

**CONTRIBUTIONS**  
**(effective 1 January 2008)**

**PART 1****MONTHLY CONTRIBUTIONS FOR BENEFITS SPECIFIED IN PART 1 OF ANNEXURE B**

The **Contributions** payable in respect of a **Member Family** for the benefits specified in Annexure B shall be based on the Member's monthly income, according to a rate for the Member, and the addition of Adult Dependants and Child Dependants, as set out in Table A.1 below.

Table A.1 Monthly Contributions for Benefits

**(Effective 1 January 2008)**

<b>INCOME</b>	<b>R0- R1000</b>	<b>R1001- R2000</b>	<b>R2001- R4000</b>	<b>R4001- R6000</b>	<b>R6001- R8000</b>	<b>R8001- 10000</b>	<b>R10001 plus</b>
Member	R648	R752	R1,028	R1,088	R1,152	R1,232	R1,300
Adult dependants	R648	R752	R932	R988	R1,040	R1,112	R1,180
Child dependants	R196	R228	R276	R292	R304	R324	R344

**MEDICAL SPENDING ACCOUNT**

25% of the total contributions above will be allocated to the Medical Spending Account (MSA) of the member.

**PART 2****Premium penalties for persons joining late in life**

Premium penalties may be applied to late joiners.

1-4 years without creditable coverage @ 0.05 multiplied by the relevant contribution in 1 above

5-14 years without creditable coverage @ 0.25 multiplied by the relevant contribution in 1 above

15-24 years without creditable coverage @ 0.50 multiplied by the relevant contribution in 1 above

25+ without creditable coverage @ 0.75 multiplied by the relevant contribution in 1 above

“Creditable coverage” means any period in which a late joiner was

- a) a member or a dependant of a medical scheme
- b) a member or a dependant of an entity doing the business of a medical scheme which, at the time of his or her membership of such entity, was exempt from the provisions of the Act;
- c) a uniformed employee of the South African National Defence Force or a dependant of such employee, who received medical benefits from the South African National Defence Force or;
- d) a member or a dependant of the Permanent Force Continuation Fund;

but excluding any period of coverage as a dependant under the age of 21 years.

“Late joiner” means an applicant or the adult dependant of an applicant who, at the date of application for membership or admission as a dependant, as the case may be, is 35 years of age or older, but excludes any beneficiary who enjoyed coverage with one or more medical schemes as from a date preceding 1 April 2001, without a break in coverage exceeding three consecutive months since 1 April 2001.