

The tax-efficiency of your investment plan can impact greatly on your long-term investment returns. The less costs and tax paid over the investment period, the greater your potential returns will be.

The Coronation Endowment Plan is an investment plan which allows you to create wealth tax-efficiently. This plan benefits investors with a marginal tax rate greater than 30% and a minimum investment time horizon of 5 years. While access to capital is limited in the first 5 year period or the extended restriction period, taxable growth (interest, net rental income and foreign dividends) is taxed at 30% within the plan and is tax-free in your hands when you withdraw the proceeds.

The Coronation Endowment Plan is flexible, cost-effective and transparent. It is designed to allow you the flexibility to stop and restart your contributions and/or switch between investment options as your circumstances change. We do not charge initial fees, we subsidise our annual administration fee and the fees of each of the underlying unit trust funds are fully disclosed.

The underlying investment options are Coronation's range of top-performing unit trusts which have consistently delivered strong investment returns since inception. This consistency of investment performance is reflected in Coronation being awarded numerous local and international investment performance accolades.

Minimum investment

Lump Sum



R10 000

Recurring



**R500
PER MONTH**

Ad-Hoc



R5 000



INVESTMENT OPTIONS

You may select from a wide range of Coronation unit trust funds. To simplify the investment decision, we highlight the core funds: Coronation Strategic Income Fund, Coronation Balanced Defensive Fund, Coronation Capital Plus Fund, Coronation Balanced Plus Fund, as well as the Coronation Top 20 Fund, which we believe are best suited to growing and maintaining investment capital over the long term.

SWITCHING

You may switch between the underlying unit trust funds as your investment objectives and circumstances change.

TRANSFERS

You may not transfer this investment to another endowment policy or transfer another endowment policy into the Coronation Endowment Plan.

RESTRICTION PERIOD

The Coronation Endowment Plan has an initial restriction period of 5 years. You may make additional contributions to the Coronation Endowment Plan at any time, subject to set minimum investment amounts. It is important to note, however, that if said contributions exceed 120% of the greater of your annual contributions in the prior two year period, your investment will enter an extended restriction period of another 5 years from the date of the said contribution.

SURRENDER VALUE

You may only make one surrender during the initial restriction period of 5 years or any extended restriction period. The surrender value is limited to the lesser of your contributions plus 5% compound interest or the market value of your investment.

You may make unlimited withdrawals from your investment after the expiry of the initial restriction period of 5 years or any extended restriction period.

CESSIONS

Your investment may be ceded as collateral or transferred to a third party at any time.

LOANS

You may not borrow from your Coronation Endowment Plan. It may however be used as security should you need to access capital from another institution.

DEATH BENEFITS

In the event of your death, the proceeds of your investment will flow directly to your nominated beneficiaries, tax-free. This will save your estate up to approximately 3.99% (including VAT) in executor's fees.

COOLING-OFF PERIOD

From the date you receive your Coronation Endowment Plan Policy Summary and Terms and Conditions, a 31-day cooling-off period applies. Should you choose to terminate the investment within this period, your original investment will be returned to you, but may be reduced as a result of market losses. This option is not available where a switch has been made from the original selected portfolio, or if any benefit or claim has been paid.