



November 2015

## WINDING UP OF THE IF AND DYNAM-IQUE RETIREMENT FUNDS

**Dynam-ique SA Umbrella Pension Fund (Liquidator application submitted)**  
**Dynam-ique SA Umbrella Provident Fund**  
**IF Umbrella Pension Fund (In Liquidation)**  
**IF Umbrella Provident Fund**  
**("the Fund" or "the Funds" as appropriate)**

**Communication from the Trustees to members, employers and brokers regarding the Winding up of the Funds**

### UPDATE ON PROGRESS

Since the previous communication on 1 September 2015, the Funds have made the following progress:

#### 1. Benefit statements for Dynam-ique SA Umbrella Pension Fund

Following the completion of the Annual Financial Statements as at 31 May 2015 and the completion of the Statutory Actuarial Valuation of the Dynam-ique SA Umbrella Pension Fund as at 28 February 2013 (approval by FSB pending), the rebuild exercise of member records up to 31 May 2015 could be finalised. The rebuild data was used to produce Benefit Statements for all members (actives, exits with or without partial payments and unclaimed benefits).

These Benefit Statements were distributed to the Brokers of the relevant participating employers in the Dynam-ique SA Umbrella Pension Fund. Kindly contact your employer's broker or send an email to [if-dynam-liq@argen.solutions](mailto:if-dynam-liq@argen.solutions) if you have not yet received your Benefit Statement.

Benefit Statements for the Provident Funds will follow once their statutory affairs are in order just prior to those Funds being placed into liquidation.

#### 2. IF Umbrella Pension Fund (in liquidation)

The Preliminary Liquidation Accounts as at 28 August 2015 (the liquidation date) have been submitted to the Registrar for approval. We expect approval during November 2015 (please refer to 9 below for timelines). The liquidation process is therefore still on target to reach the set deadline and payments to members to commence during the 1<sup>st</sup> quarter of 2016.

#### 3. Annual Financial Statement submissions

We have made good progress with the annual financial statements of all the Funds.

Fund	2013	2014	2015
IF Umbrella Pension Fund	Submitted	Submitted	Submitted
IF Umbrella Provident Fund	Submitted	Ready for approval	Audit in progress
Dynam-ique SA Umbrella Pension Fund	Submitted	Submitted	Submitted
Dynam-ique SA Umbrella Provident Fund	Submitted	Ready for approval	Audit in progress

#### 4. Valuation submissions

For all 4 Funds, the statutory actuarial valuations as at the financial year ending 2013 have been completed by the Funds' valuator, accepted by the Trustees and submitted to the FSB.

Fund	Valuation status
IF Umbrella Pension Fund	31 May 2013 Submitted and approved by Registrar
IF Umbrella Provident Fund	31 May 2013 Submitted and approved by Registrar
Dynam-ique SA Umbrella Pension Fund	28 February 2013 Submitted
Dynam-ique SA Umbrella Provident Fund	28 February 2013 Submitted and approved by Registrar

## 5. Dynam-ique SA Umbrella Pension Fund Liquidator appointment application

The Trustee resolution to appoint Mr Francois Rosslee and Mr Arthur Els as joint liquidators of the Dynam-ique SA Umbrella Pension Fund was submitted to the FSB for approval on 3 November 2015.

We trust that the Registrar will approve this appointment before the end of November 2015. The appointment date will be the effective date of the liquidation of the Dynam-ique SA Umbrella Pension Fund. We will update this communication once the joint-Liquidators have been officially appointed by the Registrar.

The operation of the Dynam-ique SA Umbrella Pension Fund will change as follows with effect from the liquidation date:

- The Liquidator will replace the Board of Trustees and become responsible for the management of the Fund;
- All existing agreements with the Trustees will be terminated. No further fees will therefore accrue to the administrator, valuator, brokers or auditor after the liquidation date since these functions will be taken over by the Liquidator;
- All Fund assets will be frozen from the effective date of liquidation. Any further benefits and/or accounts payable will only be settled once the liquidation accounts have been approved by the Registrar; and
- The Liquidator will consolidate the assets in the Fund to ensure adequate liquidity and capital protection during the liquidation process.

Once the Liquidator appointment has been approved by the Registrar, the Liquidator will commence with the Preliminary Liquidation Accounts. More about this process will be communicated after the appointment.

## 6. Direct contact with members

The Liquidator has a statutory duty to ensure that adequate communication takes place to all stakeholders throughout the liquidation process. The Liquidator is therefore required to communicate directly with the respective employers and former members. In order to establish this communication channel, we distributed the benefit statements for Dynam-ique SA Umbrella Pension Fund to the employers' Brokers and, where applicable, to any former members on request. We have also contacted the employers directly to establish a secure contact person and request contact information for their members.

Once the Dynam-ique SA Umbrella Pension Fund is in liquidation, any future correspondence from the Liquidator will be addressed directly to the employers (via email correspondence) and members (via emails and SMS messages, depending on contact details provided). The Liquidator will advise the Brokers of any further developments through regular updates on the Funds' website.

Frequently Asked Questions and Answers are also available and updated on the Funds' website which should address most of the questions that interested parties may have ([www.funds-info.co.za](http://www.funds-info.co.za)).

You can contact the office of the Liquidator by e-mail ([IF-Dynam-Liq@argen.solutions](mailto:IF-Dynam-Liq@argen.solutions)) or you can contact the Call Centre on 0860 383 683 if you have any queries.

## 7. Member information to third parties

We have received a number of requests from third parties to provide current and historic benefit statements to them. The Funds can only provide such information to the member, the Broker of the employer or such person who has been mandated by the member to receive the relevant information.

Please provide the necessary mandate when requesting any information. The Office of the Liquidator may request further information prior to sending any detail to a third party.

## 8. Governance

The following Rule Amendments were introduced since the previous communication:

Fund	Rule Amendment	Reason for amendment
IF Umbrella Pension Fund	None	N/A
IF Umbrella Provident Fund	Rule Amendment 4 submitted for approval	Registered address change and other semantic changes
Dynam-ique SA Umbrella Pension Fund	None	N/A
Dynam-ique SA Umbrella Provident Fund	None	N/A

## 9. Timelines

<b>Milestones for IF Umbrella Pension Fund</b>	<b>Target date</b>
Employer/broker communication, followed by bulk member communication	Done
Financial statements at 28 February 2015 and actuarial review of experience from 2013 valuation date to 2015 year-end	Done
Benefit statements as at 28 February 2015 to members	Done
Portfolios closed for switching	No further switches after 31 July
<b>Liquidator appointment (exit benefit payments cease)</b>	<b>28 August</b>
FSB approval of preliminary liquidation accounts	During November
Advertising, complaints resolutions, accounts approved	During November/December
<b>Payments</b>	<b>1st quarter of 2016</b>

<b>Milestones for Dynam-ique SA Umbrella Pension Fund</b>	<b>Target date</b>
Employer/broker communication, followed by bulk member communication	Done
Financial statements at 31 May 2015 and actuarial review of experience from 2013 valuation date to 2015 year-end	Done
Benefit statements as at 31 May 2015 to members	Done
Portfolios closed for switching	No further switches after 1 November 2015
Liquidator application submitted to Registrar	Done
<b>Liquidator appointment (exit benefit payments cease)</b>	<b>During November 2015</b>
FSB approval of preliminary liquidation accounts	During December
Advertising, complaints resolutions, accounts approved	During December/January
<b>Payments</b>	<b>1st quarter of 2016</b>

### Provisional timeframes

The expected dates for the Funds going into liquidation and expected payment dates have not changed since our previous communication and we are still on target to meet these dates. The expected dates are repeated for your convenience as follows:

<b>Fund</b>	<b>Expected liquidation date</b>	<b>Payment of benefits</b>
IF Umbrella Pension Fund (In Liquidation)	28 August 2015	1st quarter of 2016
Dynam-ique SA Umbrella Pension Fund	During November 2015	1st quarter of 2016
IF Umbrella Provident Fund	1st quarter of 2016	2nd quarter of 2016
Dynam-ique SA Umbrella Provident Fund	2nd quarter of 2016	3rd quarter of 2016

## 10. Legal action (see previous communications)

Discussions with the administrator and the legal process in respect of the case against former trustees to recover any of the Funds' losses are still in progress.

The Liquidator of the IF Umbrella Pension Fund has informed the Trustees of the other 3 Funds that, given the probability of success in light of the IF Umbrella Pension Fund's surplus position and the fact that the liquidation process is well underway and that any potential delays in this regard must preferably be avoided in order not to delay the liquidation benefit payments to members any further, he is withdrawing the IF Umbrella Pension Fund from the legal proceedings and further costs to recover possible monies from the administrator.

All recoveries made, if any, will be allocated pro-rata to the respective 3 Funds only. Similarly, any legal costs in this regard will also only be payable by these 3 Funds.

The remaining shortfall (if any) after all possible recoveries have been settled will be recouped from members in terms of approved Rule Amendment No 2.

## **11. AON Call Centre closed**

The Aon Call Centre is no longer operational. All correspondence regarding the Funds must please be sent to the Office of the Liquidator at [if-dynam-liq@argen.solutions](mailto:if-dynam-liq@argen.solutions). The Call Centre can also be contacted on 0860 383 683 during office hours (Monday to Thursday 08:00 to 17:00 and Fridays 08:00 to 15:00).

The fact that the Aon Call Centre is no longer operational does not, however, change the operation of the Fund. All exit forms, switch forms (IF Umbrella Pension Fund and Dynam-ique SA Umbrella Pension Fund can no longer submit investment switch forms, see Broker and previous communication dated 28 May 2015) and other Fund documents must be sent to [if-dynam-liq@argen.solutions](mailto:if-dynam-liq@argen.solutions) who will forward them to the relevant people for processing. Please make sure that all submissions are accompanied by the relevant and necessary additional documents and/or information and company stamp where applicable.

Yours faithfully

**The Trustees**