

# Sanlam Inflation-Linked Annuity

The **Sanlam Inflation-Linked Annuity** is Sanlam's flagship annuity product, which protects pensioners against longevity, investment, and inflation risk.

Pensions are guaranteed to be paid for the life of the member and selected spouse, and **can't decrease even if inflation is negative.**

## Starting Pension

The starting pension will be determined based on a quotation which depends on pensioner-specific details and economic indicators at the time of quotation.

For a quotation to determine the starting income you will receive on your preferred option, please [contact us](#).

## Future Pension Increases

Future pension increases are based on four month lagged CPI inflation published by Stats SA. Pensioners can select 50% of CPI, 75% of CPI or 100% of CPI increases. Pensioners seeking increases higher than inflation may select CPI+X% increases, where X% ranges from 1% to 5% - these will begin with a lower starting pension.

## Why choose Sanlam?

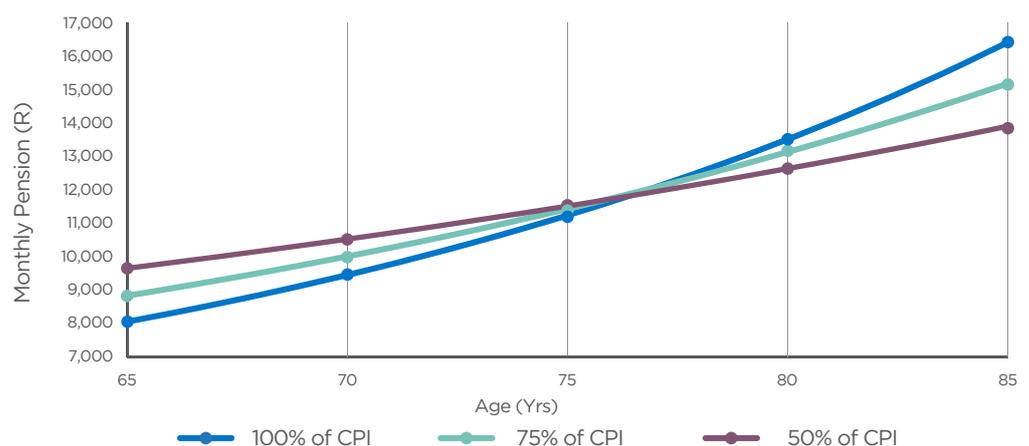
- More than 100 years industry experience
- Largest insurer in South Africa
- We administer over 330 000 annuities
- Annuity book size: R175 billion
- Solvency cover ratio of 173%
- Level 1 BBBEE certified

## Why Sanlam Inflation-Linked Annuity?

- The Sanlam Inflation-Linked Annuity is a life annuity which **guarantees inflation linked increases** in order to preserve the purchasing power of your pension over time.
- The Sanlam Inflation-Linked Annuity has a **20 year track record**
- Pensions are guaranteed to be paid for life and **increase in line with inflation**
- Pensions are **not exposed to investment volatility so any economic instability does not impact your pension**

## Future Pension Projection

Example of the starting and future monthly pension payment for a 65 year old male, assuming 5% CPI inflation.



## The following increase options are available on Sanlam Inflation-Linked Annuity

### 100% of CPI

Pensions are fully protected against inflation, and the purchasing power of the pension will be maintained throughout the life of the pensioner and their spouse.

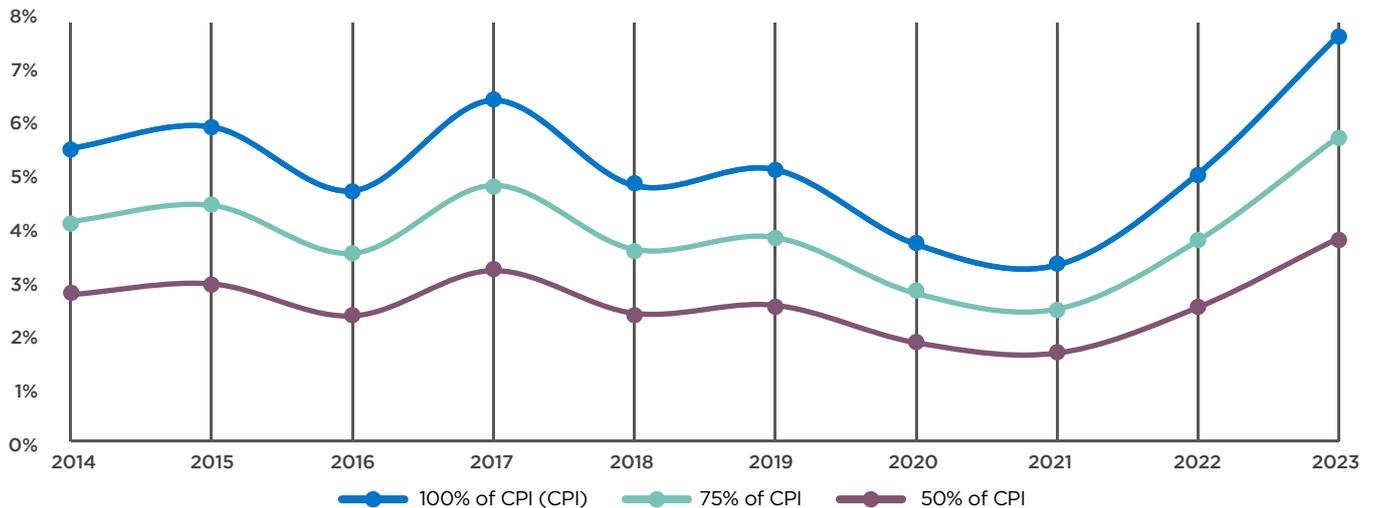
### 75% of CPI

A 75% of CPI inflation linked pension provides a balance by offering a higher starting pension than a 100% of CPI annuity, whilst still being relatively well protected against price increases because increases will be 75% of inflation.

### 50% of CPI

A higher starting pension will be available than a 100% , or 75% of CPI annuity. Pension increases are linked to inflation but pensions will gradually lose their purchasing power over time.

### Past Pension Increases



Increase Option	100% of CPI	75% of CPI	50% of CPI
2019	5.10%	3.83%	2.55%
2020	3.70%	2.78%	1.85%
2021	3.30%	2.48%	1.65%
2022	5.00%	3.75%	2.50%
2023	7.60%	5.70%	3.80%
5 Year Average	4.94%	3.71%	2.47%
10 Year Average	5.20%	3.90%	2.60%

### Guaranteed Period

The period, up to 20 years, that the full pension is guaranteed to be paid, regardless of whether the pensioner or spouse is alive.

### Single Life Pension

The pension is payable until the latter of the guarantee period OR the death of the pensioner.

### 13<sup>th</sup> Cheque

An additional payment, which can be made in any month, such as December when you would have received a bonus.

### Joint Survivor Pension

After the death of the pensioner, their surviving spouse continues to receive a pension until their death. It may reduce by a pre-specified proportion.

### Children's Pension

The pension is payable to specified children, until a specific age.

### Flexible Increase Date

You may specify the month in which the increase is granted, e.g. January, February, etc.

For more information, [view our brochure](#) or email [annuitysupport@sanlam.co.za](mailto:annuitysupport@sanlam.co.za)

