



17 February 2016

WINDING UP OF THE IF AND DYNAM-IQUE RETIREMENT FUNDS

Dynam-ique SA Umbrella Pension Fund (In Liquidation)
Dynam-ique SA Umbrella Provident Fund
IF Umbrella Pension Fund (In Liquidation)
IF Umbrella Provident Fund (In Liquidation)
("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 during November 2015, the Funds have made the following progress. This update replaces the letter dated 1 February 2016 given the short period since that update. There has however been a significant change, the appointment to the liquidators of the IF Umbrella Provident Fund and the approval to commence with payments in the IF Umbrella Pension Fund, to warrant a revised communication document.

1. IF Umbrella Provident Fund

The Trustees of the IF Umbrella Provident Fund signed a resolution on 15 January 2016 to appoint Mr Francois Rosslee and Mr Arthur Els as joint-Liquidators to the Fund. The necessary application and supporting documents were submitted to the FSB on 22 January 2016.

The Registrar approved the appointment of the Liquidators on 31 January 2016, a full month sooner than expected. This will effectively be the liquidation date of the IF Umbrella Provident Fund.

The operation of the IF Umbrella Provident Fund changed as follows with effect from the liquidation date:

- The Liquidator replaced the Board of Trustees and become responsible for the management of the Fund;
- All existing agreements with the Trustees were 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 are 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.

Preliminary Liquidation Accounts will be submitted to the FSB during March 2016 and, once these accounts have been approved by the Registrar, will be advertised in various newspapers and the accounts will furthermore be open for inspection by all stakeholders in the venues as advertised.

2. Benefit statements

Pre-liquidation benefit statements in respect of the following funds have been issued:

IF Umbrella Pension Fund	During August 2015
Dynam-ique SA Umbrella Pension Fund	During November 2015

Pre-liquidation date benefit statements, effective 31 August 2015, in respect of the IF Umbrella Provident Fund will be issued during the month of February 2016 to all members.

It is anticipated that pre-liquidation date benefit statements in respect of the Dynam-ique SA Umbrella Provident Fund will be issued during the month of May 2016 to all members. As the last benefit statements in respect of the Dynam-ique SA Umbrella Provident Fund were issued as at 28 February 2014 and the next set is only expected in May 2016, the Trustees of the Dynam-ique SA Umbrella Provident Fund decided to issue benefit statements as at 28 February 2015 to the active members of this Fund only, to reduce the gap. These benefit statements were distributed during the month of December 2015, based on the same principles as the benefit statements issued prior to 2015 by the Trustees.

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

3. IF Umbrella Pension Fund (in liquidation)

The Preliminary Liquidation Accounts were accepted by the Registrar on 16 November 2015 (please refer to 10 below for timelines). The Liquidator advertised the liquidation of the Fund in various newspapers throughout the areas in which the Participating Employers operate, as well as the Government Gazette of 4 December 2015. The Preliminary Liquidation Accounts laid open for inspection for 30 days (up to 3 January 2016). Any stakeholder in the Fund could therefore inspect the documents and had until 17 January 2016 to raise objections (if any) in writing to the Registrar. No objections were lodge with the Registrar of Pension Funds during the prescribed objection period.

The Liquidator requested permission from the Registrar to commence with liquidation benefit payments and permission was granted on 2 February 2016.

The liquidation process is therefore still on target to reach the set deadline and for payments to members to commence during the 1st quarter of 2016. **We urge all members who have not yet confirmed their details as disclosed in the latest benefit statements to contact the Office of the Liquidator at if-dynam-lif@argen.solutions and confirm their detail accordingly.** Liquidation benefits for members who have not confirmed their details will be transferred to an Unclaimed Benefit Fund of the Liquidator's choice after a reasonable period.

4. Dynam-ique SA Umbrella Pension Fund (in liquidation)

The Registrar approved the appointment of the joint-Liquidators on 30 November 2015. This appointment date is therefore the effective date of the liquidation of the Dynam-ique SA Umbrella Pension Fund.

The operation of the Fund changed in a similar manner as described in section 1 above with effect from liquidation date.

The Liquidator submitted the Preliminary Liquidation Accounts to the Registrar on 18 December 2015. The Registrar approved these Preliminary Liquidation Accounts on 25 January 2016. The Liquidator has advertise the Fund's liquidation and the Accounts on Friday, 5 February 2016, and it will be open for inspection as advertised to all stakeholders for a period of 30 days. A further 14 days after the inspection period will be available for stakeholders to lodge objections, in writing, to the Registrar of Pension Funds.

5. 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	Submitted	Submitted
Dynam-ique SA Umbrella Pension Fund	Submitted	Submitted	Submitted
Dynam-ique SA Umbrella Provident Fund	Submitted	Submitted	Audit in progress

The Dynam-ique SA Umbrella Provident Fund's financial year-end has been advanced to 30 November with effect from 30 November 2015 (would have been 29 February 2016) in order to align the financial statements with the proposed liquidation timelines. The 30 November 2015 financial statements are currently in progress and should be finalised by 31 March 2016.

6. 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 approved by 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 and approved by Registrar
Dynam-ique SA Umbrella Provident Fund	28 February 2013 Submitted and approved by Registrar

A statutory valuation of the Dynam-ique SA Umbrella Provident Fund as at 28 February 2015 is currently underway in preparation for the liquidation and is expected to be completed during March 2016.

7. Direct contact with members

It remains a priority for the Liquidator to establish direct contact with all members of the Funds that are in liquidation. 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.

The Office of the Liquidator has also contacted the employers of the Funds in liquidation directly to establish a secure contact person and request contact information for their members. The Liquidator has further, for the IF Umbrella Pension Fund, requested the employers to provide us with details of the Funds of which their employees are currently members, so that the liquidation benefits for these members can be transferred as soon as we get the go-ahead from the FSB.

For members who received a partial benefit payment, confirmation was requested of their banking details as disclosed with their benefit statements. To date the response rate for these members have been less than desired. For members where we do not receive confirmation, the liquidation benefits will be transferred to an Unclaimed Benefit Fund of the Liquidator's choice. Members can then claim their benefits from that Fund.

Updated Frequently Asked Questions and Answers are also available on the Funds' website which should address most questions (www.funds-info.co.za).

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

8. 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.

9. Governance

No rule amendments for any fund have been passed since our previous communication.

10. Timelines

Milestones for IF Umbrella Pension Fund	Target date
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 2015
Liquidator appointment (exit benefit payments cease)	28 August 2015
FSB approval of preliminary liquidation accounts	30 November 2015
Advertising, complaints resolutions	4 December 2015 to 17 January 2016
Accounts approved for payment	2 February 2016
Payments	1st quarter of 2016 (February/March for members with confirmed details.)

Milestones for Dynam-ique SA Umbrella Pension Fund	Target date
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
Liquidator appointment (exit benefit payments cease)	30 November 2015
FSB approval of preliminary liquidation accounts	25 January 2016
Advertising, complaints resolutions	February/March 2016
Accounts approved for payment	Expected during March/April 2016
Payments	2nd quarter of 2016

Milestones for IF Umbrella Provident Fund	Target date
Employer/broker communication, followed by bulk member communication	Done
Financial statements at 31 August 2015 and actuarial review of experience from 2013 valuation date to 2015 year-end	Done
Liquidator application submitted to Registrar	22 January 2016
Liquidator appointment (exit benefit payments cease)	31 January 2016
Benefit statements as at 31 May 2015 to members	During February 2016
FSB approval of preliminary liquidation accounts	Expected during April/May 2016
Advertising, complaints resolutions	Expected during June/July 2016
Accounts approved for payment	Expected during August 2016
Payments	3rd quarter of 2016

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:

Fund	Expected/Actual liquidation date	Payment of benefits
IF Umbrella Pension Fund (In Liquidation)	28 August 2015	1 st quarter of 2016
Dynam-ique SA Umbrella Pension Fund	30 November 2015	2 nd quarter of 2016
IF Umbrella Provident Fund	1 st quarter of 2016	3 rd quarter of 2016
Dynam-ique SA Umbrella Provident Fund	2 nd quarter of 2016	4 th quarter of 2016

11. 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 1) the probability of success in light of the IF Umbrella Pension Fund's surplus position and 2) the fact that the liquidation process is well underway and 3) 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.

12. 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. 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 Funds. 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 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 sincerely

The Trustees