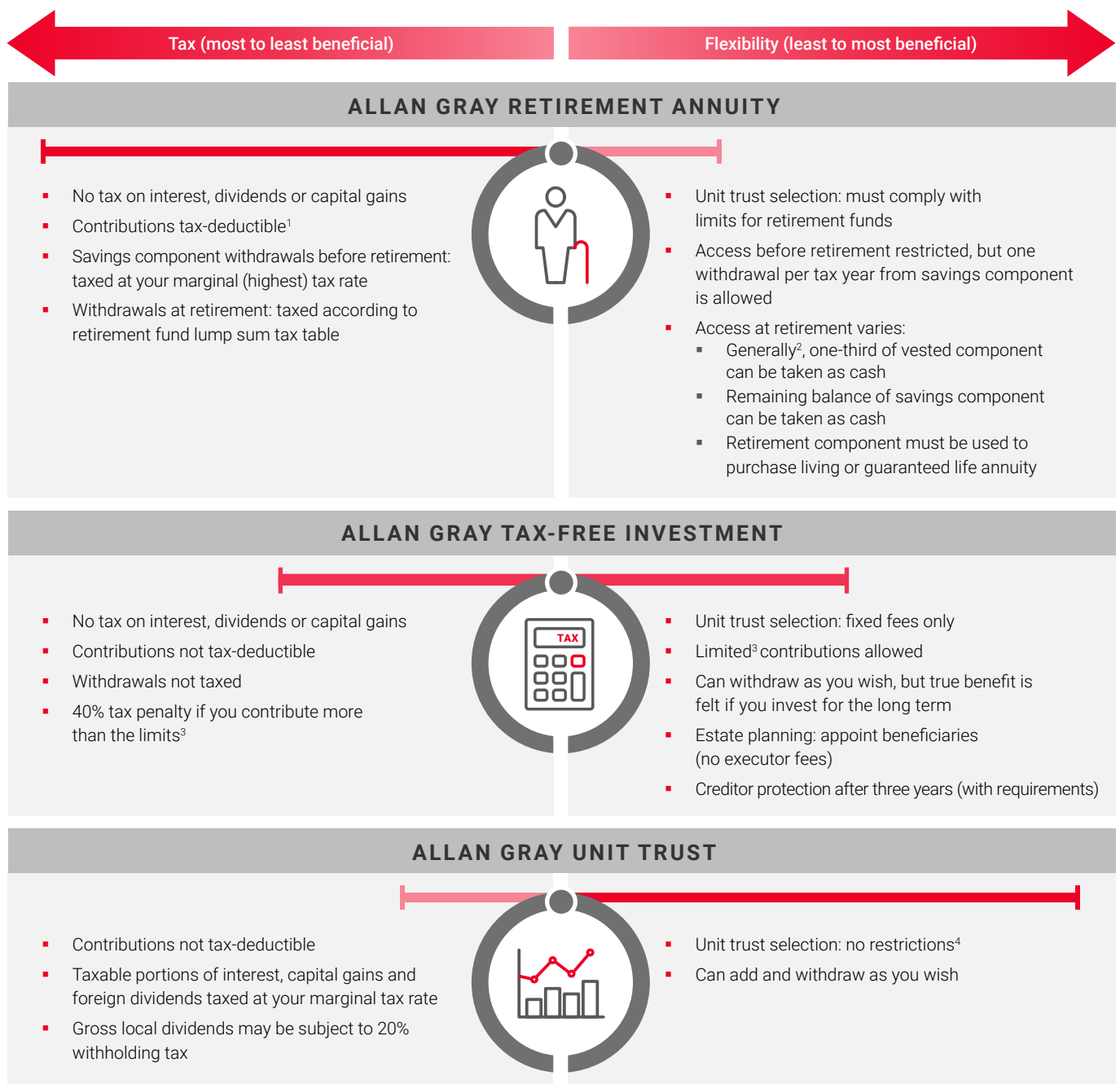


Make the most of tax benefits offered by the Allan Gray Retirement Annuity and Tax-Free Investment

The 2024/2025 tax year is drawing to a close, but there is still time to maximise the annual tax benefits offered by retirement annuities (RAs) and tax-free investments (TFIs). These products have unique features that make them appropriate for long-term investing, but it's important to be aware of restrictions that apply.

Graphic 1 outlines the tax benefits and flexibility of RAs and TFIs compared to normal unit trust investments, while **Graphic 2** shows the potential impact at retirement of contributing more to your RA and maximising your TFI contributions. **Graphic 3** provides the cut-off dates to submit your instructions in time for the current tax year.

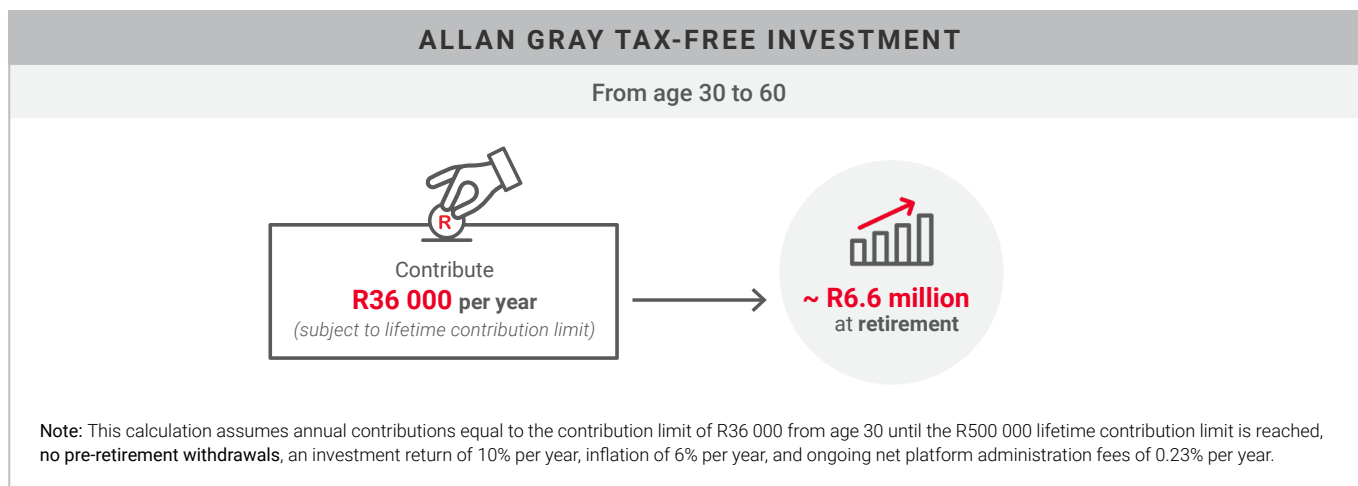
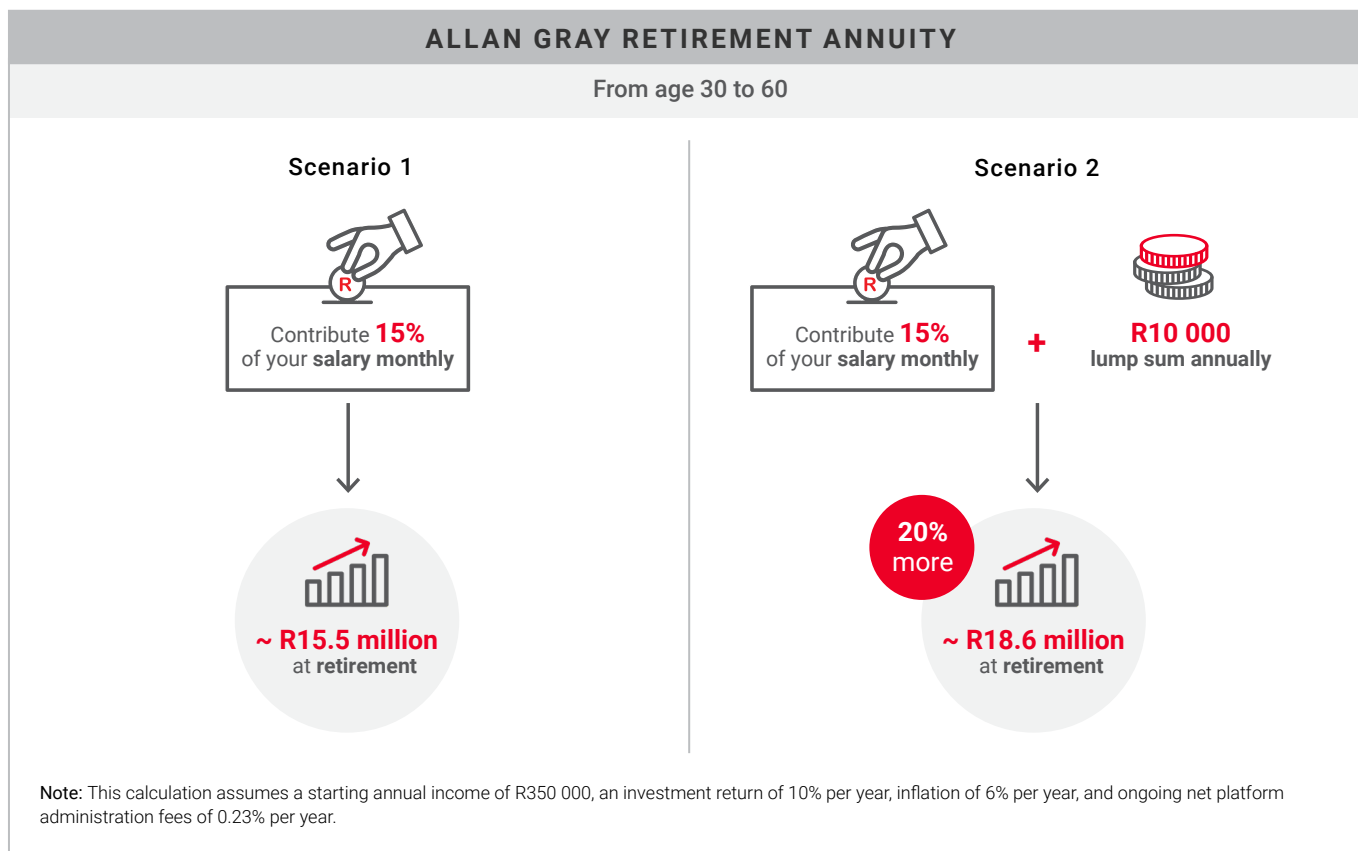
Graphic 1: Weighing up tax features and flexibility in RAs, TFIs and unit trusts



Source: Allan Gray

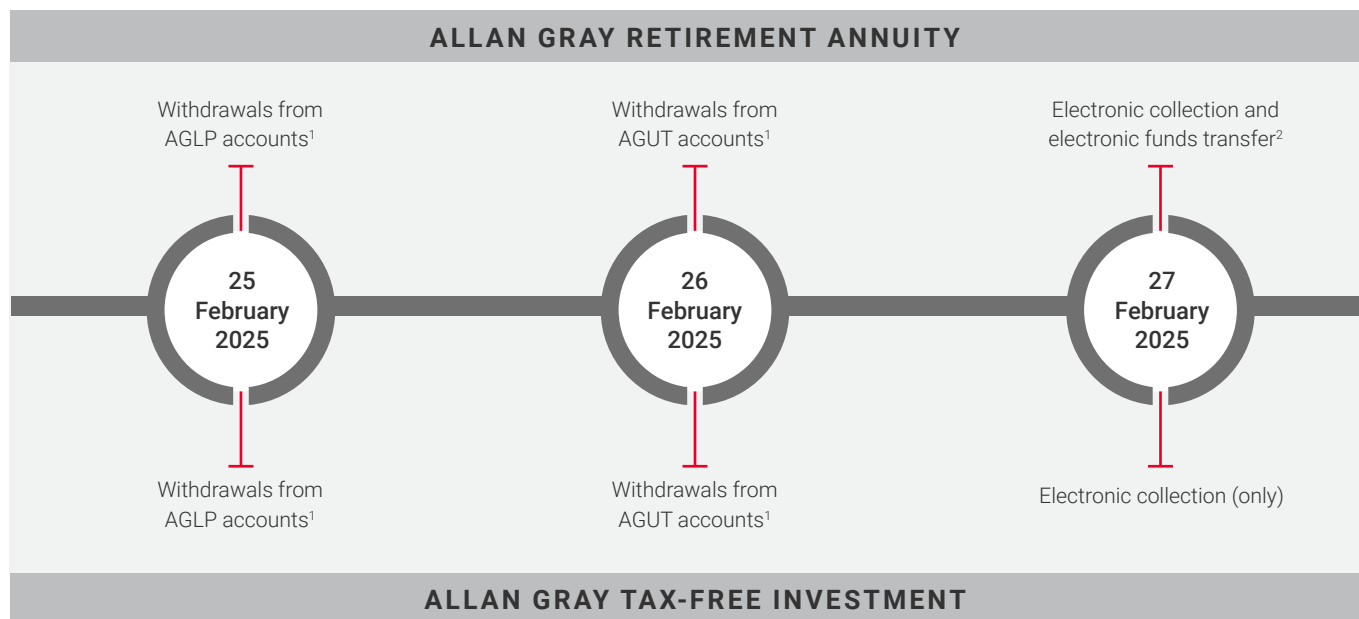
1. This deduction is limited to 27.5% of the greater of your taxable income or remuneration, capped at R350 000 per tax year.
2. If you have a harmonisation vested benefit, you will be able to take 100% of this benefit as cash. Visit the [Two-pot retirement system page](#) on our website to learn more about the rules that apply to the different retirement account components.
3. Contributions are currently limited to R36 000 per tax year and R500 000 over your lifetime.
4. Unit trusts may open and close from time to time depending on investment manager capacity or other constraints.

Graphic 2: Impact at retirement of contributing to an RA and TFI over time



Source: Allan Gray

Graphic 3: Instruction cut-off dates and the allowed payment methods



Source: Allan Gray

1. You are able to contribute by making a withdrawal from your unit trust account and investing it in your RA or TFI account. Timelines are slightly different for AGUT (direct Allan Gray) and AGLP (Allan Gray Local Investment Platform) accounts.
2. As banks have different processing timelines, EFTs may need to be made earlier than this date to ensure the money reflects in the RA bank account by 28 February 2025.

Note: Additional documents may be required for contributions from third-party bank accounts, which could lead to delays in processing instructions.

Copyright notice

© 2024 Allan Gray Proprietary Limited

All rights reserved. The content and information may not be reproduced or distributed without the prior written consent of Allan Gray Proprietary Limited ("Allan Gray").

Allan Gray is an authorised financial services provider.

Information and content

The information in and content of this publication are provided by Allan Gray as general information about the company and its products and services. Allan Gray does not guarantee the suitability or potential value of any information or particular investment source. The information provided is not intended to, nor does it constitute financial, tax, legal, investment or other advice. Before making any decision or taking any action regarding your finances, you should consult a qualified financial adviser. Nothing contained in this publication constitutes a solicitation, recommendation, endorsement or offer by Allan Gray; it is merely an invitation to do business.

Allan Gray has taken and will continue to take care that all information provided, in so far as this is under its control, is true and correct. However, Allan Gray shall not be responsible for and therefore disclaims any liability for any loss, liability, damage (whether direct or consequential) or expense of any nature whatsoever which may be suffered as a result of or which may be attributable, directly or indirectly, to the use of or reliance on any information provided.

Information for retirement fund members and investors in the tax-free investment account

The Allan Gray Retirement Annuity Fund is administered by Allan Gray Investment Services (Pty) Ltd, an authorised administrative financial services provider and approved pension funds administrator under section 13B of the Pension Funds Act, No. 24 of 1956. The Allan Gray Tax-Free Investment Account is administered by Allan Gray Investment Services (Pty) Ltd, an authorised administrative financial services provider, and underwritten by Allan Gray Life Ltd, an insurer licensed to conduct investment-linked life insurance business as defined in the Insurance Act 18 of 2017. The underlying investment options of the Allan Gray individual life and retirement products are portfolios of collective investment schemes in securities (unit trusts or funds).