



# Living Annuity

Investors looking for maximum retirement flexibility and the ability to participate in the market during retirement could benefit from the Ashburton Living Annuity.

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## Ashburton Living Annuity

**The Ashburton Living Annuity is a flexible product designed to provide investors with a regular income after they retire.**

**A living annuity enables investors to continue participating in the market after retirement, and increase or decrease their income each year, based on their needs and the performance of their investment.**

### **Benefits of a living annuity**

#### **Income flexibility**

A living annuity allows you to structure your retirement to suit your specific income needs. You can choose an income of between 2.5% p.a. and 17.5% p.a., and can select to have this paid to you on a monthly, quarterly, bi-annual or annual basis.

#### **Market participation**

You can continue to participate in the performance of the market by choosing underlying investment funds to invest into, within certain parameters. You have greater flexibility to manage your investment in retirement, but also greater responsibility to ensure that your portfolio is managed effectively to be able to provide you with an income for the rest of your life.

#### **Estate planning benefits**

You can nominate beneficiaries who will continue to receive a regular income when you pass away. Alternatively, your beneficiaries can choose to withdraw the full remaining investment amount as a cash lump sum.

#### **Suitable investors**

The Ashburton Living Annuity typically suits investors who:

- Want to continue participating in the markets after retirement.
- Are looking for a flexible product that gives them greater control in retirement.
- Want to choose the income they receive and be able to adjust it year-on-year.
- Want to leave capital to beneficiaries when they pass away.

The following types of investors can invest in the Ashburton Living Annuity:

- Individuals

## **Our investment universe**

### **Single manager funds**

You can access a range of single manager funds including long-only equity, balanced, target return, fixed income and money market products.

### **Multi manager funds**

Our multi manager investment proposition focuses on boutique investment managers in South Africa covering equity, bond, fixed income, property and flexible investment mandates.

### **Offshore funds (coming soon)**

You can access core multi asset products including equity funds and portfolios tailored to clients' individual investment aspirations.

### **RMB Performance Linked Investment Accounts (structured products)**

You can access targeted returns using various sources of returns. A focus on risk-adjusted returns for investors with considerably lower volatility. Uniquely structured building blocks to suit investors returns expectations and risk appetite.

### **Alternative investments (coming soon)**

Access alternative investments including hedge funds, private equity and investment notes.

### **RMB Fusion funds**

A series of funds that combines the cost-efficiency and benefits of passive investing across various asset classes, both local and offshore, with the advantages and oversight of tactical asset allocation. The Fusion series offers three funds for investors who are looking to invest over the short, medium or long term.

### **Personal share portfolio**

A customised portfolio of local and offshore shares built around the specific risk and return objectives of individual investors.

### **Minimum investment**

Lump sum investment: R100 000

## About us

The Ashburton Investor Platform is part of Ashburton Investments, the investment management business of the FirstRand Group, one of Africa's largest financial services companies.

Ashburton Investments blends together the investment capabilities of Ashburton and Rand Merchant Bank to give investors access to more investment expertise, deeper investment knowledge and broader capabilities.

The Ashburton Investor Platform is an extension of the leading investment proposition of Ashburton Investments, and focuses on the specific needs of individual investors.

## Contact details

Please speak to your financial advisor or contact us:

### Email us

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Ashburton Investor Services Proprietary Limited ("Ashburton") with Registration Number 2011/139123/07 is an authorised administrative financial services provider (FSP Number 44341).

The Ashburton Retirement Annuity Fund, the Ashburton Pension Preservation Fund and the Ashburton Provident Preservation Fund are all administered by Ashburton. The Ashburton Living Annuity and Ashburton Endowment are both underwritten by MMI Group Limited, Registration Number 1904/002186/06, a registered insurer governed by the Long – term Insurance Act (Act No. 52 of 1998).

The underlying investment options of the Ashburton Living Annuity, Ashburton Endowment and Ashburton retirement products may be unit trusts.

This document and any other information supplied is not "advice" as defined and/or contemplated in terms of the Financial Advisory and Intermediary Services Act, 37 of 2002 ("the FAIS Act") and investors are encouraged to obtain their own independent legal, tax, investment or other professional advice prior to investing. Any investment is speculative and involves significant risks and therefore, prior to investing, investors should fully understand the financial product and any risks associated with them.

Collective investment schemes ("CIS") in securities are generally medium to long term investments. The value of participatory interests may go down as well as up and past performance is not necessarily a guide to the future. Forward pricing is used and portfolio valuations take place at approximately 15h00 (14h00 for money market funds) each business day (17h00 at month and quarter end). Instructions to redeem or repurchase must reach Ashburton before 14h00. For money market and short term debt portfolios the price of each participatory interest is aimed at a constant value. While a constant price is maintained the investment capital is not guaranteed. The total return to the investor is primarily made up of interest received but may also include any gain or loss made on any particular instrument. In most cases this will merely have the effect of increasing or decreasing the daily yield, but in extreme case, e.g. defaults by underlying issuers, it can have the effect of reducing the capital value of the portfolio.

CIS portfolios are traded at ruling prices and can engage in borrowing and scrip lending. Fluctuations or movements in exchange rates may cause the value of underlying investments to go up or down. A CIS portfolio may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity.

Participatory interests are calculated on a net asset value (NAV) basis, which is the total market value of all assets in the portfolio including any income accruals and less any permissible deductions from the CIS portfolio divided by the number of participatory interests in issue.

All fees quoted exclude VAT except where stated differently. A full detailed schedule of fees, charges and commissions is available from Ashburton on request and incentives may be paid and if so, would be included in the overall costs.