

# PURCHASE FORM

## TAX FREE INVESTMENTS



Fax, Post or email to:

Gryphon Collective Investments (RF) (Pty) Ltd  
Private Bag X20, Tyger Valley, 7536  
Telephone number: +27 21 915 5100  
Fax number: +27 86 206 2635  
E-mail: [invest@gryphon.com](mailto:invest@gryphon.com)

Consider the option of investing tax free. With **Gryphon**, when investing the **Tax-Free Investment**, you don't pay tax on your investment returns – both while you're invested and when your investment pays out. The taxes you save remain invested to grow, which can make a difference over the long term.

Tax free means NO:

- Income tax or other tax on interest or other income
- Dividend Withholding Tax
- Capital Gains Tax

The only fees payable are the annual management fees applicable to the underlying fund/s you choose to invest in.

### TAX-FREE INVESTMENT ADVANTAGES

- Grows your savings without any taxation.
- Unrestricted access to your money. (However, a long-term horizon is recommended to fully realise the benefit of compounding your tax-free return.)
- No initial fees, exit penalties or administration fees.
- Choose from a range of funds to suit your investment needs. Your fund choice does not have to comply with Regulation 28.
- You can open a tax-free investment for minor children as well as major children.

### TAX-FREE INVESTMENT LIMITATIONS

- Only South African resident individual investors (not trusts, companies etc.) are eligible.
- A regular income cannot be paid out; interest and dividends earned are automatically re-invested.
- Cannot cede investment as security but there is NO protection against creditor claims.
- A maximum of R33 000 per annum (currently) or R500 000 over your lifetime can be contributed.
- If you are invested in other tax-free products, please note that your overall investment needs to remain within the tax-free limits. You are required to monitor the total amount invested to avoid tax penalties.

## TAX-FREE ALLOWANCE

A maximum of R33 000 tax free investments per account can be made every tax year (1<sup>st</sup> March to end-February of the next year) and up to R500 000 over the individual's lifetime. These limits are legally set and apply across all tax-free products anyone invests in (not per product). If it is exceeded, the person will pay a penalty tax of **40%** on the additional amount invested.

In addition, all amounts invested will count towards the annual and lifetime limits regardless of any withdrawals that can be made. One cannot reinstitute previous withdrawals with a new investment. For example, if one invested R33 000 this tax year and then withdrew some or all of that savings, any further investment in the Tax Free Account during the tax year will be taxed at 40%.

## SAVING FOR YOUR CHILDREN / PARENTS / DOMESTIC WORKERS

Children, Parents and Domestic workers can also receive the benefits of tax-free investing. Let's call them Nominated Persons. Your savings on behalf of Nominated Persons may be subject to donations tax, should it exceed the annual donations allowance. Please complete for each Nominated Person a separate application.

By opening a tax-free investment on behalf of Nominated Persons, you unlock the full power of compounding on their long-term savings.

The principle of compounding is simple - the returns earned on an investment also start earning returns. What this means is that the tax-free dividends and interest earned in the Tax-Free Investment are immediately put to work by being automatically re-invested. This results in your Nominated Persons' investment growing at an ever-increasing rate, year after year. Over the long term, this can make an enormous difference.

Each Nominated Person has an own personal tax-free allowance. **Please note** that a bank account in your Nominated Persons' name will be required for all withdrawal payments from his or her Gryphon Tax-Free Investment.

**INVESTOR DETAILS**

New

Investor No:

Surname/Trust/Company							
First Names/Contact Name						Title	

**INVESTMENT DETAILS**

Subject to the provisions of the Trust Deed, I/we hereby apply for as many units as can be purchased with my/our payment at the ruling price. Please deposit investment amount into the **Gryphon Investment Account**, account # **4049716404** at **ABSA Bank** (branch code 632005) and **send proof of deposit with the application form.**

Gryphon Fund	Investor Account Number	Min. Lump sum	Lump Sum	Fund Class
Money Market Fund		R2,000		A
All Share Tracker Fund		R2,000		A
Dividend Income Fund		R2,000		A
Prudential Fund of Funds		R2,000		B
Flexible Fund of Funds		R2,000		B
Global Equity Fund		R2,000		B

Gryphon Fund	Investor Account Number	New / Updated Debit Order		
		Min. / Max	Amount	Date
Money Market Fund		R200 / R2,750		2nd of each month
All Share Tracker Fund		R200 / R2,750		2nd of each month
Dividend Income Fund		R2,000 / R2,750		2nd of each month
Prudential Fund of Funds		R200 / R2,750		2nd of each month
Flexible Fund of Funds		R200 / R2,750		2nd of each month
Global Equity Fund		R200 / R2,750		2nd of each month

N.B: Give as much detail as possible about the **Source of Funds** to be invested:

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**FURTHER INFORMATION**

**NEW INVESTORS:** Please complete the following in full and **ADDENDUM TO APPLICATION FORM** as required by the **Financial Intelligence Centre Act, No. 38 of 2001** and **Tax Act.** **EXISTING INVESTORS:** Please supply changes only:

Country Of Birth		List ALL Nationalities	
Primary Country Of Residence		ID / Passport Number	
Income Tax Residency (RSA)		Income Tax reference Number	
Income Tax Residency (Other)		Income Tax reference Number	
Income Tax Residency (Other)		Income Tax reference Number	
Employment Sector		Company / Trust Registration No.	
Postal Address			Postal Code
Residential / Registered Address			Postal Code
Telephone Numbers	Primary	Business	
	Cell	Fax	
E-mail Address			

**BANK DETAILS**

Name of Bank		Account holder(s)	
Branch Name		Branch Code	
Type of Account		Account Number	
			Initial(s)

This product has been purchased entirely of my own volition

This product has been purchased in terms of an investment   
needs analysis by an intermediary (sales person)

## FINANCIAL ADVISOR

To be completed by the Financial Advisor, if applicable:

Name of Advisor		Company	
Gryphon Advisor Code		FSP Number	
Comments		Advisor Signature	

The Financial Advisor or Intermediary hereby discloses his/her/its earnings on this transaction of \_\_\_%  
or R \_\_\_\_\_ (where applicable).

Client Initial:

## DISCLAIMERS AND DISCLOSURES

1. *Gryphon Collective Investments ("GCI")* is a member of the Association for Savings & Investments SA (ASISA).
2. Collective Investment Schemes (CIS) or Unit Trusts are generally medium to long term investments. The value of participatory interests (units) may go down as well as up and past performance is not necessarily a guide to the future.
3. Fluctuations or movements in exchange rates may cause the value of the underlying international investments to go up or down.
4. CIS unit prices are calculated on a net asset value (NAV) basis, which is the total value of all assets in the portfolio including income accruals and less any permissible deductions from the portfolio.
5. All instructions for transactions received on or before 14h00 (11h30 for Money Market & Dividend Income) will be traded at same day ruling prices. Fund valuations take place at approximately 15h00 each business day and forward pricing is used.
6. *GCI* reserves the right to withhold processing of any unclear, incomplete or ambiguous requests forwarded by the unit holder or his/her/its representative.
7. Repurchase payments will be made to the unit holder only, no credit card accounts or third party payments.
8. Investments in the selected funds will be placed in either, class R, class A or class C units with different applicable fees and charges, according to the policy of *GCI*.
9. *An annual service charge* per fund, excluding VAT, of: 0.20% on the Gryphon All Share Tracker Fund A-class; 0.25% on the Gryphon Money Market Fund A-class; 0.80% on the Gryphon Dividend Income Fund A-class; 0.3% on the Gryphon Prudential Fund B-class; 0.3% on the Gryphon Flexible Fund B-class and 0.5% on the Gryphon Global Equity Fund B-class; is calculated and accrued daily and levied monthly on the market value of the fund portfolios, respectively.
10. A Fund-of-Funds is a portfolio that invests in other portfolios of Collective Investment Schemes (Unit Trusts), which levy their own charges, which could result in a higher fee structure for the Fund-of-Funds.
11. Brokerage and marketable securities tax, audit fees, bank charges, trustee and custodian fees are levied against the portfolios.
12. The funds are also available via certain Linked Investment Service Providers (LISPS), which levy their own fees.
13. A schedule of fees, charges and maximum commissions is available on request from *GCI*.
14. *GCI* reserves the right to close and reopen certain funds from time to time in order to manage them in accordance with mandates.
15. The fund manager may borrow up to 10% of the market value of a portfolio to bridge insufficient liquidity.
16. The scheme may engage in securities borrowing and scrip lending.
17. Investment Statements will be sent to investors at the beginning of the month following on an income distribution or when participatory interests are acquired or redeemed. It is also available on request.
18. Quarterly portfolio reports are available on request.
19. Should any guarantees be furnished against price fluctuations, this shall be by a party other than *GCI*.
20. I/We indemnify and hold *GCI* harmless against any claim which I/we may have resulting from conducting my/our business via online services (including e-mail) or by way of facsimile and hereby consent to *GCI* taking any security precautions it may consider necessary, including magnetic recordings and storage of instructions.
21. This application constitutes an agreement and a copy hereof is available and will be provided on request.
22. Directors and personnel of *GCI* may be invested in any of the *portfolios* at any time.
23. Complaints may be lodged in writing with the Compliance Officer of *GCI* at the address on this form. Complaints may also be lodged with the Financial Services Board.
24. *GCI* holds professional indemnity cover.
25. *GCI* reserves the right to determine the minimum investment amount on an annual basis. If the investment goes below the prescribed minimum investment amount, investors must either increase the amount invested or redeem investments immediately.
26. Income tax legislation is subject to amendment and any such changes could affect the tax status of future dividend income distributed by the Gryphon Dividend Income Fund.
27. Although reasonable steps have been taken to ensure the validity and accuracy of the information in this document, *GCI* does not accept any responsibility for any claim, damages, loss or expense, howsoever arising, out of or in connection with the information in this document, whether by a client, investor or intermediary. This document should not be seen as an offer to purchase any specific product and is not to be construed as advice or guidance in any form whatsoever. Investors are encouraged to obtain independent professional investment and taxation advice before investing in any Collective Investment portfolio.

## SIGNATURE OF APPLICANT(S)

*GCI* wishes to inform you that all information regarding your personal and financial matters is treated as strictly confidential. Before signing ensure that all entries have been completed and deleted as applicable.

I certify that all information, including information regarding my country of citizenship and my country of tax residence, is correct. I also warrant that I have full power and authority and that I am legally competent to enter into this transaction, with the necessary assistance, where such assistance is a legal requirement, and, I agree by my signature that I have read and understood the information provided in this application form, including that under the "Disclaimers and Disclosures" section and that all information provided by me is true and correct in all respects.

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of parent/guardian/spouse (if applicable)

**New Investors please also complete ADDENDUM TO APPLICATION FORM as required by the Financial Intelligence Centre Act, No. 38 of 2001**