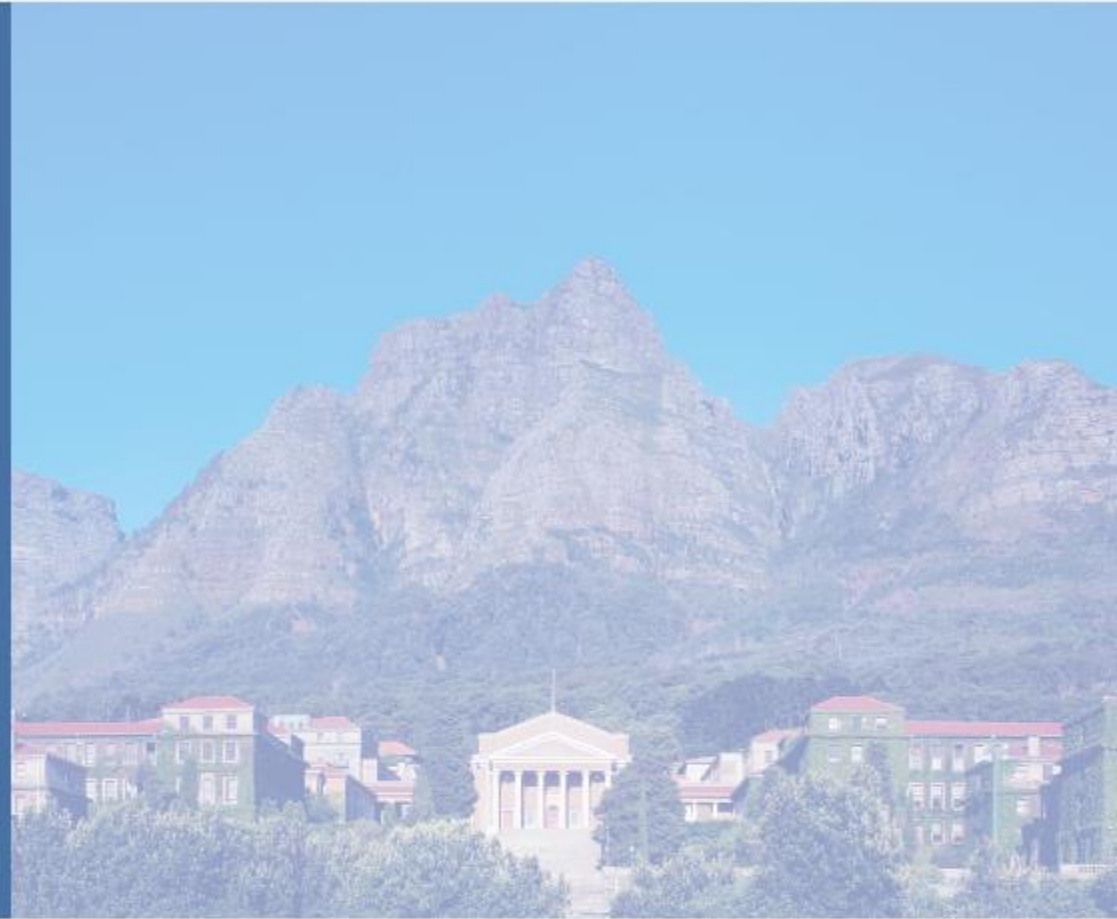


Fund Expenses

	BUDGET 1 JULY 2017 TO 30 JUNE 2018	BUDGET 1 July 2018 to 30 June 2019
TOTAL FEES CHARGED TO MEMBER ACCOUNTS		
ADMINISTRATION FEES - Active Members	2 628 733,44	2 903 073,10
ADMIN FEES - Deferred Pensioner	67 514,86	94 168,80
ADMIN FEES - Living Annuitants	152 147,12	159 382,32
ADMIN FEES - Unclaimed Benefits	6 627,23	74 050,92
ADMIN FEES - Phased Retirees	7 455,63	18 833,76
ADMIN FEES - Housing loan guarantee	3 599,00	3 720
SWITCH FEES	19 640,00	23 310,00
MEMBER LEVEL TRACING FEES	10 000,00	10 000
DIVORCE ORDERS	0,00	
LIVING ANNUITANT INDIVIDUAL FEES	0,00	46 901
SURPLUS PAYMENTS FEES	0,00	
TOTAL FEES CHARGED TO MEMBER ACCTS	2 895 717	3 286 539



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Rules Update



Rules Update

The following amendments have been registered in the last financial year:

- The eligibility conditions have been updated in line with the Employer's practice, to specify that every employee -
 - a) who joins service on or after 1 July 2017; and
 - b) with whom a contract for permanent employment with the employer has been concluded, irrespective of the end date of such contract,qualifies for membership and must become a member of the UCTRF.
- The UCTRF's registered address has changed to Bremner Building, University Crescent, Rondebosch.
- The UCTRF has the option to pay a portion of the Living Annuity Balance of a deceased Living Annuitant to his/her Dependant or Nominee in a lump sum, and to apply the balance to pay a Living Annuity to such Dependant or Nominee from the UCTRF.
- A member who turns 60 or older in the year he or she joins the UCTRF fails to make a choice with regard to the investment portfolio(s) his/her benefit must be invested in, will be invested in a cash portfolio until he or she makes an election.



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Change to Benefit Statement Date

In terms of PF 86 “an annual benefit statement must be furnished to each member (excluding pensioners and deferred pensioners) not later than 6 months after the financial year end of that fund.”

In the past the UCTRF benefit statements were provided to members in February each year.

The UCTRF financial year end is 30 June.

In order to comply with PF 86, from 2019 onwards, benefit statements will be effective 30 June and will be distributed in September each year.

Accordingly, the date on which members can elect to change their death benefits will be 1 November.



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TRUSTEE ELECTION 2019

The Board of Trustees of the University of Cape Town Retirement Fund consists of 14 Trustees. Seven are nominated and elected by members, deferred pensioners and pensioners of the Fund. The other seven are appointed by the employer.

Member and Employer Trustees also have Alternate Trustees in case one of them is unable to attend a Trustee meeting or resigns. The Employer appoints one Alternate Trustee and one or more Alternate Member Trustee/s are appointed from those who receive the next highest number of votes during member Trustee elections.

The Trustees hold office for a period of three years. The current Board of Trustees will hold office until **31 December 2019**. **Trustee elections will be held during August, September and October of 2019 year, where you will get the opportunity to nominate fellow members onto the Board.**



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Questions?