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ENQUIRIES: Mr Benny Moloko
OUR REF: 12/8/1278
DATE: 23 April 2021

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THE PRINCIPAL OFFICER
LA RETIREMENT FUND
c/o VERSO FINANCIAL SERVICES (PTY) LTD
P O BOX 4300
TYGER VALLEY

7536P

CASE NUMBER: 529712

Dear Sir/Madam

**PENSION FUNDS ACT, 24 OF 1956 & INCOME TAX ACT, 58 OF 1962: AMENDMENT 6
(Effective 01 March 2021) - LA RETIREMENT FUND**

Your application of 18 March 2021 refers. I have enclosed a copy of the Amendment duly approved and registered in terms of section 12(4) of the Pension Funds Act.

The fund continues to be recognized as a Pension Fund in terms of the Income Tax Act.

Yours faithfully

FOR THE FINANCIAL SECTOR CONDUCT AUTHORITY

Enclosure

Transitional Management Committee:

K Gibson (Commissioner) DP Tshidi LP Kekana OB Makhubela

AMENDMENT DOCUMENT NO. 6

LA RETIREMENT FUND

(called the FUND in this document)

Resolution

The BOARD of the FUND resolved via a virtual meeting on17 March 2021..... to adopt the amendments to the RULES of the FUND described below with effect from 1 March 2021:

1. RULE 5.3.1 is replaced by the following:

"5.3.1 A MEMBER'S retirement benefit will consist of his MEMBER SHARE which the FUND shall apply, as selected by the MEMBER, in accordance with the FUND's annuity strategy to either

- (a) purchase an annuity policy from an INSURER in terms of RULE 5.4;
or
- (b) pay a LIVING ANNUITY to the MEMBER in terms of RULE 5.5; or
- (c) a combination of a LIVING ANNUITY provided by the FUND and an annuity purchased from an INSURER,

subject to RULES 5.3.2, 5.3.3, 5.3.4, 14.7 and any other conditions provided for in terms of Regulation 39 to the ACT and prescribed by the AUTHORITY from time to time.

The MEMBER may, in writing in the prescribed format, apply to the FUND to convert into a lump sum payment as much of his MEMBER SHARE as is allowed in terms of the INCOME TAX ACT."

2. RULE 5.4.2 is replaced by the following:

"5.4.2 Provided that a MEMBER did not elect to be paid a LIVING ANNUITY from the FUND in terms of RULE 5.5, the FUND'S liability in respect of a retiring MEMBER shall be limited to the conclusion of the annuity policy with the INSURER for the payment of the annuity directly to the MEMBER. Immediately after the FUND has paid the premium on the



annuity policy and, where applicable, made payment of any lump sum, the MEMBER'S MEMBERSHIP of the FUND shall cease."

3. RULE 5.5.1(a) is replaced by the following:

"(a) The FUND shall establish a LIVING ANNUITY ACCOUNT for the LIVING ANNUITANT to which his MEMBER SHARE, or the SPOUSE'S portion of the deceased LIVING ANNUITANT'S benefit as contemplated in RULE 5.5.3, as the case may be, shall be transferred prior to the EFFECTIVE DATE, after having been reduced by the amount paid in a lump sum and the amount paid to purchase an annuity from an INSURER, if applicable."

4. RULE 5.5.2 is replaced by the following:

"5.5.2 Subject to the PROTOCOL established by the BOARD in this regard and any transfer requirements in terms of section 14 of the ACT, a LIVING ANNUITANT may instruct the FUND to apply the balance in his/her LIVING ANNUITY ACCOUNT, or any part thereof, to purchase a living annuity or any other compulsory annuity from an INSURER in his/her own name, in which case the provisions of RULE 5.4 will apply to him mutatis mutandis."

5. RULE 11.1.5(b)(iii) is replaced by the following insertion and RULE 11.1.5(b)(iv) is added directly thereafter:

"(iii) the amount to purchase an alternative pension in terms of RULE 5.5.2, if applicable;

(iv) FUND INTEREST if the rate of FUND INTEREST is negative."

6. RULE 14.11.6 is replaced by the following:

"14.11.6 The Municipal Manager of each LOCAL AUTHORITY shall, not later than thirteen weeks after receipt of the notice provided for in RULE 14.11.2, notify the PRINCIPAL OFFICER of the contact details of the appointed COUNCILLOR delegates and their alternates."



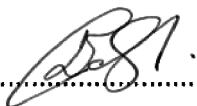
Reasons for amendments:

Paragraph 1-5: To provide that a combination of an annuity provided by the Fund and an annuity purchased from an Insurer may be chosen following the withdrawal of SARS GN18.

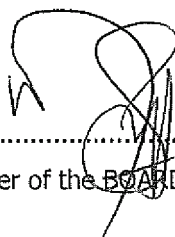
Paragraph 6: To correct the Rules to reflect that the individuals referenced in the Rule are Councillors delegates only.

Certification by BOARD

Certified that the above resolution has been adopted in accordance with the provisions of the RULES of the FUND.



.....
Chairman of the BOARD



.....
Member of the BOARD



.....
PRINCIPAL OFFICER

Certification by ACTUARY

Certified that this amendment will not render the FUND financially unsound.



.....
Sean Neethling
ACTUARY

LARF/P30000001/pd
5 March 2021