



SOUTH AFRICAN RESERVE BANK
Prudential Authority

JOINT NOTICE 2 OF 2024

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

DETERMINATION OF REGULATORY REPORTING IN TERMS OF JOINT STANDARD 2 OF 2020: MARGIN REQUIREMENTS FOR NON-CENTRALLY CLEARED OVER THE COUNTER DERIVATIVE TRANSACTIONS

The Financial Sector Conduct Authority and the Prudential Authority, in terms of paragraphs 6A(1) and (2) of Joint Standard 2 of 2020: Margin requirements for non-centrally cleared over the counter derivative transactions (as amended) (Joint Standard), hereby determine the information related to the requirements in the Joint Standard, as well as the form, manner, content and frequency of regulatory reporting, as set out in the Schedule.

Unathi Kamlana
Commissioner
FINANCIAL SECTOR CONDUCT AUTHORITY

DATE: 11 December 2024

Fundi Tshazibana
Chief Executive Officer
PRUDENTIAL AUTHORITY

DATE:

SCHEDULE

DETERMINATION OF REGULATORY REPORTING IN TERMS OF JOINT STANDARD 2 OF 2020: MARGIN REQUIREMENTS FOR NON-CENTRALLY CLEARED OVER THE COUNTER DERIVATIVE TRANSACTIONS

1. Definitions

In this Notice, “**the Act**” means the Financial Sector Regulation Act, 2017 (Act No. 9 of 2017) and “**Joint Standard**” means *Joint Standard 2 of 2020: Margin requirements for non-centrally cleared OTC derivative transactions* (as amended), and any word or expression to which a meaning has been assigned in the Joint Standard bears the meaning so assigned to it, and unless the context indicates otherwise, and –

“**Umoja portal**” means the secure website portal for electronic submission available on the Prudential Authority’s website

2. Determination of information related to the requirements in the Joint Standard and the content and the format of regulatory reporting for initial and variation margin requirements

- 2.1 The regulatory reporting return to be submitted to the Authorities by a provider that enters into a non-centrally cleared OTC derivative transaction with a counterparty or a foreign counterparty, and a financial institution that is a counterparty in terms of paragraphs 6A(1) and (2) of the Joint Standard is determined as the regulatory reporting metrics set out in Appendix A of this Notice.
- 2.2 The reporting determined in this notice applies to a provider that enters into a non-centrally cleared OTC derivative transaction with a counterparty or a foreign counterparty, and a financial institution that is a counterparty regardless of the applicability of the relevant thresholds and minimum transfer amounts prescribed in paragraph 3(3) of the Joint Standard.

3. Manner and frequency of submission

- 3.1 A provider and a financial institution that is a counterparty must submit the completed regulatory returns via the Prudential Authority’s Umoja portal using one of the following transmission protocols:
- (a) Excel upload;
 - (b) In-portal submission; or
 - (c) Machine-to-machine submission using the Umoja portal’s application programming interface.
- 3.2 For the use of methods referred to in sub-paragraphs (a) and (b) above, the submission template is available on the Umoja portal. For the use of the method referred to in sub-paragraph (c), the relevant specifications may be found on the Umoja portal webpage as set out in Appendix A.
- 3.3 A provider and counterparty must submit the regulatory reporting return in the manner set out in paragraph 3.1 on a **daily T+1 basis by no later than 16:00** South African time. In the case of public holidays, the return must be submitted on the first business day immediately following the relevant public holiday.

4. Short title and commencement

- 4.1 This Notice is called the Determination of regulatory reporting in terms of Joint Standard 2 of 2020 and takes effect on 1 April 2025.

Appendix A - regulatory reporting metrics specification

All relevant information regarding the schematic representation of the regulatory metrics to be submitted may be accessed using the link below.

<https://www.resbank.co.za/content/dam/sarb/what-we-do/prudential-regulation/transformation-programme/2024/api-document-2/MR%20Version%201%20Schema%20definitions%20and%20formsets.zip>

In addition, Figure 1 below sets out the regulatory reporting metrics to be submitted.

Figure 1: Regulatory reporting metrics

		Line No.
	Portfolio ID	C0010
	Counterparty Name	C0020
	Counterparty ID Type	C0030
	Counterparty ID	C0040
	Product class	C0050
	Gross notional exposure (R'000)	C0060
	Independent Amount (R'000)	C0070
	Calculated initial margin for the reporting institution (R'000)	C0080
	Calculated initial margin for the counterparty (R'000)	C0090
	Calculated variation margin (R'000)	C0100
Collateral posted - initial margin	Type	C0110
	Specify (If type selected equals Cash)	C0120
	Amount (R'000)	C0130
	Applicable haircut (%)	C0140
Collateral received - initial margin	Type	C0150
	Specify (If type selected equals Cash)	C0160
	Amount (R'000)	C0170
	Applicable haircut (%)	C0180
Collateral posted/received - variation margin	Type	C0190
	Specify (If type selected equals Cash)	C0200
	Amount (R'000)	C0210
	Applicable haircut (%)	C0220
	Comment	C0230

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[light blue]	= information calculated on this sheet