



DRAFT NOTICE

APPOINTMENT OF BOARD MEMBERS IN TERMS OF SECTION 7A OF THE PENSION FUNDS ACT, 1956

1. The Financial Services Laws General Amendment Act, 2013, Act No. 45 of 2013 ("the Act") has amended various clauses of the Pension Funds Act, No 24 of 1956 ("the PFA"), amongst others, section 7A.

2. INTRODUCTION

2.1. Section 7A of the Pension Funds Act ("the PFA") has been amended in terms of the Financial Services Laws General Amendment Act No 45 of 2013 ("the FSLGAA") with effect on 28 February 2014 by the insertion of new subsections (1A) and (3).

2.2. Section 7A of the PFA now says the following:

(1) Notwithstanding the rules of a fund, every fund shall have a board consisting of at least four board members, at least 50% of whom the members of the board shall have the right to elect.

(1A) The composition of the board shall at all times comply with the requirements of the rules of the fund and any vacancy on such board shall be filled within such period as prescribed.

3. PRESCRIBED PERIOD FOR THE REPLACEMENT OF A BOARD MEMBER

Acting in terms of section 7A(1A), I hereby prescribe that any vacancy on a board must be filled **within 90 days** from the date on which the position became vacant.

Yours faithfully

ROSEMARY HUNTER
DEPUTY REGISTRAR OF PENSION FUNDS