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**PENSION FUNDS ACT, 1956****NOTICE REGARDING THE PUBLICATION OF THE DRAFT CONDUCT  
STANDARD DETERMINING THE CRITERIA FOR SMOOTH BONUS POLICIES  
IN DEFAULT INVESTMENT PORTFOLIOS**

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The Financial Sector Conduct Authority (FSCA) hereby publishes a draft Conduct Standard on the conditions for smooth bonus policies for public comment in terms of section 98(1)(a)(iv) of the Financial Sector Regulation Act No. 9 of 2017 (FSR Act).

The following documents are attached:

1. Draft Conduct Standard on the Conditions for Default Smooth Bonus Policies (Annexure A).
2. Consultation Report (Annexure B)
3. Statement explaining the (i) need for, (ii) intended operation and (iii) expected impact of the draft Conduct Standard (Annexure C).
4. Comments Template (Annexure D).

Submissions on the draft Conduct Standard, using the submission template attached as Annexure D may be submitted in writing to [Alta.Marais@fsc.co.za](mailto:Alta.Marais@fsc.co.za) by close of business on 31 January 2019.



**ABEL MOFFAT SITHOLE**

**For THE FINANCIAL SECTOR CONDUCT AUTHORITY**

**Date:** 29 November 2018