

Example Unit Linked Policy

Yearly Premiums 20,000 Rb

Sum Insured 200,000 Rb

Fees

Initial fee 40% first year premium

1.50% pa on fund

1,000 Rb annual charge

Assume Unit growth 6% p.a.

Mortality charge 0.50% of sum at risk

Mortality cost 0.50% of sum at risk

Initial costs 10,000 rb

Maintenance 600 rb p.a.

Inflation 6.00% p.a

Discount rate 4.00% p.a



Year	Premium Paid	Fee	sum at risk	Mortality Charge	Unit value purchased	Unit Value after premium payment	Unit value at year end	Fund fee	Net unit value
1	20,000	9,000	189,000	945	10,055	10,055	10,658	160	10,498
2	20,000	1,000	170,502	853	18,147	28,646	30,365	455	29,909
3	20,000	1,000	151,091	755	18,245	48,154	51,043	766	50,277
4	20,000	1,000	130,723	654	18,346	68,624	72,741	1,091	71,650
5	20,000	1,000	109,350	547	18,453	90,103	95,509	1,433	94,077
6	20,000	1,000	86,923	435	18,565	112,642	119,401	1,791	117,610
7	20,000	1,000	63,390	317	18,683	136,293	144,470	2,167	142,303
8	20,000	1,000	38,697	193	18,807	161,110	170,776	2,562	168,215
9	20,000	1,000	12,785	64	18,936	187,151	198,380	2,976	195,404
10	20,000	1,000	-	-	19,000	214,404	227,268	3,409	223,859

Total fees	Costs	Net
9,160	10,000	- 840
1,455	636	819
1,766	674	1,091
2,091	715	1,377
2,433	757	1,675
2,791	803	1,988
3,167	851	2,316
3,562	902	2,659
3,976	956	3,019
4,409	1,014	3,395
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