

FAQ on PRS Pre-Retirement Withdrawals



Best Pension Fund Manager, Malaysia (2 consecutive years)

Asia Asset Management, Best of the Best Awards 2020

Private Retirement Scheme (PRS) Pre-Retirement Withdrawals that are Exempted from Tax Penalty (from 30 April to 31 December 2020)

1. Who is eligible to apply for pre-retirement withdrawal from sub-account B that is exempted from the tax penalty?

- All PRS members below the age of 55 years old are eligible to apply for this withdrawal.
- There are no restrictions for members aged 55 years old and above to make withdrawals of any amount under any circumstances.

2. How do I perform this withdrawal in order to be exempted from the 8% tax penalty?

Please furnish to us with the following documentation between **30 April until 31 December 2020*** via email at enquiries@aminvest.com. You can also send the documentation to us at:

Customer Service
AmFunds Management Berhad
Level 9, Bangunan Ambank Group,
No 55, Jalan Raja Chulan,
50200, Kuala Lumpur.

- i) Completed AmInvest PRS Transaction Form
- ii) A copy of your NRIC Copy (front & back)
- iii) Bank statement/online statement where you would like the redemption proceeds to be banked into (the bank statement/online statement would need to show that you are the account holder)

* subject to changes

FAQ on PRS Pre-Retirement Withdrawals



Best Pension Fund Manager, Malaysia (2 consecutive years)

Asia Asset Management, Best of the Best Awards 2020

3. Where do I get the AmInvest PRS Transaction Form to apply for the pre-retirement withdrawal?

- You may obtain a hard copy of the Form from any of your nearest AmBank branch or directly from our Customer Service office (address details as above)
- You may also download a softcopy of the Form at www.aminvest.com/eng/Distributor/Pages/ApplicationForms.aspx

4. What is the maximum withdrawal amount I can make for this temporary relief?

Members may request to withdraw from one or more funds managed by each PRS Provider to a maximum amount of RM1,500 per Provider.

5. How long would it take for a pre-retirement withdrawal request to be processed?

Your request will be processed within 10 days upon receipt of the pre-retirement withdrawal documentations (as detailed above).

6. How many times can the pre-retirement withdrawals be made?

Members may withdraw only once from each PRS Provider during the exemption period.

7. I have a PRS account, however it has yet to reach one year from enrolment date. Am I still eligible to withdraw under this exemption from tax penalty?

No. Withdrawals may be made from a PRS fund only after a year after enrolment.

FAQ on PRS Pre-Retirement Withdrawals



Best Pension Fund Manager, Malaysia (2 consecutive years)

Asia Asset Management, Best of the Best Awards 2020

8. Can I perform withdrawals again after this exemption period?

Yes. You may request to withdraw from your sub-account B once a year. However, any withdrawals outside of this exemption period (30 April 2020 to 31 December 2020*) will attract the 8% tax penalty.

Example:

A member plans to make the following withdrawals from his/her sub-account B which will attract the following tax penalty:

Date of Withdrawal	Withdrawal Amount	Tax Penalty
30 May 2020	RM1,500	0%
30 May 2021	RM1,500	8%

* subject to changes

9. Can I request to withdraw all the amount in sub-account B from one or more PRS Providers?

Yes, members may request to withdraw all amounts from sub-account B of more than one PRS Provider. However, for withdrawals above RM1,500 per PRS Provider, the balance will attract an 8% tax penalty.

FAQ on PRS Pre-Retirement Withdrawals



Best Pension Fund Manager, Malaysia (2 consecutive years)

Asia Asset Management, Best of the Best Awards 2020

Example:

Member has the following PRS accounts during the tax exemption period:

PRS Provider	Fund	Amount in sub-account B of the Fund	Date of withdrawal request	Amount member may request to withdraw without tax penalty	Amount member may request to withdraw with 8% tax penalty
A	Growth	RM500	30 May 2020	RM1,300	0
	REITs	RM800			
B	Islamic	RM1,500	16 June 2020	RM1,500	0
C	Bond	RM2,000	18 July 2020	RM1,500	RM500

Under the withdrawal scenario of PRS Provider A, the member is allowed to withdraw the full amount from both funds' sub-account B at 0% tax penalty as the total amount is within the RM1,500 limit.

Under the withdrawal scenario of Provider B, the member is allowed to withdraw the full amount from sub-account B at 0% tax penalty as the total amount is within the RM1,500 limit.

Under the withdrawal scenario of Provider C, the member is allowed to withdraw the full amount from sub-account B, but only enjoy the 0% tax penalty for the withdrawal amount of RM1,500 and the remaining RM500 balance will be imposed a tax penalty of 8%.

10. Can I perform withdrawal again if my last withdrawal is less than a year?

No. Withdrawals may only be made after a year from the last withdrawal transaction.



FAQ on PRS Pre-Retirement Withdrawals



Best Pension Fund Manager, Malaysia (2 consecutive years)

Asia Asset Management, Best of the Best Awards 2020

11. Must I disclose a reason for withdrawal under this temporary relief?

No, there is no requirement for members to make any disclosure on the reasons for the pre-retirement withdrawal.

While this temporary exemption from payment of the tax penalty is provided in the short run, members are encouraged in the long run to continue to save for their retirement.

Source: Securities Commission, <https://www.sc.com.my/covid-19/faq>, April 2020

Disclaimer:

This advertisement material is prepared for information purposes only and may not be published, circulated, reproduced or distributed in whole or part, whether directly or indirectly, to any person without the prior written consent of AmFunds Management Berhad [198601005272 (154432-A)] (“AmInvest”). This advertisement material should not be construed as an offer or solicitation for the purchase or sale of any units in AmInvest’s Private Retirement Scheme(s) (“AmPRS”). Investors shall be solely responsible for using and relying on any contents in this advertisement material. AmInvest and its employees shall not be held liable to the investors for any damage, direct, indirect or consequential losses (including loss of profit), claims, actions, demands, liabilities suffered by the investors or proceedings and judgments brought or established against the investors, and costs, charges and expenses incurred by the investors or for any investment decision that the investors have made as a result of relying on the content or information in this advertisement material. Investors are advised to read and understand the contents of the Disclosure Document for AmPRS dated 7 October 2016, including any supplementary made thereof from time to time (“Disclosure Document(s)” and its Product Highlights Sheet (“PHS”), obtainable at www.aminvest.com, before making an investment decision. The Disclosure Document(s) and PHS have been registered with the Securities Commission Malaysia, who takes no responsibility for its contents. The Securities Commission Malaysia has not reviewed this advertisement material. Investors may wish to seek advice from a professional advisor before making an investment. The Fund’s units will only be issued upon receipt of the complete application form accompanying the Disclosure Document(s). Past performance of the Fund is not an indication of its future performance. The Fund’s unit prices and income distribution payable, if any, may rise or fall. Where a unit split/distribution is declared, investors are advised that following the issue of additional units/distribution, the Net Asset Value (“NAV”) per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV. Please be advised that where a unit split is declared, the value of investor’s investment in Malaysian Ringgit will remain unchanged after the distribution of the additional units. Please refer to the Disclosure Document(s) for detailed information on the specific risks of the fund(s). Investors are advised to consider these risks and other general risk elaborated, as well as the fees, charges and expenses involved. While our Shariah-compliant fund(s) have been structured to conform to Shariah principles, investors should seek their own independent Shariah advice prior to investing in any of our Shariah-compliant fund(s). This advertisement material may be translated into languages other than English. In the event of any dispute or ambiguity arising out of such translated versions of this advertisement material, the English version shall prevail. AmInvest’s Privacy Notice can be accessed via aminvest.com.