

BOBATS OLD MUTUAL WEALTH LOW RISK ENDOWMENT INVESTMENT SOLUTIONS

(updated 25th November 2025)

1. **Tax-Efficient Guaranteed Growth Fixed Deposit Endowment (Conventional)**

- Minimum investment: R 1 million
- Investment term: 5 years
- Underlying investment: Fixed deposit with a Tier 1 SA bank
- Liquidity:
 - One withdrawal allowed during 5 year period (not recommended)
 - Limited to initial capital invested + 5% per annum growth (**with reducing exit charges**)
- Effective rate of return: 5.93% per annum (**after tax**) – guaranteed
- Example: R 5 million becomes R 6 669 063 (**after tax**) – guaranteed

2. **Tax-Efficient Guaranteed Growth Islamic Term Deposit Endowment (Shariah)**

- Minimum investment: R 5 million
- Investment term: 5 years
- Underlying investment: Islamic Term Deposit with ABSA Islamic Bank
- Liquidity:
 - One withdrawal allowed during 5-year period (not recommended)
 - Limited to initial capital invested + 5% per annum growth (**with reducing exit charges**)
- Effective rate of return: 5.63% per annum (**after tax**) - assured
- Example: R 5 million becomes R 6 575 000 (**after tax**) – guaranteed

3. **Tax-Efficient Growth Endowment with Low-Risk Income Funds (Conventional)**

- Minimum investment: R 2 million
- Investment term: 5 years
- Effective tax rate: 6% on annual income returns
- Underlying investment:
 - Prescient Income Provider Fund: 49%
 - Nedgroup Core Income Fund: 49%
 - Prescient Money Market Fund: 2%
- Liquidity:
 - One withdrawal allowed during 5 year period
 - Limited to initial capital invested + 5% per annum growth (**without any exit charges**)
- Estimated starting rate of return (after tax):
 - PLUS fund income yield estimate (net of fees): 8.9% per annum
 - LESS advisor, platform, assessed loss fees: (1.9% per annum)
 - LESS taxation effect reduction (6% tax rate on income): 0.5% per annum
 - **EQUALS starting net income yield (after fees and taxes):** 6.5% per annum

4. **Tax-Efficient Growth Endowment with Low-Risk Income Funds (Shariah)**

- Minimum investment: R 2 million
- Investment term: 5 years
- Effective tax rate: 6% on annual income returns
- Underlying investment:
 - Camissa Islamic High Yield Fund: 50%
 - Old Mutual Albaraka Income Fund: 50%
- Liquidity:
 - One withdrawal allowed during 5 year period
 - Limited to initial capital invested + 5% per annum growth (**without any exit charges**)
- Expected starting rate of return (after tax) per annum:
 - PLUS fund income yield estimate (net of fees): 8.4% per annum
 - LESS advisor, platform, assessed loss fees: (1.9% per annum)
 - LESS taxation effect reduction (6% tax rate on income): (0.5% per annum)
 - **EQUALS starting net income yield (after fees and taxes):** 6.0% per annum