



**NATIONAL ASSEMBLY**  
**QUESTION FOR WRITTEN REPLY**  
**QUESTION NUMBER: 2007 (NW2222E)**  
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**2007. Mr B R Topham (DA) to ask the Minister of Finance:**

With reference to his reply to question 589 on 26 May 2017, what is the name of each person who accumulated unduly large numbers of SA Reserve Bank shares before the South African Reserve Bank Act, Act 90 of 1989, was amended in 2010?

NW2222E

**REPLY:**

In terms of the SARB Act (read with the regulations made in terms thereof), the most effective powers of the shareholders are the approval of the appointment of auditors for the bank and their remuneration, as well as the election of seven non-executive directors to the board. Shareholders have no powers in terms of the SARB Act to terminate the office of any director. Of the board of directors' 15 members, eight directors (including the Governor and the three Deputy Governors), the majority of the 15 board members, are appointed by the President, also after consultation with the Minister of Finance. Shareholders elect seven non-executive directors from an approved list of candidates who may not necessarily be persons nominated by shareholders. The pool of candidates from which shareholders elect the directors is vetted by a Panel which is chaired by the Governor and includes a retired Judge.

The SARB Amendment Act, which introduced substantial amendments to the legal structure and operations of the SARB, amongst other things, adequately addressed the previous anomaly. Major amendments constituted the introduction of the concept of "associates" in respect of shareholders or potential shareholders of the SARB and the establishment of a

panel (established and convened by the Governor) to give effect to fit and proper principles with regard to non-executive directors elected by shareholders. It resulted in the existing numbers of SARB shares held by all persons who qualify as associates of a specific shareholder or potential shareholder being taken into account in the determination of the number of shares (limited to 10,000 shares) that the specific shareholder may lawfully hold or acquire. Shareholders were also hereafter only entitled to elect non-executive directors to the Board that had been declared eligible by the panel. The Board consists of fifteen directors (eleven non-executive and four executive directors) of which the President appoints eight, which includes the 4 Governors and 3 Deputy Governors. The shareholders elect the remaining seven.

Consequently, shareholders of the SARB have limited powers, which in addition to the above (at a general meeting of shareholders), are limited to discussing the annual report and financial statements of the SARB, appointing of the auditors and approving their remuneration and discussing special business duly placed on the agenda of the meeting.

The above is a correct reflection of the position. What may be added is that since the introduction of the SARB Amendment Act, 2010, any person, together with his, her or its associates who held more than 10,000 shares could exercise a maximum of no more than 50 votes. The SARB Amendment Act also provided for a process whereby shareholders who were, together with their associates holding more than the maximum of 10,000 shares, to regularise their shareholding. The Legal Services Department of the SARB embarked upon a process whereby the affected shareholders were informed of the legal changes and requirements and shareholders were encouraged and assisted to regularise their shareholdings.

Despite these efforts, the 15 shareholders mentioned hereunder were evidently not willing to regularise their shareholding in the SARB and the SARB was obliged to approach the High Court (as envisaged in terms of the SARB Amendment Act) for appropriate relief.

Name	Surname	RBS Reference	No. of Shares
Shimon	Barit	016760	10,000
Sibylla	Smude-Lang	016720	10,000
Werner Markus	Duerr	016689	10,000
Elfriede Luise	Duerr	016686	10,000
Ernst Albert	Duerr	016685	10,000
Peter	Duerr	016684	10,000
Carolin Charlotte	Duerr	016681	10,000
Frederic Michael	Duerr	016680	10,000
Sophia Mary	Duerr	016679	10,000
Josephine Johanna	Duerr	016675	10,000
H Meyer Family Trust		016614	10,000
Gwendoline Mildred	Meyer	016606	10,000
Zacharia Petronella	Munnik	016504	10,000
Herman Werner	Lang	016505	10,000
Sally Helen Hanscomb	Joubert	016456	9,200
			149,200