



**momentum**  
investments

# **MFP** **OUTCOME MATTERS**

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**The benefits of using MWI**

29 July 2021

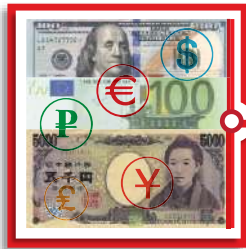
# The journeys to invest globally



South African  
platform

Rand-based global fund

Generic investment needs



Global  
platform

Foreign currency global fund

Specific goal-based needs

# Who gets an offshore allowance and when? <sup>tm</sup>

South African individuals  
older than 18

A discretionary allowance  
of R1 million

An offshore investment  
allowance of R10 million



# Why Guernsey?



**International  
finance centre  
for more than 50 years**



**Flexible,  
pragmatic financial  
regulator**



**Self-governing and  
self-funding  
800 years of independence**



**AA – credit rating  
From Standard  
& Poor's**

**48/49**

**Highest  
regulatory  
standards**



**OECD endorsement  
Member of the OECD's  
'white list'**

# Products available on Momentum Wealth International

	International Endowment Option	International Investment Option
Description	Life insurance bond or capital redemption bond	Offshore investment platform (LISP)
Minimum restriction period	5 years	None
Contribution currency	USD, EUR, GBP	USD, EUR, GBP, CHF, AUD, HKD and JPY
Minimums	US\$18,000	US\$25,000
Withdrawals	Liquidity with a 100 underlying policies	Full or partially withdrawals
Taxation	'Five-funds approach'	Tax statements provided, not certificates
Multiple contract owners	Unlimited	Unlimited

# Investment planning considerations



# Difference in taxation

**Asset swap: Local endowment and feeder funds**

South African rand

**International endowment (life insurance bond and sinking fund)**

Hard currency

# The overriding contractual arrangements



## Ownership, assured lives and overriding contractual arrangements

### International LISP investment (IIO)

Owner: John

Owner: Mary

Joint and survivorship provision

### International endowment (IEO) sinking fund (Capital redemption bond)

Owner: John

Owner: Mary

Joint and survivorship provision

A successor contract owner

A successor contract owner

### International endowment (IEO) Life insurance bond

Owner: John

Owner: Mary

Life assured

Life assured

Joint and survivorship provision

A successor contract owner

A successor contract owner

Beneficiaries of death proceeds

Beneficiaries of death proceeds



# Benefits of an endowment wrapper (IEO)

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# Avoiding situs tax



Does not apply to Momentum Wealth, but could apply to Momentum Wealth International

<b>Component type</b>	<b>Endowment (IEO)</b>	<b>Investment (IIO)</b>
Collective investment scheme (CIS)	N/A	N/A
ETFs	N/A	May apply
Shares (share portfolios)	N/A	Applies

# Avoiding probate

Overriding contractual arrangements

Joint and survivorship provision

Successor contract owners

Beneficiaries of death proceeds

# Disclaimer

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The logo for Momentum Investments, featuring the word "momentum" in a blue sans-serif font with a red lowercase "m", and the word "investments" in a smaller, blue sans-serif font below it.

momentum  
investments

The main title of the presentation, "MFP Outcome Matters", displayed in large, bold, blue sans-serif capital letters. The "MFP" part is significantly larger and more prominent than the rest of the title.

**MFP**  
**OUTCOME MATTERS**

The closing text of the presentation, "Thank you", written in a red sans-serif font.

Thank you