

87/2005 Coll.

DECREE
of the Ministry of Labour, Social Matters, and the Family of the
Slovak Republic,

dated 3 March 2005,

setting out a procedure for calculating and clearing the fee for
the management of a pension fund and the fee for the
administration of a personal pension account

Under the provisions of Article 63 paragraph 4 of Act No. 43/2004 Coll. on retirement pension saving and on amendments to certain laws in the wording of Act No. 721/2004 Coll. (hereinafter referred to as 'Act'), the Ministry of Labour, Social Matters, and the Family of the Slovak Republic has enacted the following:

Article 1

(1) For the purposes of calculating and clearing the fee for the management of a pension fund, the period for which the fee for the management of a pension fund is calculated and cleared shall be one calendar month (hereinafter referred to as 'respective month').

(2) The fee for the management of the pension fund for the respective month shall be calculated according to the formula given in Annex 1.

(3) For the purposes of calculating the fee for the management of a pension fund in the event that the saver leaves the pension fund to enter another pension fund managed by the competent pension management company pursuant to Article 96 paragraph 1 of the Act in the respective month (hereinafter referred to as 'change of funds'), the respective period is defined as the period during which pension units from the pension fund which was left or entered by the saver were recorded on the personal saving account in the respective month.

(4) In the event of a change of funds, the fee for the management of the pension fund for the respective month shall be calculated according to the formula given in Annex 2.

Article 2

(1) The fee for the management of a pension fund shall be cleared so that the fee for the management of the pension fund expressed in Slovak koruna is converted to pension units on the day of clearing and the number of these pension units is deducted from the personal pension account. The fee for the management of the pension fund expressed in Slovak koruna pursuant to the first sentence shall be converted at the current value of the pension unit pursuant to Article 75 paragraph 5 of the Act.

(2) The day of clearing of the fee for the management of the pension fund shall be the first working day of the calendar month following the respective month.

(3) The day of clearing of the fee for the management of the pension fund that was left by the saver in the respective month, shall be the day on which the saver left the pension fund to enter another pension fund managed by the competent pension management company. The day of clearing of the fee for the management of the new pension fund entered by the saver in the respective month, shall be:

a) the first working day of the calendar month following the respective month, if the saver remains the client of the new pension fund until the end of the respective month, or

b) the day of the next change of funds in the respective month, if the saver leaves the pension fund in the respective month to enter another pension fund managed by the competent pension management company.

Article 3

The procedure for calculating and clearing the fee for the management of a pension fund in the event the pension fund started to be set up by the pension management company in the respective month and in the event the management of pension funds was transferred to another pension management company under Articles 68 and 69 of the Act in the respective month, shall be governed by the provisions of Article 1 paragraphs 3 and 4 and Article 2 paragraphs 1 and 3.

Article 4

(1) The fee for the administration of a personal pension account shall be calculated and cleared so that the fee for the management of the pension fund expressed in Slovak koruna is converted to pension units on the day of clearing and the number

of these pension units is deducted from the personal pension account. The fee for the administration of the personal pension account expressed in Slovak koruna according to the first sentence shall be converted at the current value of the pension unit pursuant to Article 75 paragraph 5 of the Act.

(2) The fee for the administration of a personal pension account shall be cleared on the day when pension units are put to the personal pension account in an amount corresponding to the contribution to retirement pension saving .

Article 5

This Decree shall become effective on 15 March 2005.

Miroslav Beblavý

ANNEX 1

FORMULA FOR THE CALCULATION OF THE FEE FOR THE MANAGEMENT OF A PENSION FUND FOR THE RESPECTIVE MONTH

$$OSDFp = S \times \frac{\sum_{d=1}^n Hd \times Pd}{n};$$

where:

OSDFp = fee for the management of the pension fund in the respective month

expressed in Slovak koruna;

S = fee for the management of the pension fund (percentual rate) set in

accordance with Article 63 paragraph 2 of the Act;

Hd = current value of the pension unit on day "d", correct to four decimal

places;

Pd = number of pension units in the saver's personal pension account on

day "d", correct to four decimal places;
 n = number of days in the respective month.

ANNEX 2

FORMULA FOR THE CALCULATION OF THE FEE FOR THE MANAGEMENT OF A PENSION FUND IN THE RESPECTIVE MONTH IN THE EVENT THE SAVER LEAVES THE PENSION FUND TO ENTER ANOTHER PENSION FUND MANAGED BY THE COMPETENT PENSION MANAGEMENT COMPANY

$$OSDFp = S \times \frac{\sum_{d=1}^x Hd \times Pd}{n};$$

where:

OSDFp = fee for the management of the pension fund which was left by the saver

in the respective month or which was entered by the saver in the respective month, expressed in Slovak koruna;

S = amount of the fee for pension fund management (percentual rate) set in

accordance with Article 63 paragraph 2 of the Act;

Hd = current value of the pension unit on day "d", correct to four decimal places;

Pd = number of pension units in the saver's personal saving account on day "d",

correct to four decimal places;

x = number of days in the respective period;

n = number of days in the respective month.