

Guaranteed rates

Week ending 23 July 2021

Illustrative rates on Guaranteed Growth Plans

		R100 000 lump sum	R1 million lump sum
Product	CAR ratio	Current net effective yield	Current net effective yield
Discovery	3.5	4.76%	5.30%
Liberty	3.1	-	5.15%
Highest linked rate*	0	5.41%	5.41%

Illustrative rates on Guaranteed Income Plans

	R100 000 lump sum			R1 million lump sum		
Product	Gross annuity income	Taxable portion	Income after tax	Gross annuity income	Taxable portion	Income after tax
Discovery	R375.93	R1.85	R375.10	R 4,225.63	R318.57	R 4,082.27
Liberty	-	-	-	R 4,179.49	R321.39	R 4,034.86
Highest linked rate*	-	-	-	R 4,335.12	R 412.70	R 4,149.41

Notes:

- A company's capital adequacy ratio (CAR ratio) is the actuarially determined excess of assets over liabilities. The CAR provides a buffer against experience worse than that assumed in the financial soundness valuation of the company. A higher CAR ratio indicates stronger financial security
- 45% tax rate applied to data for income after tax
- Source Moonstone Investment Indicators, Product Quotations
- Commission of 3% + VAT assumed for Guaranteed Growth Plan
- Commission of 3% + VAT on growth portion and 1.5% + VAT on income portion assumed for Guaranteed Income Plan

- Liberty advises that, as of Monday, 9 May 2016, its minimum premium on the "Guaranteed Investment Plan" and "Guaranteed investment plan - income option" increased to R150 000. Investments above the new value will be subject to the same standard rates and enhancements applicable in the past.
- *Highest linked rate amongst large competitors

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