

Saving for retirement

Compound interest makes for a better return

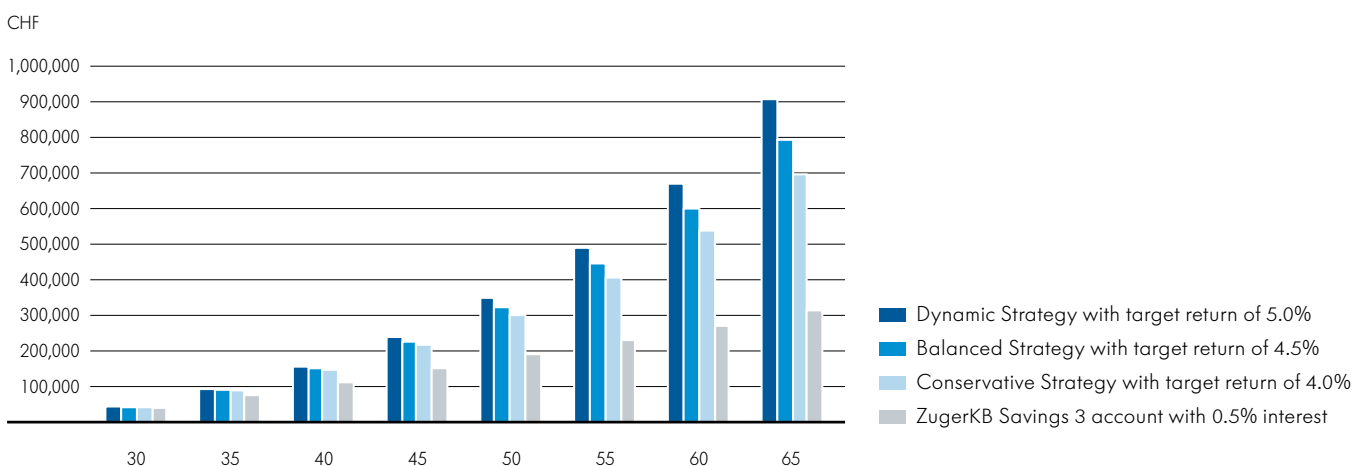
If you regularly pay CHF 7,000 into Savings 3 until you are 65, the following table shows the amount you will have saved, plus interest and return, depending on the age at which you started the savings process.

Your age at the start of the savings process (annual investment of CHF 7,000, rounded to the nearest CHF 100, savings process until 65)

| Interest/ return | 60 | 55 | 50 | 45 | 40 | 35 | 30 | 25 | 20 |
|---------------------|------------|------------|-------------|-------------|-------------|-------------|-------------|---------------|---------------|
| 0.0% | CHF 35,000 | CHF 70,000 | CHF 105,000 | CHF 140,000 | CHF 175,000 | CHF 210,000 | CHF 245,000 | CHF 280,000 | CHF 315,000 |
| 0.1% | CHF 35,100 | CHF 70,300 | CHF 105,700 | CHF 141,300 | CHF 177,100 | CHF 213,100 | CHF 249,200 | CHF 285,500 | CHF 322,000 |
| 0.5% | CHF 35,400 | CHF 71,600 | CHF 108,800 | CHF 146,900 | CHF 186,000 | CHF 226,000 | CHF 267,100 | CHF 309,300 | CHF 352,500 |
| 1.0% | CHF 35,700 | CHF 73,300 | CHF 112,800 | CHF 154,300 | CHF 198,000 | CHF 243,900 | CHF 292,100 | CHF 342,900 | CHF 396,300 |
| 1.5% | CHF 36,100 | CHF 75,000 | CHF 117,000 | CHF 162,200 | CHF 211,000 | CHF 263,700 | CHF 320,500 | CHF 381,700 | CHF 447,800 |
| 2.0% | CHF 36,500 | CHF 76,800 | CHF 121,400 | CHF 170,800 | CHF 225,400 | CHF 285,800 | CHF 352,600 | CHF 426,600 | CHF 508,400 |
| 2.5% | CHF 36,800 | CHF 78,700 | CHF 126,100 | CHF 180,000 | CHF 241,100 | CHF 310,500 | CHF 389,200 | CHF 478,600 | CHF 580,000 |
| 3.0% | CHF 37,200 | CHF 80,600 | CHF 131,100 | CHF 189,900 | CHF 258,300 | CHF 338,100 | CHF 430,900 | CHF 539,100 | CHF 665,000 |
| 3.5% | CHF 37,600 | CHF 82,600 | CHF 136,300 | CHF 200,600 | CHF 277,300 | CHF 369,000 | CHF 478,600 | CHF 609,500 | CHF 766,000 |
| 4.0% | CHF 38,000 | CHF 84,700 | CHF 141,900 | CHF 212,100 | CHF 298,200 | CHF 403,700 | CHF 533,200 | CHF 691,900 | CHF 886,600 |
| 4.5% | CHF 38,500 | CHF 86,900 | CHF 147,800 | CHF 224,500 | CHF 321,100 | CHF 442,700 | CHF 595,800 | CHF 788,500 | CHF 1,031,100 |
| 5.0% | CHF 38,900 | CHF 89,100 | CHF 154,100 | CHF 238,000 | CHF 346,500 | CHF 486,600 | CHF 667,800 | CHF 901,900 | CHF 1,204,500 |
| 5.5% | CHF 39,300 | CHF 91,500 | CHF 160,700 | CHF 252,600 | CHF 374,500 | CHF 536,200 | CHF 750,800 | CHF 1,035,600 | CHF 1,413,400 |
| 6.0% | CHF 39,800 | CHF 93,900 | CHF 167,800 | CHF 268,400 | CHF 405,400 | CHF 592,200 | CHF 846,600 | CHF 1,193,400 | CHF 1,665,800 |

- Expected savings at an interest rate of 0.5% on the ZugerKB Savings 3 account
- Possible savings with an expected average return of 4.0%, e.g. implemented with the ZugerKB Fonds – Strategie ESG Konservativ (CHF) BV
- Possible savings with an expected average return of 4.5%, e.g. implemented with the ZugerKB Fonds – Strategie ESG Ausgewogen (CHF) BV
- Possible savings with an expected average return of 5.0%, e.g. implemented with the ZugerKB Fonds – Strategie ESG Dynamisch (CHF) BV

The compound interest effect for a 25-year-old person is as follows:



Conclusion

With regular payments from a young age, the third pillar can make a substantial contribution to the provision made for the third phase of your life. The table and graph provide an excellent presentation of the effect of interest/return. If you make regular monthly payments into a retirement fund, you also profit from the average price effect.

We can offer you individual solutions. Our advisors will be happy to discuss the options with you. We look forward to hearing from you.