



Standard Bank (Superannuation)
Kwazulu Natal Joint Municipal Provident Fund



The Act – Pension Backed Housing Loan

- In terms of 19(5)(a) of the Pension Funds Act of 1956, the pension backed housing loan can only be used in the following manner;
 - Buy a house
 - Build a house
 - Renovate a house
 - Buy land with the intention of building a house
 - Pay a deposit towards buying house, pay transfer and/or registration fees

Property must be owned by the member or spouse, member and/or dependent (s) must reside in the property

Standard Features of a PBL loan

- Maximum loan – **up to 50%** of member withdrawal benefit (fund rules dependent)
- Minimum loan – R5 000.00
- Maximum term – 20 years or Normal Retirement Date
- Minimum repayment – R200.00 (set by Standard Bank)
- Repayment method – salary deduction
- Life Assurance – **Optional.**

Product Pricing

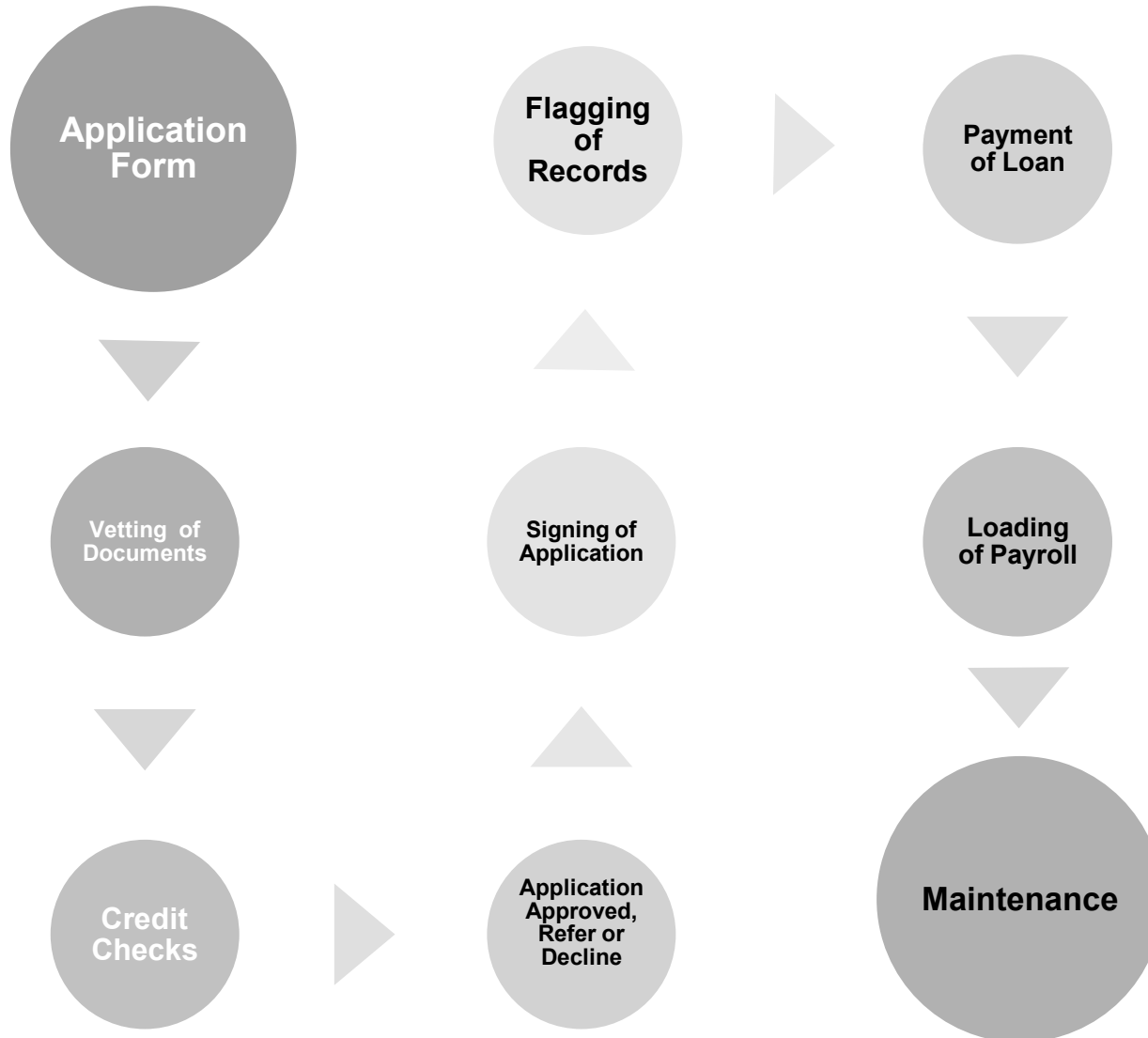
Interest rate:	Prime - 0.50%
Monthly Service Fee:	R19.00 per month
Initiation Fee:	R450.00 per successful loan
Life Assurance: Optional-	Death R1.36 Death & Disability R2.16 Death & Disability & Dreaded Disease R3.00

Documents Required

- PBL Loan Application form
- All Supporting documents as per legislation:
- Memorandum of Agreement
- Irrevocable Authority to deduct
- Irrevocable Authority to debit

- NB credit and affordability checks will be conducted

PBL APPLICATION PROCESSES



Service Features

- Origination – Standard Bank Pension Backed Lending
- Fulfilment – Standard Bank consultants
- Employer/Fund/Fund Administrator reports – Monthly
- Quarterly member statements
- Member Support – Helpdesk (086 100 9429)

Roll-out to Municipalities – the way forward !!

- Provide Scheme information Sheet
- Employer Undertaking to be signed.
- Facility Approved once all signed documents received.
- Role out to Municipalities- introduction of Team and presentations & to members.



Questions!

Thank You