

Please note that most Acts are published in English and another South African official language. Currently we only have capacity to publish the English versions. This means that this document will only contain even numbered pages as the other language is printed on uneven numbered pages.

ACT

To amend sections 19 and 22 of the Unit Trusts Control Act, 1947, so as to abolish rounding-off accruals to the made-up prices of units and to limit the initial charges on the made-up prices of units; to amend section 28 of the Building Societies Act, 1965, so as to make provision for extending the period after the expiry of which subscription shares shall mature; and to suspend section 36 (1) of the Building Societies Act, 1965.

(English text signed by the Acting State President.)
(Assented to 19th June, 1967.)

BE IT ENACTED by the State President, the Senate and the House of Assembly of the Republic of South Africa, as follows:—

Amendment of section 19 of Act 18 of 1947, as amended by section 17 of Act 11 of 1962 and section 8 of Act 65 of 1963.

1. Section 19 of the Unit Trusts Control Act, 1947, is hereby amended by the substitution for subsection (1) of the following subsection:

“(1) No management company shall sell any unit under a unit trust scheme at a price which exceeds the made-up price of that unit: Provided that where units in a newly established unit portfolio are offered to the public for the first time, a management company shall be permitted to make an initial offer on a specified date or for a specified period of a specific number of units at a fixed price based on the made-up price of the units on a previous date which shall not be more than twenty-eight days prior to the closing date of the offer.”

Amendment of section 22 of Act 18 of 1947, as substituted by section 20 of Act 11 of 1962 and amended by section 9 of Act 65 of 1963.

2. Section 22 of the Unit Trusts Control Act, 1947, is hereby amended—

(a) by the deletion of the word “and” at the end of paragraph (f); and
(b) by the addition to subsection (1) of the following paragraph:

“(h) that the initial charge shall not exceed five per cent of the made-up price of units.”

Amendment of section 28 of Act 24 of 1965.

3. Section 28 of the Building Societies Act, 1965, is hereby amended by the addition to subsection (1) (b) of the following further proviso:

“Provided further that at any time before the expiry of such period after which a subscription share is calculated to mature, the society may, at the request of the shareholder, extend such period for a further period of not less than twelve months after the expiry of which such share is calculated to mature, in which event such share shall mature after the expiry of such period of extension, and that the society may thereafter from time to time similarly extend the total period after the expiry of which such share is calculated to mature, in which case such share shall mature after the expiry of any further period of such extension.”

Suspension of section 36 (1) of Act 24 of 1965.

4. The provisions of section 36 (1) of the Building Societies Act, 1965, shall not apply in respect of the financial year ending on the thirty-first day of March, 1968.

Short title.

5. This Act shall be called the Financial Institutions Amendment Act, 1967.