

THE CONSERVO INTERNATIONAL RETIREMENT PLAN

A flexible and tax-efficient retirement vehicle suitable for use by current or future South African tax-resident members with four entry levels tiered to suit a variety of retirement planning budgets.

Conservo is classed as an International Retirement Plan and is a low cost and highly flexible vehicle for retirement savings. Conservo is an ideal plan for South African tax residents wishing to consolidate offshore assets and utilise their annual foreign investment allowance (currently R10 million).

The plan is a Guernsey-based multi-member retirement annuity trust and qualifies for an exemption from Guernsey Income Tax. The Trustee of the plan is Sovereign Trust (Guernsey) Limited, a trust company licensed and regulated by the Guernsey Financial Services Commission.

FOUR FEE LEVELS BASIC/BUILDER/CLASSIC/PRO

CONTRIBUTIONS

- One-off or *ad hoc* payments, and regular contributions
- Can receive cash or reassignment or *in specie* transfer of existing offshore assets
- Funding is uncapped
- Ideal for annual R10 million foreign investment allowance
- No contributions accepted above age 75

RETIREMENT BENEFITS

- Minimum retirement age 50 and maximum retirement age 75
- May be taken as *ad hoc* lump sum distribution(s), income drawdown or a combination of both
- No requirement to purchase an insurance annuity
- No prescribed income drawdown limits
- Benefits must commence from age 75

INVESTMENTS

Member-directed and open-architecture, able to accept most assets including:

- Standard investments held via an offshore insurance bond, investment platform or model portfolio account
- Cash, quoted and unquoted shares and fixed interest securities
- Commercial and residential property*
- Loans to Members

TAX CONSIDERATIONS

The primary purpose of the plan is retirement planning.

In certain circumstances the plan can also provide tax efficiencies and this may include benefits payable to a South African tax-resident member.

The Plan is:

- Exempt from Guernsey withholding taxes on lifetime and death benefit payments
- Exempt from income and capital gains prior to vesting

*Non-standard investments, including property, will only be permitted within the 'Pro' fee level option

The Plan starts from £500 to establish and has annual administration fees from £500.

For more information, contact your local Sovereign representative.

The information provided in this document does not constitute advice to clients or any third party and no responsibility will be accepted for any loss occasioned directly or indirectly as a result of persons acting, or refraining from acting, wholly or partially in reliance upon it other than for its intended purpose.