



Financial Sector
Conduct Authority

FSCA FAIS Notice 78 of 2018

FINANCIAL ADVISORY AND INTERMEDIARY SERVICES ACT, 2002

EXEMPTION OF PARTICULAR PERSONS FROM QUALIFICATION, REGULATORY EXAMINATION AND FEES REQUIREMENTS, NO. 30 OF 2018

The Financial Sector Conduct Authority, under section 44(4) of the Financial Advisory and Intermediary Services Act, 2002 ("the Act"), read with section 281(3)(b) of the Financial Sector Regulation Act, 2017, hereby exempts particular persons from provisions of the Act and certain measures promulgated thereunder, to the extent set out in the Schedule.



CD da Silva
For the Financial Sector Conduct Authority

SCHEDULE

EXEMPTION OF PARTICULAR PERSONS FROM QUALIFICATION, REGULATORY EXAMINATION AND FEES REQUIREMENTS, NO. 30 OF 2018

Definitions

1. In this Schedule, "the Act" means the Financial Advisory and Intermediary Services Act, 2002 (Act No. 37 of 2002), any word or expression to which a meaning is assigned in the Act shall have that meaning, and unless the context otherwise indicates-

"applicant" means a person referred to in Column 1 of the Table in Annexure A;

"Authority" means the Financial Sector Conduct Authority as defined in section 1(1) of the FSR Act;

"Determination" means the Determination of Fit and Proper Requirements for Financial Services Providers, 2017, published by Board Notice 194 of 2017 in Government Gazette No. 41321 on 15 December 2017;

"DOFA", in respect of a representative, means the first date on which a person was appointed as a representative to render financial services in respect of a particular category of FSP and subcategory of financial product;

"Fee" means the requirement to pay the fee as prescribed in paragraph 3.3 of the Tables of Fees;

"financial institution" has the meaning assigned to it in section 1(1) of the FSR Act;

"FSP" means a financial services provider as defined in section 1(1) of the Act;

“FSR Act” means the Financial Sector Regulations Act, 2017 (Act No. 9 of 2017);

“General Code of Conduct” means the General Code of Conduct for Authorised Financial Services Providers and Representatives, 2003;

“N/A” means the -

- (a) particular condition referred to in paragraph 3(1) read with Column 4 and/or Column 5 of the Table in Annexure A; or
 - (b) date of expiry referred to in paragraph 2(2) read with Column 6 of the Table in Annexure A,
- does not apply to the relevant applicant;

“Qualification” means the requirement to have a recognised qualification as defined in section 1(1) of the Determination;

“RE 5” means the requirement to have passed the RE 5 as defined in section 1(1) of the Determination;

“Services under Supervision Notice” means the Notice on Exemption of Services under Supervision in terms of Requirements and Conditions, 2008, published by Board Notice 104 of 2008 in *Gazette* No. 31514 of 15 October 2008, as amended from time to time;

“Table of Fees” means the Tables of Fees in the Schedules to the Determination of Fees payable to the Authority of Financial Services Providers published by Government Notice No. 89 in *Government Gazette* 41432 of 09 February 2018.

Extent and Duration of Exemption

- 2. (1) Subject to the conditions in paragraph 3, the applicants are exempted from the provisions in Column 2 of the Table in Annexure A, insofar it relates to the requirements in Column 3 of that Table.
- (2) The exemptions referred to in subparagraph (1) expire on the dates set out in Column 6 of the Table in Annexure A.

Conditions of Exemption

- 3. (1) The exemptions referred to in paragraph 2, other than the exemptions relating to Fee, are subject to the conditions that -
 - (a) the applicants must -
 - (i) immediately inform the Authority of any matter that may impact on their ability to comply with the requirements set out in Column 3 of the Table in Annexure A on expiry of the exemption;
 - (ii) immediately advise the Authority of any change to the particulars furnished in and relating to their applications for exemption;
 - (iii) comply with section 5(g) and, where applicable, section 15(6) of the General Code of Conduct insofar it relates to the disclosure of the exemptions referred to in paragraph (2);
 - (iv) not become the subject of a decision, order or directive as contemplated in sections 9 and 14(1) of the Act and sections 144, 153 and 167 of the FSR Act whereby-
 - (aa) the applicant's license is suspended or withdrawn (either provisionally or finally);
 - (bb) the applicant is debarred;
 - (cc) an administrative penalty is imposed on the applicant; and/or
 - (dd) the applicant is removed from a specified position or function in or in relation to a financial institution;

- (v) **with the exclusion of applicant 9**, for the duration of the exemption, render financial services under supervision as contemplated in the Services under Supervision Notice and comply with the requirements and conditions of that Notice;
 - (b) **applicant 1**, in addition to the conditions in subparagraph 1(a), must furnish the Authority with evidence that he has enrolled for a qualification on or before the date referred to in Column 4 of the Table in Annexure A; and
 - (c) **applicants 1, 7 and 9**, in addition to the conditions in subparagraph 1(a), must furnish the Authority with their statement of results on or before the dates referred to in Column 5 of the Table in Annexure A.
- (2) The exemptions referred to in paragraph 2, other than the exemptions relating to Fees, are limited to the following extent:
 - (a) in the case of an applicant who is a representative, the exemption is only applicable insofar financial services are rendered as a representative in respect of the financial products and category of FSP for which the applicant has a DOFA that precedes the date referred to in paragraph 5;
 - (b) in the case of an applicant that is a key individual, the exemption is only applicable in respect of the financial products and category of FSP and in relation to the FSP for which the applicant is approved as key individual at the date referred to in paragraph 5; and
 - (c) in the case of an applicant that is a sole proprietor, the exemption is only applicable insofar financial services are rendered as an FSP or a representative of another FSP, in respect of the financial products and category of FSP for which the applicant is authorised as a sole proprietor or appointed as a representative at the date referred to in paragraph 5.
- (3) The exemptions relating to Fees –
 - (a) only apply to a particular application referred to in paragraph 3.3 of the Tables of Fees that was submitted to the Authority; and
 - (b) do not apply to any application for exemption referred to in paragraph 3.3 of the Table of Fees submitted to the Authority on or after the date referred to in paragraph 5.
- (4) Failure by an applicant to comply with any condition referred to in subparagraph (1) will automatically result in the lapsing of the exemption that has the effect that the exemption will no longer be applicable to that applicant.

Amendment and withdrawal of Exemption

- 4. This Exemption is subject to -
 - (a) amendment thereof published by the Authority by notice on the web site of the Authority; and
 - (b) withdrawal in a like manner.

Short title and commencement

- 5. This Notice is called the Exemption of Particular Persons from Qualification, Regulatory Examination and Fees Requirements, No. 30 of 2018, and comes into operation on 15 November 2018.

DATE OF NOTICE: 15 NOVEMBER 2018

ANNEXURE A

COLUMN 1		COLUMN 2	COLUMN 3	COLUMN 4	COLUMN 5	COLUMN 6
Applicant		Provisions from which exemption is granted	Requirements	Proof of Enrolment	Statement of Results	Date of Expiry of Exemption
1.	Abduraouf Abrahams	Section 23 of the Determination	Qualifications	31 March 2019	30 November 2019	30 November 2020
		Section 41(1) of the Act	Fees	N/A	N/A	N/A
2.	Cecilia Sithembile Sibanyoni	Section 26 of the Determination	RE 5	N/A	N/A	30 June 2019
3.	Charlene Holland	Section 26 of the Determination	RE 5	N/A	N/A	31 March 2019
4.	Dane Thornton	Section 26 of the Determination	RE 5	N/A	N/A	30 June 2019
5.	Jean-Pierre Coetzee	Section 26 of the Determination	RE 5	N/A	N/A	31 March 2019
6.	Lerato Edwin Mokoena	Section 26 of the Determination	RE 5	N/A	N/A	30 June 2019
7.	Marijke de Jager	Section 23 of the Determination	Qualifications	N/A	30 November 2019	31 May 2020
		Section 41(1) of the Act	Fees	N/A	N/A	N/A
8.	Ryan Walter Myles	Section 41(1) of the Act	Fees	N/A	N/A	N/A
9.	Thulani Ricardo Ngubane	Section 23 of the Determination	Qualifications	N/A	30 November 2019	31 May 2020