

# Investment Schedule:

## Global Defined Returns Retirement Protector

Accessed via a Living Annuity

Issue 4



### Important Dates and Rates

**Application open date:**

22 February 2021

**Application close date:**

19 March 2021

**Investment Start Date:**

25 March 2021

**Index Start Date:**

26 March 2021

**Maturity Dates**

**One-year Fixed Return leg ("Fixed 1Y Return Investment"):** 25 March 2022

**Three-year Fixed Return leg ("Fixed 3Y Return Investment"):** 25 March 2024

**Five-year equity-linked leg ("Equity Index Investment"):** 25 March 2026

**One-year Fixed Return (FR1):** 12.60%

**Three-year Fixed Return (FR3):** 25.20%

### About the Investment

**Investment type:** Listed Equity Linked Note via Living Annuity.

**Minimum Investment Amount:** R500 000 (Five Hundred Thousand Rand).

**Investment term:** Five (5) years.

**Currency:** South African rand (ZAR).

**Investment objective(s)**

25% of your Investment Amount will be allocated to a one-year Fixed Return Investment, a further 25% will be allocated to a three-year Fixed Return Investment and the remaining 50% will be allocated to an Equity Index Investment.

For purposes of this document, the Equity Index Investment and the Fixed Return Investments will be collectively referred to as the 'Investment'.

**After one year:**

You will receive a Fixed Return of 12.60% based on 25% your Investment Amount, plus 25% of your Investment Amount back. These amounts will be paid into the Policy for reinvestment.

**After three years:**

You will receive a Fixed Return of 25.20%, based on 25% of your Investment Amount, plus 25% of your Investment Amount back. These amounts will be paid into the Policy for reinvestment.

**After five years:**

You will receive the remaining 50% of your Investment Amount back (irrespective of the performance of the Index), plus an Enhanced Return on any positive performance of the Index, calculated on that half of your Investment Amount. These amounts will be paid back into the Policy for further disbursement.

### Currency risk

The Index is quoted in US Dollars 'USD'. Your Investment is in South African rand 'ZAR' and any positive Index Performance is exposed to the USDZAR exchange rate over the Investment term. This Investment does not utilise any of your individual foreign exchange allowances.

### Capital protection on maturity

Provided you hold your Investment for the full term of each portion of the Investment (25% for one year, 25% for three years and 50% for five years), your South African rand Investment Amount will be repaid in full, irrespective of the performance of the Index.

### The Index

The Index to which the Investment is linked is the Credit Suisse Global Equity Multi-Factor 10% Risk Control (ER Index (the 'Index')). The Index fact sheet can be found on our website or ask your financial adviser to provide you with a copy.

### Index Performance Calculation

**Initial Index Level (i)**

The level of the Index on the Investment Start Date at the Valuation Time as determined by the Calculation Agent.

**Final Index Level (f)**

The level of the Index on the Investment Maturity Date at the Valuation Time as determined by the Calculation Agent.

## Enhanced Return (ER)

Index Performance(IP)	Enhanced Return
0% - 4.99%	5.00%
5% - 9.99%	12.50%
10% -14.99%	22.50%
15% - 19.99%	35.00%
20% +	50.00%

## Index Performance (IP)

$IP = (f-i)/i$

## Final Redemption Amount

### Fixed 1Y Return Investment

The redemption amount on the Fixed 1Y Return Investment will be calculated as follows:

**Investment Amount x 25% x (100% + FR1).**

### Fixed 3Y Return Investment

The redemption amount on the Fixed 3Y Return Investment will be calculated as follows:

**Investment Amount x 25% x (100% + FR3).**

### Equity Index Investment

The redemption amount on the Equity Index Investment will be calculated as follows:

**Investment Amount x 50% x [100% + (ER x FXR)]**

'FXR' means 'Foreign Exchange Rate' determined as

**USDZAR Final level / USDZAR Initial level.**

## About the counterparties

### Issuer/Product Provider

Absa Bank Limited

### Issuer credit rating

Absa Bank Limited provides the capital protection of your Investment. They are rated by Moody's as Aa1.za and by S&P zaAA on a national scale, at the time of the preparation of this document.

### Administrator

The LISP or other platform that administer your Living Annuity. Please contact them to confirm it they can offer this service and for valuations, any administrative queries and full terms and conditions.

## Fees and charges (Paid upfront)

All fees below are integrated into the structure of the Investment, so 100% of the money will be invested.

Financial Adviser Fee 1.73% (incl VAT)

Administration Fee 1.01% (incl VAT)

**Total Fees 2.74% (incl VAT)**

## FSCA License Category

Financial advisors need the following FSCA license - Category: Long Term Cat C

## Other important information

### Early redemption and Maturity

Please note that any withdrawals will be done at the prevailing market value of the Investment and any such early withdrawal could result in you losing some or all of your Investment Amount.

All investment proceeds will be paid within approximately seven (7) business days back into the Policy for reinvestment as the policy allows.

### Tax implications of the product

The tax implications of buying the Investment are complex, and the levels and basis of taxation may change during the Investment term. As the Investment is held within a Living Annuity Policy, investors will be subject to the relevant tax applicable to that Policy type.

Please obtain your own tax advice, relevant to your circumstances, prior to investing.

### Cooling-off Period

There is no cooling off period allowed under this Investment, so please consider carefully whether you want to invest before you submit the application form.

# Investor Declaration

The Investor hereby confirms that they have read and understood the information contained in this Investment Schedule.

Signed at

Investor full name

Signature of Investor (or duly authorised person/s for minor Investors)

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Date (dd-mm-ccyy)

Signature of Contact Person or Legal Guardian

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Date (dd-mm-ccyy)

Signature of authorised and mandated Financial Adviser

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Date (dd-mm-ccyy)