



Old Mutual Wealth ABSA Islamic Sukuk Endowment (OMWAISE)

Why OMWAISE? Shariah compliant, low risk, highly attractive, "assured" after tax returns with payout in 5 years

Investment minimum per individual / trust

R5 000 000

Investment term

5 years

Structure - tax efficient endowment through OM Wealth (taxes handled within structure, no SARS reporting)

Underlying instrument - 5 year ABSA Islamic Term Deposit (Mudarabah contract)

Counterparty - ABSA Islamic Banking, an AA rated counterparty and wholly owned subsidiary of ABSA Group

Liquidity available after 12 months subject to a constructive liquidation fee to be determined by ABSA Islamic Bank (conservatively calculated at initial investment amount + 5% per annum return). This investment should be seen as a 5 year term to avoid the early liquidation fees.

EXAMPLE (R 10 MILLION INITIAL INVESTMENT AMOUNT)

Initial Investment amount	R5 000 000	A
Profit rate (after tax) per annum - Shariah compliant simple rate	7,30%	B
<i>You need to achieve a guaranteed pre-tax return of 13.3% p.a to match this return (assuming you in the 45% tax bracket)</i>		
Initial Investment amount	R5 000 000	A
Profit earned in Year 1	R365 000	C = A x B
Profit earned in Year 2	R365 000	C = A x B
Profit earned in Year 3	R365 000	C = A x B
Profit earned in Year 4	R365 000	C = A x B
Profit earned in Year 5	R365 000	C = A x B
Amount paid out in 5 years (after all taxes) - effectively guaranteed by ABSA	R6 825 000	SUM