

6. Conditions applicable to preservation funds

The conditions with which preservation funds must comply are set out in the definitions of “pension preservation fund” and “provident preservation fund” in the Income Tax Act. Certain additional conditions were until now also laid down in South African Revenue Service Retirement Fund Practice Note RF 1/2012. This practice note has been withdrawn with effect from 15 November 2021. The conditions with which preservation funds must comply, are accordingly now set out fully in the definitions of “pension preservation fund” and “provident preservation fund” in the Income Tax Act.