

Dear Advisor

June 2011

CHANGES TO ANNUITY OUTSIDE OF ANNIVERSARY DATE

In order to comply with the Income Tax Act (58 of 1962), no changes to an investor's annuity on a Living Annuity may be allowed outside of the anniversary date.

Clause 2 of Government Gazette Notice 290, dated 11 March 2009, states:

*"...On the anniversary date of inception, the revised fund value will be required to be determined in order to calculate the minimum and maximum annuity benefits payable. The annuitant may elect a different draw-down percentage at the anniversary date provided that this drawdown is within the set limits. **The annuitant may not elect a different drawdown percentage at any other time.**"*

We will therefore not be able to accommodate any requests for an increase, decrease or a change in the frequency of the annuity/income payment done outside of the anniversary date.

Should you have any enquiries, please contact your PSG FutureWealth Business Development Manager or one of our Client Service Consultants on 0800 117 180.

Yours faithfully,



Lizè Visser
Executive: Distribution



Mornè Rall
Client Service Manager