

## Changes in the December 2015 version of *The Fund in Detail* document

Aside from text refinements to improve readability and general updates, the main product changes from the previous edition have been summarised below. Please read this document in conjunction with the new version of *The Fund in Detail*.

### The following product enhancement has been made:

1. **In-Fund Preservation Members, Phased Retirees and In-Fund Living Annuitants** have been added to the Sanlam Umbrella Fund's product offering, which allows for individual membership to continue with the Fund even after a member leaves the employment of his/her participating employer. See chapter 6 for full details.

### The following addition is applicable to the default investment strategies:

1. **Sanlam Blue** has been added as the 4<sup>th</sup> trustee approved default investment strategy.

### The following changes are applicable to benefit maximums:

1. **Lump Sum Disability Benefit** increased from R7 800 000 to R9 500 000 (see page 14).
2. **Income Disability Benefit** –
  - Alternative 2: the benefit increased from R175 000 to R183 000 per month and the employer premium waiver increased from R45 000 to R47 000 per month (see page 13).
  - Alternative 3: the benefit increased from R175 000 to R183 000 per month and the employer premium waiver increased from R45 000 to R47 000 per month (see page 13).
3. **Temporary Income and Lump Sum Disability Benefit:** increased from R7 800 000 to R9 500 000 and the maximum insured income increased from R175 000 to R183 000 per month and the employer premium waiver increased from R45 000 to R47 000 per month (see page 15).
4. **Accident benefit** increased from R2 700 000 to R2 800 000 (see page 15).
5. **Family Funeral Aid benefit:** increased from R45 000 to R55 000 (see page 16).
6. **Trauma benefit:** increased from R2 000 000 to R2 100 000 (see page 16).

### The following updates to underwriting conditions for insured benefits have been made:

1. **Absence from work:** there is a differentiation between members who are absent from work "on date on which membership commences" and "temporary absence" (see page 20).
2. **Trauma benefit:** a paragraph was added which stipulates a condition when no trauma benefit will be payable (see page 21).
3. **Cover requirements during the first three months:** the note section regarding suicide and attempted suicide has been removed (see page 24).

### The following terminology changes have been made:

1. **Free Cover Limit** is now referred to as 'medical proof free limit' (see page 23).
2. **Independent member representative trustees** is now referred to as 'independent trustees' (see page 9).
3. **Institutional Implemented Consulting** is now referred to as 'Delegated Investment Services' (see page 43).

#### The following change has been made to the Investment overview:

1. **Optimal option and comprehensive option:** Glacier is now to be elected by the participating employer (see page 28).
2. **Optimal option:** one of the members' investment choices has changed from Volatility Protection Strategy to Sanlam Monthly Bonus Fund (see page 28).
3. **Comprehensive option:** the switching fee of R450 will no longer be charged (see page 28).

#### The following additions have been made to the Investment Management Fees:

1. **External Single Manager Range:** the Coronation Houseview portfolios changed –
  - Removed: Coronation Absolute World Opportunities Fund
  - Inserted: Coronation Global Emerging Markets Equity Fund, Coronation Active Global Equity Fund, Coronation Global Equity Select Fund, Coronation Global Frontiers Fund (see page 46).

#### The following changes and additions have been implemented for Operating expenses:

2. **Administration fees:** the employer can choose how the administration fees should be structured for the Optimal Option until the section 14 process is complete (see page 49).
3. **Asset-based administration fees** has been added to operating expenses (see page 49).
4. **Investment management fees** has been added to operating expenses (see page 51).
5. **Consulting fees:** the employer can choose how the administration fees should be structured for the Optimal Option until the section 14 process is complete (see page 50).

#### The following update to Roles of the Various Parties has been made:

1. **Accredited Investment Consultant:** more clarity is provided around the definition of an Accredited Investment Consultant (see page 62).

#### The following change has been made to Termination Conditions:

1. **The take-on fee,** that had to be paid by sub-funds that terminated its participation in the Sanlam Umbrella Fund within the first 3 years, will no longer be charged (see page 66).