



MGF
Wealth
creator of
choice

MUNICIPAL GRATUITY FUND

14 Bedfordview Office Park, 3 Riley Road, Bedfordview, 2007

Private Bag X1190, Bedfordview, 2008

Tel: (011) 450-1224/5 • **Fax:** 086 682 9178 / 086 678 7733 / 086 675 8586

Website: www.mymgf.co.za • **FSCA Reg. No:** 12/8/29256/2

NEWS FLASH 22 JULY 2025

1. INCREASE IN THE FAMILY FUNERAL PLAN BENEFIT WITH EFFECT FROM 1 AUGUST 2025

In the News Flash dated 18 June 2025 the funeral cover for the second and third last categories were not correctly reflected, as it referred to qualifying child age 6 and older, it should be age 1 and older. The second last category should be for qualifying children younger than 1 years old and not 6 years old, please see the correction in the table below.

Insured life	Up to 31 July 2025	From 1 August 2025
Member	R45 000	R52 900
Qualifying spouse	R33 500	R39 500
Qualifying child age 14 and older	R22 500	R26 500
Qualifying child age 1 and older but younger than 14	R11 500	R13 500
Qualifying child younger than 1	R 5 750	R 6 800
Still-born qualifying child	R 5 750	R 6 800

Legislation prohibits the payment of the funeral benefit to any other person, but the nominated beneficiary. Please ensure that all members have completed the Funeral Benefit Nomination form, which is available on the Fund's website www.mymgf.co.za under the "Forms" tab.

2. FNB PENSION BACKED HOME LOANS: INCREASE IN INTEREST RATE

The Fund was notified by FNB that the interest rate on new pension backed loans granted with effect from 1 October 2025 will increase to prime less 1%. All members with current loans or loans granted prior to 1 October 2025 will still enjoy the interest rate of prime less 1.25%. The increased interest rate of prime less 1% will be applicable to members who have current pension backed home loans and apply for top-up loans with effect from 1 October 2025.

Kind regards

Christine Seierlein
CHIEF EXECUTIVE OFFICER