



Two-Pot Retirement Reform

Introducing the Two-Pot Retirement System

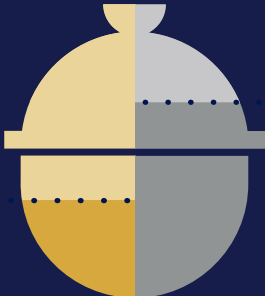


 **Implementation: 1 September 2024**

You may have up to **3 pots** (known as components) in total from 1 September 2024.

-  **Vested Component**
-  **Savings Component**
-  **Retirement Component**

The new three-way split

Accumulator benefits invested from 1 September 2024 into 1 component	Retirement savings contributions, invested from 1 September 2024, into 2 components.	
<p>Vested Component</p>  <p>Accumulated benefits with 'vested rights' up to 31 August 2024 less once off "Seed Capital"</p> <p>+ All future investment returns on these benefits</p> <p>Pre-retirement withdrawals as per the current regulatory system (i.e. Full/part withdrawal on resignation/retrenchment/ dismissal)</p> <p><small>*Members of provident funds who were 55+ on 1 March 2021 can opt to continue making contributions to the Vested Component</small></p>	<p>Savings Component</p> <p>"Seed Capital" plus 1/3 of all contributions from 1 September 2024</p> <p>+ All future investment returns on these contributions</p> <p>Pre-retirement withdrawals limited to once a year</p>	<p>Retirement Component</p>  <p>2/3 of all contributions from 1 March 2021</p> <p>+ All future investment returns on these contributions</p> <p>Improved retirement outcomes by facilitating compulsory preservation (i.e. no pre-retirement withdrawals*)</p> <p><small>*except on emigration, cessation of residence, death</small></p>