

## The RSC Disclosure Standard in a nutshell

By 1 September 2019, ASISA members will provide employers and trustees of umbrella funds with a disclosure template indicating all costs that will be incurred at a scheme level.

The template will reflect four separate components into which various charges are allocated over various investment periods:

- investment management charges;
- advice charges;
- administration charges; and
- other charges including regulatory, compliance and governance costs.

The RSC is calculated separately for each of the four components and then totalled to derive the RSC for the umbrella fund as a whole. The value for each of the components, as well as the total RSC, is expressed as a percentage of the investment amount in a table at four mandatory disclosure periods.

The table below is an example of a RSC Table, using illustrative values as a percentage of assets:

<b>Charges</b>	<b>1 Year</b>	<b>1 to 3 Years</b>	<b>1 to 5 Years</b>	<b>1 to 10 Years</b>
Investment management	1.1%	1.1%	1.1%	1.1%
Advice	0.5%	0.5%	0.5%	0.5%
Administration	0.9%	0.9%	0.9%	0.9%
Other	0.3%	0.3%	0.3%	0%
<b>Total Retirement Savings Cost (RSC)</b>	<b>2.8%</b>	<b>2.8%</b>	<b>2.8%</b>	<b>2.5%</b>

Please refer to the [Retirement Savings Cost Disclosure Standard](#) and the [Retail Effective Annual Cost \(EAC\) Standard](#) for more detail.