

**NATIONAL TREASURY
NASIONALE TESOURIE**

No. R. 462

25 April 2008

**AMENDMENT OF REGULATIONS MADE UNDER THE SHORT-TERM
INSURANCE ACT, 1998**

I, Trevor Andrew Manuel, Minister of Finance, acting in terms of section 70 read with section 45 of the Short-term Insurance Act, 1998 (Act No. 53 of 1998), have amended the regulations published in Government Notice R1493 in Government Gazette 19495 of 27 November 1998, as set out in the Schedule.



**TREVOR A MANUEL, MP
MINISTER OF FINANCE
DATE: 03 April 2008**

SCHEDULE**Substitution of paragraph (e) of regulation 4.2 of Part 4 of the
Regulations under the Short-term Insurance Act, 1998 as published in
GN R1493 of 27 November 1998**

1. The following paragraph is hereby substituted for paragraph (e) of regulation 4.2 of Part 4 of the Regulations under the Short-term Insurance Act, 1998:

“(e) subject to paragraph (f), be for an amount equal to –

- (i) in the first two financial years in which the person concerned is authorised to receive, hold or in any other manner deal with premiums, 30 percent of a reasonable estimate of the total premiums which that person expects

to receive in that financial year; and

- (ii) in every other financial year of the person concerned, 30 percent of the total premiums actually received, held or in any other manner dealt with by that person in the previous financial year; and”

Insertion of paragraph (g) in regulation 4.2 of Part 4 of the Regulations under the Short-term Insurance Act, 1998 as published in GN R1493 of 27 November 1998

2. The following paragraph is hereby inserted after paragraph (f) of regulation 4.2 of Part 4 of the Regulations under the Short-Term Insurance Act, 1998:

- “(g) Despite paragraph (e), the amount referred to in paragraph (e) may not be less than R100 000 and may not exceed the following maximum amounts in respect of a specific financial / calendar year:

Financial / Calendar year	Maximum amount of guarantee to be provided
1 April 2008 to 31 March 2009 / 2008/09	R 60 000 000
1 April 2009 to 31 March 2010 / 2009/10	R 70 000 000
1 April 2010 to 31 March 2011 / 2010/11	R 80 000 000
1 April 2011 to 31 March 2012 / 2011/12	R 90 000 000
1 April 2012 to 31 March 2013 / 2012/13	R 100 000 000