

Saving for retirement

Compound interest makes for a better return

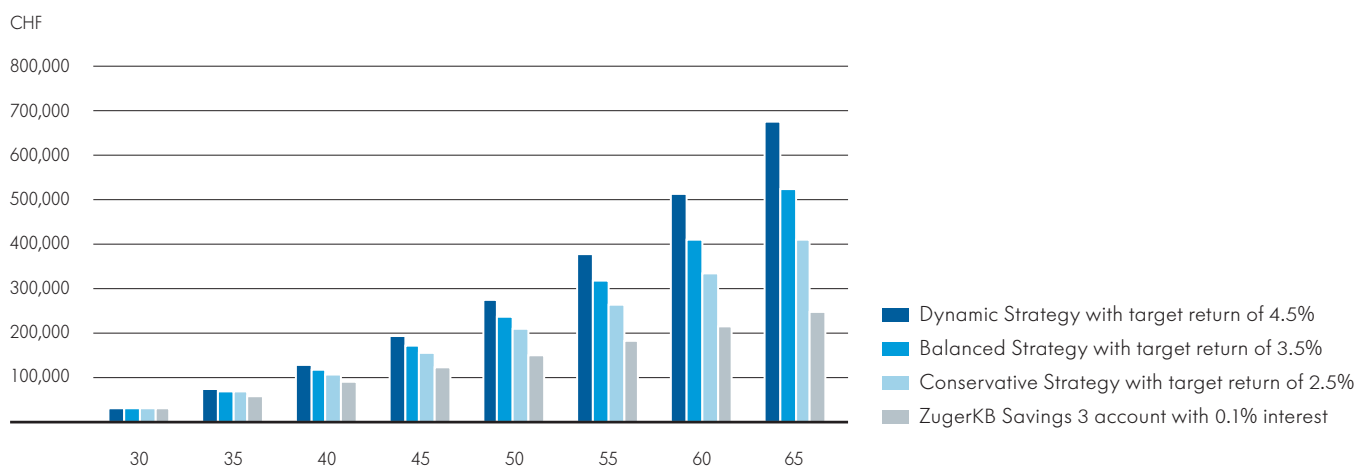
If you regularly pay CHF 6,000 into Savings 3 until you are 65, the following table shows the amount you will have saved, plus interest and return, depending on the age at which you started the savings process.

Your age at the start of the savings process (annual investment of CHF 6,000, rounded to the nearest CHF 100, savings process until 65)

Interest/ return	60	55	50	45	40	35	30	25	20
0.0%	CHF 30,000	CHF 60,000	CHF 90,000	CHF 120,000	CHF 150,000	CHF 180,000	CHF 210,000	CHF 240,000	CHF 270,000
0.1%	CHF 30,100	CHF 60,300	CHF 90,600	CHF 121,100	CHF 151,800	CHF 182,600	CHF 213,600	CHF 244,700	CHF 276,000
0.5%	CHF 30,300	CHF 61,400	CHF 93,200	CHF 125,900	CHF 159,400	CHF 193,800	CHF 229,000	CHF 265,100	CHF 302,100
1.0%	CHF 30,600	CHF 62,800	CHF 96,700	CHF 132,200	CHF 169,700	CHF 209,000	CHF 250,400	CHF 293,900	CHF 339,700
1.5%	CHF 30,900	CHF 64,300	CHF 100,300	CHF 139,100	CHF 180,900	CHF 226,000	CHF 274,700	CHF 327,200	CHF 383,800
2.0%	CHF 31,200	CHF 65,800	CHF 104,100	CHF 146,400	CHF 193,200	CHF 245,000	CHF 302,300	CHF 365,600	CHF 435,700
2.5%	CHF 31,600	CHF 67,400	CHF 108,100	CHF 154,300	CHF 206,700	CHF 266,100	CHF 333,600	CHF 410,200	CHF 497,200
3.0%	CHF 31,900	CHF 69,100	CHF 112,400	CHF 162,800	CHF 221,400	CHF 289,800	CHF 369,400	CHF 462,000	CHF 570,000
3.5%	CHF 32,300	CHF 70,800	CHF 116,900	CHF 171,900	CHF 237,700	CHF 316,300	CHF 410,200	CHF 522,500	CHF 656,600
4.0%	CHF 32,600	CHF 72,600	CHF 121,600	CHF 181,800	CHF 255,600	CHF 346,000	CHF 457,000	CHF 593,100	CHF 760,000
4.5%	CHF 33,000	CHF 74,500	CHF 126,700	CHF 192,500	CHF 275,300	CHF 379,500	CHF 510,700	CHF 675,800	CHF 883,800
5.0%	CHF 33,300	CHF 76,400	CHF 132,100	CHF 204,000	CHF 297,000	CHF 417,100	CHF 572,400	CHF 773,100	CHF 1,032,400

- Expected savings at an interest rate of 0.1% on the ZugerKB Savings 3 account
- Possible savings with an expected average return of 2.5%, e.g. implemented with the ZugerKB Fonds – Strategie ESG Konservativ (CHF) BV
- Possible savings with an expected average return of 3.5%, e.g. implemented with the ZugerKB Fonds – Strategie ESG Ausgewogen (CHF) BV
- Possible savings with an expected average return of 4.5%, 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.