

# ACCRUAL EXPLAINED

This is Bob



Bob enters into the marriage with R0



This is Mia

Mia enters into the marriage with R0



At the end of their marriage (i.e. death or divorce) they are worth:

R4m

R1m

## ACCRUAL

$R4m - R0$   
(end - start)  
= R4m



$R1m - R0$   
(end - start)  
= R1m



Higher accrual - lesser accrual divided by

2

$$\begin{aligned} &R4m - R1m \\ &= 3m / 2 \\ &= R1,5m \end{aligned}$$

Bob walks away with  
**R2,5m** (R4m - R1,5m)

Mia walks away with  
**R2,5m** (R1m + R1,5m)

