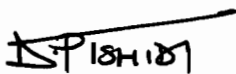

GOVERNMENT NOTICES

NATIONAL TREASURY**No. 294****16 April 2010****FINANCIAL SERVICES BOARD****LONG-TERM INSURANCE ACT NO. 52 OF 1998:****AMENDMENT OF BOARD NOTICE 81 OF 2008 AND NOTICE 387 OF
2009: RETURNS TO REGISTRAR**

I, Dube Phineas Tshidi, Registrar of Long-term Insurance, acting in terms of section 36(1) of the Long-term Insurance Act, 1998 (Act No. 52 of 1998), hereby amends Board Notice 81 of 2008 and Notice 387 of 2009, published in *Government Gazette* Nos. 31207 of 5 September 2008 and 32078 of 7 April 2009, by –

- (a) substituting Statement C6, Statement E11, Statement E11.1 and Statement G3 of the Annual Statutory Return for the Statements set out in Annexure A of the Schedule hereto; and
- (b) substituting the Quarterly Return for the Quarterly Return set out in Annexure B of the Schedule hereto.

This Notice takes effect on the date of publication thereof and applies to every registered long-term insurer whose financial year ends on or after 1 January 2010, and applies in respect of the full financial year preceding the end of the financial year referred to above.

**DP TSHIDI****Registrar of Long-term Insurance**

SCHEDULE

Annexure A

CONFIDENTIAL STATEMENT NOT AVAILABLE TO PUBLIC
C08-96A
10/10/10009
30/02/2010 11:03

Statement 08
CAPITAL ADEQUACY REQUIREMENT AFTER MANAGEMENT ACTION
of ABC Life Insurance Limited
as at the end of the financial period 31/01/2010

DESCRIPTION	CURRENT YEAR						TOTAL		IN & OUTSIDE RSA	
	2	3	4	5	6	7	8	9	10	
	With-profit business R'000	With-profit annuities R'000	Without-profit annuities R'000	Linked R'000	Market related R'000	Other R'000	R'000	R'000	R'000	
1. TERMINATION CAPITAL ADEQUACY REQUIREMENT (TCAR)										
LAPSE RISK	0	0	0	0	0	0	0	0	0	
SURRENDER RISK	0	0	0	0	0	0	0	0	0	
OTHER RISKS: Specify										
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
TCAR	0	0	0	0	0	0	0	0	0	
2. ORDINARY CAPITAL ADEQUACY REQUIREMENT (OCAR)										
LAPSE RISK (a)	0	0	0	0	0	0	0	0	0	
SURRENDER RISK (b)	0	0	0	0	0	0	0	0	0	
FLUCTUATION RISK										
Mortality (c)	0	0	0	0	0	0	0	0	0	
Morbidity (cii)	0	0	0	0	0	0	0	0	0	
Medical (ciii)	0	0	0	0	0	0	0	0	0	
Expense (f)	0	0	0	0	0	0	0	0	0	
Annulant mortality (d)	0	0	0	0	0	0	0	0	0	
ASSUMPTION RISK										
Mortality, morbidity & medical (e)	0	0	0	0	0	0	0	0	0	
INVESTMENT RISK										
Resilience risk (g)	0	0	0	0	0	0	0	0	0	
- Embedded Investment Derivatives Component	0	0	0	0	0	0	0	0	0	
Worse investment risk (gii)	0	0	0	0	0	0	0	0	0	
Max (resilience risk, worst investment return risk) (g)	0	0	0	0	0	0	0	0	0	
CREDIT RISK (h)										
NEGATIVE BONUS STABILISATION RESERVE	0	0	0	0	0	0	0	0	0	
OTHER RISKS: (i) Specify										
• Operational risk	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
•	0	0	0	0	0	0	0	0	0	
IOCAR	0	0	0	0	0	0	0	0	0	
Adjustment factor	100%	100%	100%	100%	100%	100%	100%	100%	100%	
OCAR	0	0	0	0	0	0	0	0	0	

3. CALCULATING THE CAPITAL ADEQUACY REQUIREMENT
Capital Adequacy Requirement before prescribed minimums (maximum of items (1) and (2))

13 Weeks of operating expenses (from statement B7)	0
Statutory minimum	0
Approved minimum	0
0.3% of gross policyholder liabilities	10,000
Minimum Capital Adequacy Requirement (MCAR)	10,000
Capital Adequacy Requirement (after management action)	10,000

AUDITORS (mhet)

SHEET REFERENCE NUMBER: E11-98-A
 REGISTRATION OF LONG-TERM INSURANCE REFERENCE NUMBER: 10/10/0000
 FINAL PRINTOUT DATE: 31/03/2010 11:03

Statement E11
SPREAD OF ASSETS IN OR DEEMED TO BE IN THE RSA
of ABC Life Insurance Limited
as at the end of the financial period 31/03/2010

DESCRIPTION	Total assets		Linked assets		Non-linked assets		ADD:		LESS:		SUBTOTALS		Maximum admissible for each item of this Statement		Admitted for each item (the lesser of column (10) or column (7))	
	R'000	R'000	R'000	R'000	R'000	R'000	Assets of asset-holding intermediaries & investments in linked products	Assets of asset-holding intermediaries & investments in properties	Individual excesses e.g. banks, debtors, investments & properties	%	%	Assets held, less individual excesses	%	Dispensation given	R'000	R'000
	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
1 Mortgage bonds	0	0	0	0	0	0	-	-	-	-	0	-	-	-	0	0
2 Non-convertible debentures	0	0	0	0	0	0	-	-	-	-	0	-	-	-	0	0
3 Any other debtors	0	0	0	0	0	0	-	-	-	-	0	-	-	-	0	0
4 Outstanding premiums	0	0	0	0	0	0	-	-	-	-	0	-	-	-	0	0
SUBTOTAL	0	0	0	0	0	0	0%	0%	2,500	0	0	0%	0	2,500	0	0
5 Shares - listed ordinary, convertible debentures & collective investment	0	0	0	0	0	0	-	-	-	-	0	-	-	-	0	0
6 Shares - unlisted - Domestic	0	0	0	0	0	0	5%	5%	500	0	0	0%	0%	500	0	0
SUBTOTAL	0	0	0	0	0	0	75%	75%	7,500	0	0	0%	0%	7,500	0	0
7 Listed securities & shares - Foreign, deemed to be domestic	0	0	0	0	0	0	15%	15%	1,500	0	0	0%	0%	1,500	0	0
8 Policyholders' loans	0	0	0	0	0	0	95%	95%	9,500	0	0	0%	0%	9,500	0	0
9 Policies with other long-term insurers	0	0	0	0	0	0	-	-	0	0	0	-	-	0	0	0
10 Property investments	0	0	0	0	0	0	25%	25%	2,500	0	0	0%	0%	2,500	0	0
11 Related parties) & associated companies	0	0	0	0	0	0	5%	5%	500	0	0	0%	0%	500	0	0
12 Computer equipment	0	0	0	0	0	0	5%	5%	500	0	0	0%	0%	500	0	0
13 Other equipment & motor vehicles	0	0	0	0	0	0	2.5%	2.5%	250	0	0	0%	0%	250	0	0
SUBTOTAL OF ITEMS 1 to 12	0	0	0	0	0	0	95%	95%	24,750	0	0	0%	0%	24,750	0	0
14 Margin deposits - Domestic	0	0	0	0	0	0	2.5%	2.5%	250	0	0	0%	0%	250	0	0
15 Margin deposits - Foreign, deemed to be domestic	0	0	0	0	0	0	2.5%	2.5%	250	0	0	0%	0%	250	0	0
SUBTOTAL	0	0	0	0	0	0	2.5%	2.5%	250	0	0	0%	0%	250	0	0
16 Cash	0	0	0	0	0	0	100%	100%	0	0	0	0%	0%	0	0	0
17 Krugerrands	0	0	0	0	0	0	10%	10%	1,000	0	0	0%	0%	1,000	0	0
18 Bank balances & deposits - Domestic	0	0	0	0	0	0	100%	100%	0	0	0	0%	0%	0	0	0
19 Bank balances & deposits - Foreign, deemed to be domestic	0	0	0	0	0	0	15%	15%	1,500	0	0	0%	0%	1,500	0	0
20 Government & semi-government securities - Domestic	0	0	0	0	0	0	100%	100%	0	0	0	0%	0%	0	0	0
21 Government securities - Foreign, deemed to be domestic	0	0	0	0	0	0	15%	15%	1,500	0	0	0%	0%	1,500	0	0
SUBTOTAL OF ITEMS 13 to 21	0	0	0	0	0	0	95%	95%	1,500	0	0	0%	0%	1,500	0	0
TOTAL	0	0	0	0	0	0	95%	95%	0	0	0	0%	0%	0	0	0

DOMESTIC ASSETS MUST EXCEED THE FOLLOWING:
 Total Liabilities (transfered from statement C2) 0
 Less: Linked liabilities (transfered from statement C2) 0
 Plus: CAR (transfered from statement C6) 10,000
 Plus: Asset-holding intermediaries liabilities 0
 Total Non-linked Liabilities 10,000

AUDITORS

NOTE - ITEMS 4 + 5 + 8 + 13 + 14
 Admitted values are the lesser of the individual, or the total amounts in the previous column.
 Items 4+5: Individual 0, Total 7,500
 Items 13+14: Individual 0, Total 0
CALCULATION OF FURTHER EXCESSES AND FINAL ADMITTED VALUES
 R'000
 1. If items 4+5+8+9+10+11+12 exceed 90% of the non-linked liabilities, the excess is: 0
 2. If items 6+14+18+20 exceed 15% of the non-linked liabilities, the excess is: 0
 3. If the admitted value of items 1 to 12 exceeds: 95% of the total non-linked liabilities, the excess is: 0
 4. Overall admitted assets: Total of column (11) less 1, 2 & 3 above 0
 5. Surplus of overall admitted assets over total non-linked liabilities (10,000)

10/10/1/000/8
3/18/2010 11:03

REGISTRAR OF LONG-TERM INSURANCE REFERENCE NUMBER
FINAL PRINTOUT DATE

Statement E11.1 (reconciliation statement between fair value and statutory value) SPREAD OF ASSETS IN OR DEEMED TO BE IN THE RSA of ABC Life Insurance Limited as at the end of the financial period 31/01/2010				
DESCRIPTION	FAIR VALUE R'000	Sum of statements E1 to E8 R'000	Difference R'000	Explanation
1	2	3	4	5
1 Mortgage bonds	0	0	0	
2 Non-convertible debentures	0	0	0	
3 Any other debtors	0	0	0	
4 Outstanding premiums	0	0	0	
SUBTOTAL	0	0	0	
5 Shares - ordinary & convertible debentures - Domestic	0	0	0	
6 Shares - preference - Domestic	0	0	0	
SUBTOTAL	0	0	0	
7 Listed securities & shares - Foreign, deemed to be domestic	0	0	0	
8 Policyholders' loans	0	0	0	
9 Policies with other long-term insurers	0	0	0	
10 Property investments	0	0	0	
11 Related party(ies) & associated companies	0	0	0	
12 Computer equipment	0	0	0	
13 Other equipment & motor vehicles	0	0	0	
SUBTOTAL OF ITEMS 1 to 12	0	0	0	
14 Margin deposits - Domestic	0	0	0	
15 Margin deposits - Foreign, deemed to be domestic	0	0	0	
SUBTOTAL	0	0	0	
16 Cash	0	0	0	
17 Kruggerands	0	0	0	
18 Bank balances & deposits - Domestic	0	0	0	
19 Bank balances & deposits - Foreign, deemed to be domestic	0	0	0	
20 Government & semi-government securities - Domestic	0	0	0	
21 Government securities - Foreign, deemed to be domestic	0	0	0	
SUBTOTAL OF ITEMS 13 to 20	0	0	0	
TOTAL	0	0	0	

SHEET REFERENCE NUMBER
REGISTRAR OF LONG-TERM INSURANCE REFERENCE NUMBER
FINAL PRINTOUT DATE

G03-99-A
10/10/100000
3/18/2010 11:03

Statement G3
DESCRIPTION OF PRODUCTS MARKETED & SOLD
by ABC Life Insurance Limited
as at the end of the financial period 31/01/2010

1 In respect of each product being marketed and sold, provide the product name and a short description of the characteristics of the product as well as the premium income as a percentage of the total premium income, as follows:

- * Product name
- * Class of business: specifying
 - Assistance business
 - Disability business
 - Fund business
 - Health business
 - Life business
 - Sinking Fund business
- * Type of business: specifying
 - With-profit business
 - With-profit annuities
 - Without-profit annuities
 - Linked
 - Market related
 - Other
 - Structured products/hybrids
- * Type of policy: specifying
 - Individual
 - Grouped Individual
 - Group
- * Paid-up value or surrender value indicator
 - Yes
 - No
- * Premium Income (as a % of total premiums received and outstanding)
- * Description of benefits payable
- * Other information of relevance (e.g. reclassified, closed product, etc.): Specify

2 Please indicate whether significant changes in the product mix or the marketing policy of your company are anticipated.

3 Please provide the following information with regard to retrenchment/job loss cover

	R'000
Premiums received	0
Expense allocations	0
Liabilities under unmaturing policies	0
Claims paid	0

4 What percentage is the contribution of each of the following classes of business to the total gross premium of your company to business sold to the low income market (LSM 1-5)

	% of Gross Premiums
Funeral Policies	0.00%
Credit Policies	0.00%
Life Insurance	0.00%
Mortgage Protection	0.00%
Disability	0.00%
Other	0.00%
TOTAL	0.00%

5 Please provide the following information with regard to credit life insurance:

Net Premiums - R'000	Claims - R'000	Commission - R'000	Other Expenses - R'000

Claims settled and rejected

Claims Received		Claims Rejected		Claims outstanding		Claims Paid	
Number	R'000	Number	R'000	Number	R'000	Number	R'000
0	0						

Primary reasons for claims - Indicate percentage distribution

Death	Unemployment	Disability	Total
			0%

6 Which distribution channels are used and what percentage is the contribution of each to the total gross premium?

Description	Individual	Group
	% of gross premium	% of gross premium
Mail marketing	0.00%	0.00%
In-house agents	0.00%	0.00%
Independent brokers	0.00%	0.00%
Direct marketing	0.00%	0.00%
Tele-sales	0.00%	0.00%
Other method: specify	0.00%	0.00%
*		
*		
TOTAL	0.00%	0.00%

7 Please provide the following information with regard to claims

Benefits paid and provided for	Claims received		Claims rejected		Claims outstanding		Claims paid	
	Number	R'000	Number	R'000	Number	R'000	Number	R'000
Death	0	0						
Disability	0	0						
Health	0	0						
TOTAL	0	0	0	0	0	0	0	0

PUBLIC OFFICER _____

DATE _____

AUDITORS (initial) _____

Annexure B

FINANCIAL SERVICES BOARD.			LONG-TERM INSURANCE, ACT 1998 - SECTION 36			
NAME OF INSURER:		Please select insurance company name		10/10/Reference numbers/8/2		
UNAUDITED RETURN FOR THE PERIOD			TO			
Prepared by :			Telephone No. and ext.			
REVENUE ACCOUNT - TOTAL			R'000			
GROSS:			MOVEMENT STATISTICS - INDIVIDUAL & GROUPED INDIVIDUAL BUSINESS			
Premiums received and outstanding					R'000	
Claims paid and outstanding					Number of policies	
					Policy liabilities	
NET:			MOVEMENT STATISTICS - FUND & GROUP BUSINESS			
Premiums received and outstanding		0	Beginning of financial year			
- Recurring			New policies issued		-	
- Non-recurring			Policies lapsed		-	
			Policies terminated		-	
			Policies matured		-	
			Policies expiring		-	
LESS: Claims paid and outstanding(net)		0	Deaths and disabilities		-	
- Annuities			End of quarter	0		
- Surrenders/withdrawals			MOVEMENT STATISTICS - FUND & GROUP BUSINESS			
- Other lumpsums			R'000			
Commission(net)					R'000	
Management expenses					Number of schemes	
					Policy liabilities	
ADD: Investment income			Beginning of financial year			
Realised investment surplus(loss)			New schemes issued		-	
Unrealised investment surplus(loss)			Schemes terminated		-	
Other income/(expenses)			End of quarter	0		
			INFORMATION PER CLASS OF BUSINESS			
Excess of income over expenses		0			R'000	
LESS: Taxation						
LESS: Transfer to (from) shareholder fund						
LESS: Dividends						
INCREASE/(DECREASE) IN LONG-TERM FUND		0				
FINANCIAL POSITION STATEMENT			R'000			
	Linked	Non-linked	Total	Assistance		
Assets:				Disability		
Cash & Krugerrands			0	Fund		
Balances with banks			0	Health		
Gilts			0	Life		
Policy loans			0	Sinking fund		
Mortgage bonds			0	TOTAL	0 0 0 0 0 0	
Debentures			0			
Claims/Debtors			0			
Shares: Listed			0	AUTOMATIC CALCULATIONS:		
Shares: Unlisted			0	CAR cover	0.00	
Immovable Properties			0	Funding level (before CAR)	0.00%	
Fixed assets			0	Funding level (after CAR)	0.00%	
Foreign appr. assets			0	Management expenses: premium income	0.00%	
Total assets	0	0	0	Commission: premium income	0.00%	
Liabilities:				Claims ratio	0.00%	
Policy liabilities			0	Retention	0.00%	
Current liabilities			0			
Excess assets	0	0	0			
CAR			0			
Free Assets	0	0	0			
Spreading of Assets						
Does the insurer currently comply with the kinds and spread of assets as contemplated in terms of S 31 of Act Yes <input type="checkbox"/>						
If yes furnish the following information:						
Total domestic Non-linked Assets			R'000			
Total domestic Non-linked liabilities and CAR			0			
Total Admitted Assets			0			
Surplus of overall admitted assets over total domestic liabilities			0			
FIC Compliance						
Kindly complete the following table:						
					Number of Customers	
Total Customers						
Clients sourced directly						
Clients sourced from other accountable institutions						
	Exemption 4 - Primary Accountable Institutions					
Reported Transactions to Financial Intelligence Centre						
Number of Suspicious and Unusual Transactions reported						
PUBLIC OFFICER (sign:)						
DATE						

SPREAD OF ASSETS IN OR DEEMED TO BE IN THE RSA
Please select insurance company name: _____ TO 10/1900

DESCRIPTION	Total assets		Linked assets	Non-linked assets	ADD: Assets of asset-holding intermediaries & investments in linked products		LESS: Individual excesses e.g. banks, debtors, investments & properties		SUBTOTALS		Maximum admissible for each item of this statement		Admitted for each item (the lesser of column (10) or column (7))
	R'000	R'000			R'000	R'000	R'000	R'000	%	%	%	%	
1 Mortgage bonds	0	0	0	0	0	0	0	0	0	0	0	0	0
2 Non-convertible debentures	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Any other debtors	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Outstanding premiums	0	0	0	0	0	0	0	0	0	0	0	0	0
SUBTOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0
5 Shares - listed ordinary, convertible debentures & collective investment	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Shares - unlisted - Domestic	0	0	0	0	0	0	0	0	0	0	0	0	0
SUBTOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Listed securities & shares - Foreign, deemed to be domestic	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Policyholders' loans	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Policies with other long-term insurers	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Property investments	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Related party(ies) & associated companies	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Computer equipment	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other equipment & motor vehicles	0	0	0	0	0	0	0	0	0	0	0	0	0
SUBTOTAL OF ITEMS 1 to 12	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Margin deposits - Domestic	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Margin deposits - Foreign, deemed to be domestic	0	0	0	0	0	0	0	0	0	0	0	0	0
SUBTOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Cash	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Kruggerands	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Bank balances & deposits - Domestic	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Bank balances & deposits - Foreign, deemed to be domestic	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Government & semi-government securities - Domestic	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Government securities - Foreign, deemed to be domestic	0	0	0	0	0	0	0	0	0	0	0	0	0
SUBTOTAL OF ITEMS 13 to 21	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0

DOMESTIC ASSETS MUST EXCEED THE FOLLOWING:
 Total Liabilities
 Less: Linked liabilities
 Plus: CAR
 Plus: Asset-holding intermediaries' liabilities
 Total Non-linked Liabilities

PUBLIC OFFICER

NOTE - ITEMS 4 + 5 & 13 + 14 :
 Admitted values are the lesser of the individual, or the total amounts in the previous column.
 Items 4+5: Individual 0, Total Admitted 0
 Items 13+14: Individual 0, Total Admitted 0
CALCULATION OF FURTHER EXCESSES AND FINAL ADMITTED VALUES
 R'000
 1. If items 4+5+9+10+11+12 exceed 90% of the non-linked liabilities, the excess is: 0
 2. If items 6+14+18+20 exceed 15% of the non-linked liabilities, the excess is: 0
 3. If the admitted value of items 1 to 12 exceeds: 95% of the total non-linked liabilities, the excess is: 0
 4. Overall admitted assets: Total of column (11) less 1, 2 & 3 above: 0
 5. Surplus of overall admitted assets over total non-linked liabilities: 0

