

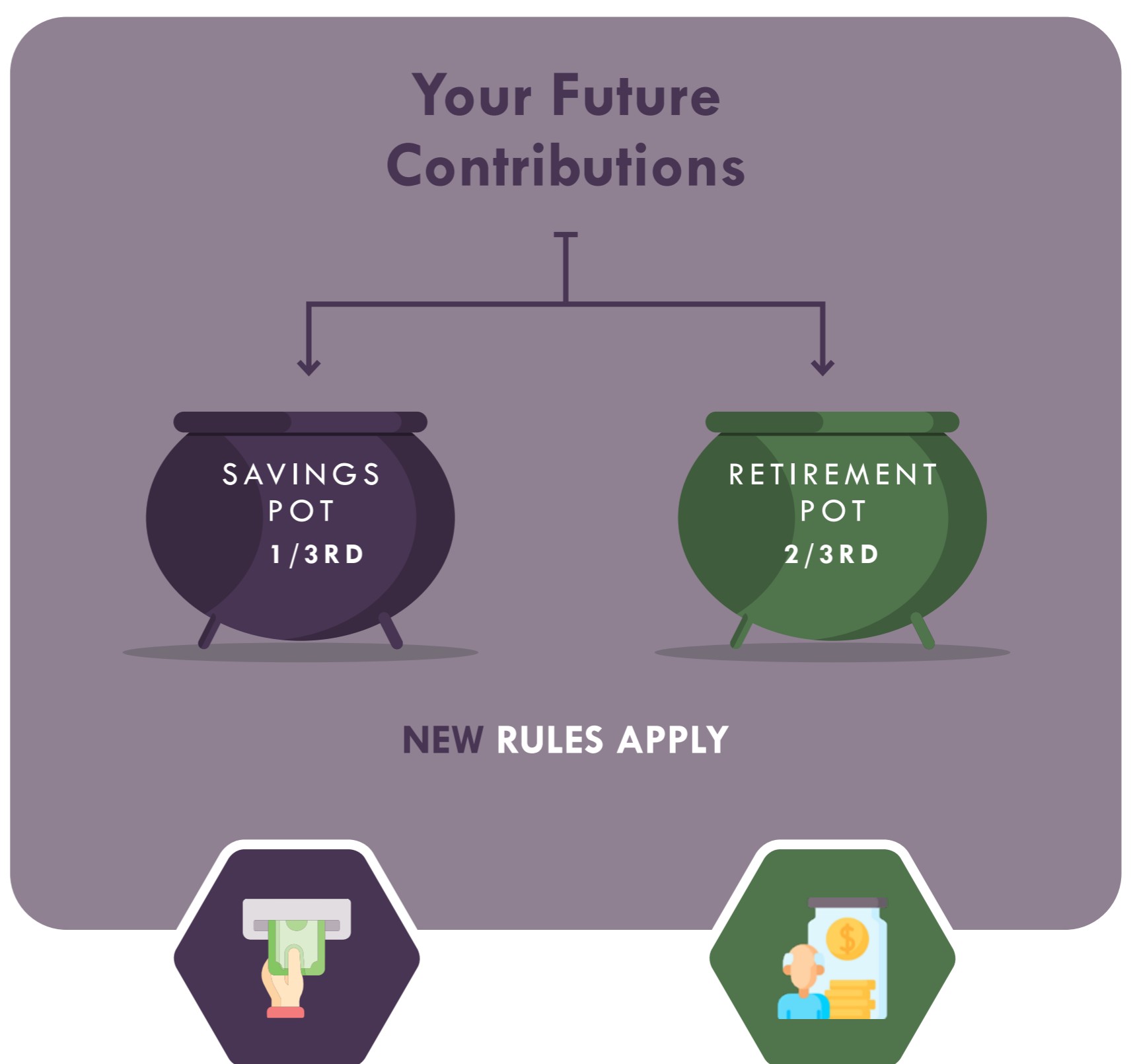
# WHAT IS THE TWO-POT RETIREMENT SYSTEM?

Rules for before and after 1 September 2024



**BEFORE**

**AFTER**



## Before Retirement

**Pension or provident fund** can be withdrawn on resignation

**Retirement Annuity (RA)** can only be withdrawn

- At age 55,
- On ill-health, or
- On emigration (after 3 years)

## At Retirement

**Savings in pension and RA funds**

- 1/3rd in cash
- 2/3rds must buy a pension (annuity)

**Savings in provident funds made between 1 March 2021 and 1 September 2024:**

- 1/3rd in cash
- 2/3rds must buy a pension (annuity)

**Provident fund savings before 1 March 2021 or made by those who were 55 or older on 1 March 2021:**

- Can be taken in cash

**One withdrawal each tax year.**

Minimum withdrawal R2 000

Ideally should be kept for cash withdrawal at retirement.

**Must be preserved until retirement.**

Must be used to buy a pension

ONCE-OFF SEEDING

**10% up to R30 000**



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