



31 March
2024

THE CONNECTION

- ⇒ Rights & obligations of Members of a CBI
- ⇒ Where to find support for establishing and registering a CFI

Editorial Team

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Rights and obligations of members of a CBI



By virtue of being a member of a Co-operative Banking Institution (CBI), members have rights and obligations. It is important for every member to be well-informed of these rights and obligations, in order to be able to exercise them.

Nobuzwe Mafanya

A MEMBER OF A CBI HAS THE RIGHT

- 1 To nominate or be nominated and elected as a director or committee member
- 2 To attend, propose items and take part in meetings
- 3 To vote at Annual General Meetings
- 4 Receive surplus as determined by the constitution via dividend or patronage proportion
- 5 To have access to the constitution and the financial statements
- 6 Apply for the use of all its products and services
- 7 Own shares and to save
- 8 To withdraw savings or make loans if they satisfy the conditions
- 9 Education on how the co-op works and their role in it



WHAT ARE THE OBLIGATIONS OF A MEMBER?

- 1 To attend and participate in general meetings of the CBI
- 2 To vote for capable persons to be CBI directors
- 3 To let the CBI know when member contact details change
- 4 To check statements and report queries therein to the CBI
- 5 To inform the CBI if the member has difficulties in repaying loan and discuss alternative repayment options
- 6 To protect the good name of the CBI
- 7 To help attract new members by promoting the CBI
- 8 To own the minimum amount of shares required
- 9 To take a keen interest in the performance of the CBI
- 10 To educate oneself about the co-operative and the governance structure of the co-op
- 11 To use the products of the CBI and save regularly and repay loans as per agreement

Where to find support for establishing and registering a CFI

David de Jong

|  |  |  |  |  |  |
|---|---|---|---|---|---|
| 240 Madiba Street, Pretoria | Prudential Authority 370 Helen Joseph Street Pretoria | the dti Campus (Block F - Entlofukweni), 77 Meintjies Street, Sunnyside, Pretoria | NATIONAL OFFICE The Fields, Office Block A, 1066 Burnett Street, Hatfield, Pretoria | Riverwalk Office Park, Block B, 41 Matroosberg Road, Ashlea Gardens, Pretoria. | 127 - 15th Road, Randjespark, Midrand |
| 012 315 5932 cbda@treasury.gov.za | 0861 12 SARB 0861 12 7272 | 086 100 2472 | 0860 103 703 | 0800 20 37 22 | 0860 627 627 0860 NCR NCR |
| www.treasury.gov.za/coopbanks | http://www.resbank.co.za/RegulationAndSupervision/BankSupervision/BankingLegislation/COFBankact/Page/default.aspx | http://www.cipc.co.za/Coops.aspx | http://www.sedo.org.za/Pages/Home.aspx | https://www.fsc.co.za/ | http://www.ncr.org.za/index.php |

LOA LIST OF ACRONYMS

| | |
|--------|---|
| CBDA: | Co-operative Banks Development Agency |
| CBI: | Co-operative Banking Institution |
| CFI: | Co-operative Financial Institution |
| CIPC: | Companies and Intellectuals Property Commission |
| FSCA: | Financial Services Conduct Authority |
| FSC: | Financial Services Co-operative |
| PA: | Prudential Authority |
| SACCO: | Savings and Credit Co-operative |
| SARB: | South African Reserve Bank |



EDITORIAL

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Ask not what your country can do for you; ask what you can do for your country. - J Kennedy

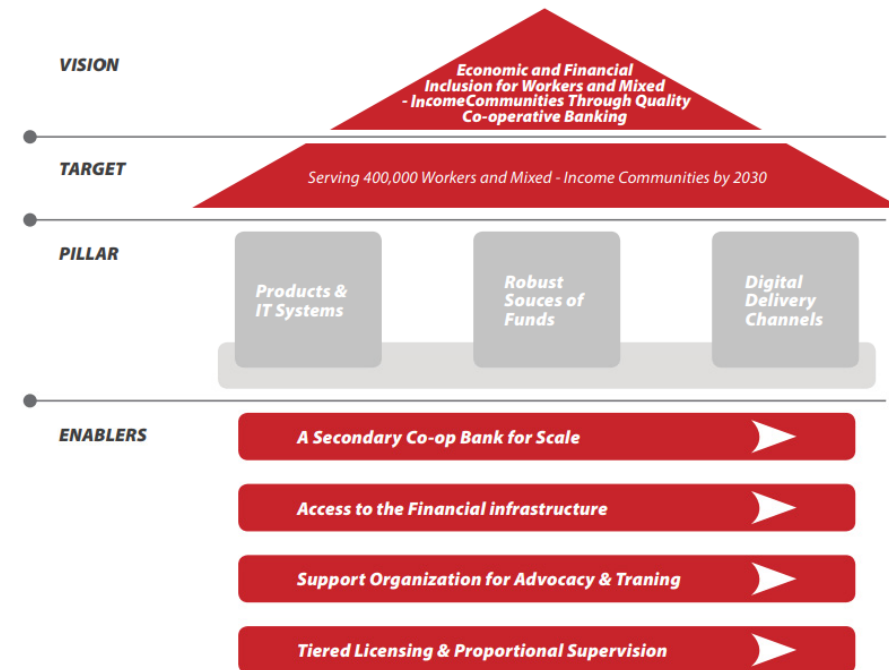


Engagement between the cooperative banking sector with the Gauteng Department of Economic Development (GDED).

Co-operative Banks Development Agency

The implementation of the pillars of the Cooperative Banking Sector Strategy is still underway with the sector at the helm of implementing two of the pillars.

Figure 1: Overview of Co-operative Banking Sector Development Strategy



¹ Although this survey was not intended to be statistically rigorous but rather inputs for the qualitative discussions, at the 95% confidence level the answers can be considered statistically valid, albeit with a 12% margin of error. A full version of the Co-operative Financial Institution/Co-operative Bank Members Survey 2020 is available via the CBDA's website.

ANNOUNCEMENTS

The Co-operative Banks Development Agency is pleased to announce that the Acting Managing Director was re-appointed in this quarter for another period of (6) months whilst we await the completion of the merger.

Appointments

Andile Ncube, Bachelor of Science graduate in Quantitative Risk Management (NWU) was appointed as a Senior Technical Analyst on 3rd January 2024.

He is a highly skilled professional with a passion for quantitative risk management and has a background in compliance and the financial sector.

He is equipped with a solid foundation in risk management and started his career as a compliance officer for a UK based company where he demonstrated a meticulous approach to regulatory compliance, as well as played a crucial role in maintaining ethical practices for clients he serviced.

Appointments (cont...)

Building on his expertise, Andile transitioned to become the Lead Analyst. This role allowed him to apply his quantitative risk management knowledge to a broader spectrum. He spearheaded analytical efforts, leveraging his skills to navigate various international markets.

We are looking forward to Andile's contributions towards the achievement of the CBDA mandate honing in on your independent views, innovative thinking and solutions driven towards sector challenges. We believe you are a great asset and good fit to the CBDA!!



We are pleased to announce the appointment of **Ms Prudence Motseo**, as the Deputy Chairperson of the CBDA Board. Since her appointment in 2022 she has made much strides by becoming the Chairperson of both the Human Resource & Remuneration and Risk & ICT committees .

THE CBDA BOARD APPOINTMENTS

The CBDA is pleased to announce the appointment of **Mr Jabulane Hlalethoa**, Divisional Executive, Corporate Services Financial Sector Conduct Authority as an additional board member who will start serving his term from the next board meeting in April 2024.

Mr Ishtiaq Amien, was reappointed for a second term as a board member until the incorporation of the Merger.

"A New Dawn Rising"

Training is Key!

Highlights

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UPDATE ON NATIONAL SECONDARY COOPERATIVE BANK (NSCB)

The National Secondary Cooperative Bank (NSCB) was established to create a common bank which will be fully owned by the Cooperative Banks (CBs) and Cooperative Financial Institutions (CFIs) that are its members. By better utilising the resources of this sector and expediting payment procedures, CBs and CFIs will be able to provide significantly better service offerings. The first-ever Board of nine (9) skilled members was formed during the 2023 Cooperative Banking Indaba, which was hosted at Sun City International in Rustenburg. Positive steps have been taken to nurture this concept with the Board having as its primary responsibility, to establish a cooperative bank that will improve the financial well-being of its members.

On March 15–17, 2024, the NSCB Board had the privilege of participating in a three-day onsite planning meeting in Pretoria. Through this meeting, policies were strengthened, and an action list focused on obtaining a cooperative bank license was developed. Although there is still much to be done, it can be said with confidence that the NSCB is off to a good start.

Appointment of a resident consultant

It is also key to highlight that Mr. David de Jong has been appointed by the World Bank as a Local Advisor for the NSCB. His mandate is to ensure that all procedures are followed for the obtaining of a license for this secondary cooperative bank.

Given the significance of this development for the NSCB's efforts, Mr. de Jong brings a wealth of knowledge and experience from his roles at the Prudential Authority (PA) and the Cooperative Banks Development Agency (CBDA) in the cooperative sector.

POPI & PAIA TRAINING

CBDA embarked on sourcing training with the information Regulator to assist the sector with training to ensure that the Act is understood and applied in terms of its different objectives, which are:

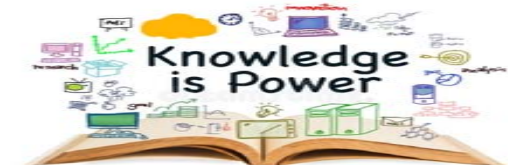
- * POPIA is to give effect to the constitutional right of privacy whereas
- * PAIA is essentially an access law to give effect to the constitutional right to access to information.

Protection of Personal Information

To promote the protection of personal information processed by public and private bodies; to introduce certain conditions so as to establish minimum requirements for the processing of personal information; to provide for the establishment of an Information Regulator to exercise certain powers and to perform certain duties and functions in terms of this Act.

Promotion of Access to Information Act, 2000

The Act seeks to, inter alia, give effect to the constitutional right of access to any information held by the state or by any other person where such information is required for the exercise or protection of any right.



Cooperative Banking Strategy Implementers!!

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WORKSHOP

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