



South African Reserve Bank

Prudential Authority

EXEMPTION NOTICE 1/2020

FINANCIAL SECTOR REGULATION ACT, 2017 (ACT NO. 9 OF 2017)

EXEMPTION BY THE PRUDENTIAL AUTHORITY OF CERTAIN PERSONS FROM JOINT STANDARD 1 OF 2020 MADE UNDER SECTIONS 107 AND 159(1) OF THE FINANCIAL SECTOR REGULATION ACT, 2017

The Prudential Authority hereby exempts, under section 281(1) of the Financial Sector Regulation Act, 2017 (Act No. 9 of 2017), certain persons from the requirements of Joint Standard 1 of 2020 made under sections 107 and 159(1), read with sections 105, 106 and 108, of the Financial Sector Regulation Act, 2017 (Act No. 9 of 2017), to the extent set out in the Schedule.

Kuben Naidoo
Deputy Governor and CEO: Prudential Authority



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SCHEDULE

EXEMPTION BY THE PRUDENTIAL AUTHORITY OF CERTAIN PERSONS FROM JOINT STANDARD 1 OF 2020 MADE UNDER SECTIONS 107 AND 159(1) OF THE FINANCIAL SECTOR REGULATION ACT, 2017

Definitions

1. In this Schedule “**the Act**” means the Financial Sector Regulation Act, 2017 (Act No. 9 of 2017), and any word or expression to which a meaning has been assigned in the Act shall have the meaning so assigned to it, and unless a different meaning is assigned elsewhere in this Schedule –

“**Joint Standard**” means Joint Standard 1 of 2020 made under sections 107 and 159(1), read with sections 105, 106 and 108, of the Act.
2. The Prudential Authority hereby exempts, under section 281(1) of the Act, the following persons from the requirements of the Joint Standard –
 - (a) a branch of a foreign institution as referred to in section 18A of the Banks Act;
 - (b) a branch of a foreign reinsurer as defined in the Insurance Act;
 - (c) a co-operative bank as defined in the Co-operatives Banks Act, 2007 (Act No. 40 of 2007);
 - (d) a co-operative financial institution as defined in the Co-operatives Banks Act, 2007 (Act No. 40 of 2007);
 - (e) an insurer, as defined in the Insurance Act, that is also a co-operative registered under the Co-operatives Act, 2005 (Act No. 14 of 2005);
 - (f) Lloyd’s or Lloyd’s underwriters as defined in the Insurance Act; and
 - (g) a significant owner of any person referred to in paragraphs (a) to (f) above that is exempted from the requirements of the Joint Standard.

Amendment and withdrawal of Exemption

3. The Prudential Authority may amend or withdraw this exemption by notice published on the website of the Prudential Authority.

Short title and commencement

4. This Notice is called the Exemption by the Prudential Authority of Certain Persons from Joint Standard 1 of 2020, and comes into operation on 1 December 2020.

DATE OF NOTICE: 1 June 2020