

# FINANCIAL FITNESS FOR POSTGRADUATE STUDENTS AND RESEARCHERS



YEGALAN CHETTY

CONTACT DETAILS: (011) 421-0693

082 374 9131

ADMIN@YCFINCON.CO.ZA

## NEEDS TO CONSIDER:

1. Risk Management
2. Retirement and Investment Planning
3. Estate Planning
4. Short Term Insurance
5. Financial Management - Jason Van Rooyen
6. Asset Management - Jason Van Rooyen

# 1. RISK MANAGEMENT

## 1. Personal Risk:

- Sudden Death
  - Leaving your family financially stranded
- Disability
  - Due to an accident or illness
- Dread Disease
  - Suffering a heart attack or contracting cancer

## 2. Medical Risk

- Inability to fund hospital costs

## 3. Short Term Risk

- Exposure to asset base diminishing

## 2. RETIREMENT AND INVESTMENT PLANNING

### ➤ Retirement Planning:

- Provision for wealth accumulation and withdrawal in the retirement years

### ➤ Investment Planning:

- Wealth accumulation with a short term horizon



### 3. ESTATE PLANNING

#### ➤ Estate Duty tax currently at 20%

- Sec 4A Abatement - R3,5 million
- Sec 4Q Deduction - Spouse Bequests
- Executor's Fees - 3,5% + Vat = 3,99%

# SOLUTIONS:

## WHAT TYPES OF INSURANCE ARE THERE?

- Life Assurance
- Endowments
- Retirement Annuities
- Medical Insurance
- Short Term Insurance (Household/Buildings/Car Insurance)

# LIFE ASSURANCE

- People pay premiums to an Insurer who in turn insures against particular events. Upon the event occurring the Insurer pays out the agreed amount.
- The understanding is that not all contributors will claim at the same time giving the Insurer the opportunity earn growth on the contributions collected over time.
- Life Cover - increase cover for Estate Duty liquidity
- Disability Cover
- Income Protection
- Dread Disease Cover

# ENDOWMENT / UNIT TRUST

- What is an endowment policy and what are the benefits?
- 
- An Endowment policy is a savings vehicle utilising a traditional insurance policy with a specified term invested in a number of different portfolios. You pay your premium every month over the term of the investment and you receive a lump sum tax-free at the end of the term.
- **Old Generation Products**
- The benefits offered compulsory form of savings for the ill-disciplined.
- **New Generation Products**
- Offer unitised portfolios from a wide range of Product Providers.
- Flexibility of contribution pattern
- Transparent and lower Cost Structure



# RETIREMENT ANNUITY/PENSION/PROVIDENT

- What is a Retirement Annuity?

A retirement annuity (RA) is a savings vehicle, to assist in providing for your retirement. You pay a monthly premium to an insurance/investment company in return for a lump sum and monthly pension after you retire.

Benefits:

- Provides essential retirement benefits; a lump sum pay-out and a monthly pension for the rest of your life.
- It's one of the most tax-efficient ways to save for your retirement.
- Your money is safe and protected from creditors.
- Enjoy access to your investment at your chosen retirement date – minimum age 55
- Your dependants will be paid out your accumulated funds, following your death.
- Not all products are transparent, legislation requires companies to be completely transparent.

# MEDICAL AID / MEDICAL ASSURANCE/GAP COVER

- **MEDICAL AID**
- OPTIONS RANGING FROM COMPREHENSIVE COVER TO HOSPITAL ONLY
- CONSIDER – MANAGED HEALTH CARE / TAKE RESPONSIBILITY FOR YOUR MEDICAL BILLS
- **MEDICAL ASSURANCE**
- PRODUCT DESIGNED TO ASSIST EXISTING MEDICAL AID PRODUCT IN COVERING UNFORESEEN MEDICAL COSTS

# SHORT TERM INSURANCE

- HOUSEHOLD
- INSURANCE AGAINST LOSS OR DAMAGE TO PERSONAL CONTENTS DUE TO THEFT/FIRE/ACCIDENTAL DAMAGE
- BUILDINGS
- INSURANCE AGAINST LOSS OR DAMAGE TO THE ACTUAL BUILDING STRUCTURE
- CAR INSURANCE
- COMPREHENSIVE – INSURANCE AGAINST LOSS OR DAMAGE TO OWN AS WELL AS ALL OTHER PARTIES INVOLVED IN THAT INCIDENT
- THIRD PARTY, FIRE & THEFT ONLY– INSURANCE AGAINST LOSS OR DAMAGE TO ALL **OTHER PARTIES ONLY**, INVOLVED IN THAT INCIDENT. (YOUR VEHICLE NOT REPAIRED/REPLACED)

YEGALAN CHETTY

CONTACT DETAILS: (011)  
421-0693

082 374 9131

ADMIN@YCFINCON.CO.ZA

## OUR SERVICES OFFERED:

LIFE / BUSINESS ASSURANCE

INVESTMENT PLANNING

ESTATE PLANNING

RETIREMENT PLANNING

MEDICAL AID

PENSION / PROVIDENT FUNDS

UNIT TRUSTS

EMPLOYMENT BENEFITS

SETTING UP OF TRUSTS



Y CHETTY FINANCIAL  
CONSULTANTS CC