

Legal & Policy Division

Retirement Funds Section

Office
Pretoria

Enquiries
Thulo Ramasimong (Mr)
Anthea Mara (Mrs)

Telephone
(012) 422-5297
(012) 422-4961

Facsimile
(012) 422-5297

Room
Second Floor - Khanyisa
Building

Reference
18/20/2

Date
13 April 2010

The Chief Executive Officer
Ms Ruwaida Kassim
Institute of Retirement Funds SA
P.O. Box 78870
Sandton
2146

IRF Ref No: 1008



South African Revenue Service
Pretoria Head Office
299 Bronkhorst Street,
Nieuw Muckleneuk, 0181
Private Bag X923, Pretoria, 0001
Telephone (012) 422-4000

Dear Madam,

INCOME TAX: PRESERVATION FUNDS

I refer to your letter dated 2010.

We have noted all your comments and refer to our past comments with regard to issues raised previously.

We note that the IRF has made submissions to National Treasury in terms of which the IRF ostensibly suggested changes regarding those aspects of preservation funds that are a cause for concern. We have also indicated to the IRF in the past that SARS has made a submission to National Treasury suggesting required changes to tax legislation.

We suggest at this stage therefore, that we await the Bill which reportedly will be distributed in due course for public comment, to see which (if not all) of the suggested changes have been embraced. We are of the view that what the Bill will reflect will determine what, if any, our next step shall be regarding the issues required of us to resolve.

We trust that you will find the information above helpful.

Sincerely

A handwritten signature in black ink, appearing to read 'T. Ramasimong', written over a large, light-colored scribble.

T. Ramasimong

for COMMISSIONER FOR THE SOUTH AFRICAN REVENUE SERVICE

A handwritten signature in black ink, appearing to read 'A. Mara', written over a large, light-colored scribble.

A. Mara (Mrs)