



WEALTH VANTAGE

WVA Client Communications

Private Retirement Scheme (PRS)

Overview

Private Retirement Schemes (PRS) were introduced in 2012 as a voluntary long-term investment schemes to help accumulate funds for retirement. PRS was launched as a long term investment as our government is worried about future retirees who have insufficient EPF savings and investments for retirement years.

PRS benefits also include a RM3,000 annual tax relief available this year and one final year in 2021 (unless extended).

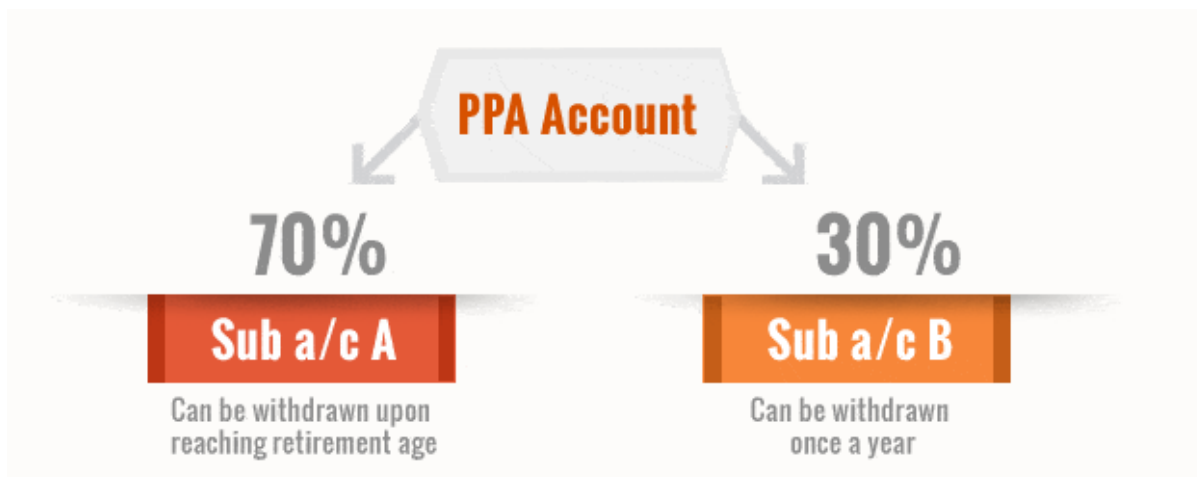
PRS are generally divided into 3 categories defined as below:

Core Funds	Age	Allocation
Conservative	55 years above (Previously 50 years above)	80% in bonds/fixed income instruments with minimum 20% in money market instruments & maximum 20% in equity
Moderate	45-55 years (Previously 40 -50 years)	Maximum of 60% in equity; 40% in bonds/fixed income and money market instruments
Growth	Below 45 years (Previously below 40 years)	Maximum 70% in equity; 30% in bonds/fixed income and money market instruments



As it is a retirement scheme, restrictions are put into place for withdrawal and you can only withdraw under the following circumstances.

- After the day the member reaches the retirement age, withdrawals may be made in part or in full;
- Following the death of a member, only full withdrawals may be made;
- Prior to the member reaching the retirement age, withdrawals from sub-account B may be made in part or in full;
- Permanent departure of a member from Malaysia, only full withdrawals may be made.



- Sub-AC A: 70% (only withdrawal upon retirement)
- Sub-AC B: 30% (withdrawal with 8% tax if before retirement age)

Overall, PRS returns have been a good option especially if you take advantage of the tax incentives offered, and select a decent performing PRS fund.

Introducing PRS Investment

There are overall 56 PRS funds from various PRS providers. We have helped shortlist the best PRS investments based on total returns, consistent return, and preservation

PRS Historical Performance

Fund Name	Fund Size	Currency	Risk Rating	YTD	1W	1M	3M	6M	1Y	2Y	3Y	5Y
AmPRS – Islamic Equity Fund -Class D	3.19 million	MYR	8	29.24	1.31	2.38	5.27	40.72	30.62	19.91	9.18	9.58
AmPRS – Islamic Balanced Fund – Class D	1.06 million	MYR	6	26.77	1.13	2.44	7.42	33.10	27.36	19.53	10.68	9.02
Principal PRS Plus Asia Pacific Ex Japan Equity – Class A	229.05 million	MYR	8	9.46	0.10	2.50	9.10	25.86	13.24	11.33	4.87	8.97
Principal Islamic PRS Plus Asia Pacific Ex Japan Equity – Class A	112.30 million	MYR	8	20.24	0.07	3.35	10.88	30.08	26.50	16.59	4.98	8.44
Affin Hwang PRS Growth Fund	210.80 million	MYR	8	11.81	2.03	3.11	5.17	17.90	15.67	10.93	5.67	7.09
Principal PRS Plus Growth – Class A	32.28 million	MYR	8	6.91	0.17	2.83	7.24	18.61	9.68	8.98	4.01	6.46
Principal PRS Plus Moderate – Class A	21.08 million	MYR	5	4.90	-0.07	1.14	3.54	11.79	7.31	8.81	4.69	6.26

PRS Matrix

Fund Name	Initial	Subsequent	RSP	Sales Charge (%)
Islamic Funds				
AmPRS – Islamic Equity Fund – Class D	500.00	100.00	100.00	3.0
AmPRS – Islamic Balanced Fund – Class D	500.00	100.00	100.00	3.0
Principal Islamic PRS Plus Asia Pacific Ex Japan Equity – Class A	100.00	50.00	50.00	3.0
Conventional Funds				
Principal PRS Plus Asia Pacific Ex Japan Equity – Class A	100.00	50.00	50.00	3.0
Affin Hwang PRS Growth Fund	100.00	50.00	50.00	3.0
Principal PRS Plus Moderate Class A	100.00	50.00	50.00	3.0
Principal PRS Plus Conservative – Class A	100.00	50.00	50.00	3.0



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** The fund list subject to change from time to time.*

Take Action

We are here as your licensed financial planner to assist you to open your Private Pension Administrators (PPA) account and with your PRS fund selection. This will help you towards meeting your financial goals, assist with your tax planning, and help you save with PRS funds today.

Contact us today as your financial planner **to select and invest in your PRS fund for 2020 and qualify for tax relief** if you have yet to!