



Circular 2013/694

**TO: All pension fund members**

**Purchasing a living annuity at retirement**

Members of the University of Johannesburg Pension Fund and the University of Johannesburg Defined Benefit Pension Fund are herewith advised that the Trustees have considered and approved rule amendments in both funds allowing for the purchase of a living annuity at retirement as another option available to members.

In coming to their decision, the Trustees did not consider the merits or demerits of living annuities. They merely considered that it could be an option for members at retirement. If you want to consider the option of purchasing a living annuity at retirement, you need to discuss the option carefully with an appropriately qualified person. Preferably a qualified Certified Financial Planner.

The rule amendment will be effective on 1 October 2013 in the University of Johannesburg Pension Fund, and on 1 July 2013 in the University of Johannesburg Defined Benefit Pension Fund. But, both rule amendments are pending registration by the Financial Services Board. It is only once the rule amendments have been registered by the Financial Services Board, that members who are retiring will be able to make use of this option.

Members of the two funds who are scheduled to retire at the end of 2013 have been sent additional personalised letters regarding the new option available to them.

Sincerely,

**PROF. THEA VOOGT**  
**Assistant to the PRINCIPAL OFFICER**  
**University of Johannesburg Pension Fund**  
**University of Johannesburg Defined Benefit Pension Fund**  
**University of Johannesburg Disability Reserve Fund**  
**2013-09-30**