

PI COVER - COMPARISON VIEW

(BN. 123 of 2009)

BOARD NOTICE				PROVIDER'S VIEW	COMMENTS
No.	Category	Requirement	By When?		
1.	Cat I or IV provider who <u>does not</u> receive or hold clients' financial products or funds	Guarantees of a minimum of R 1 million OR Professional Indemnity Cover of a minimum of R 1 million	21 September 2010	Guarantees of R 1 million OR Fidelity Insurance AND Professional Indemnity of R 1 Million	<ul style="list-style-type: none"> • Provider errs by indicating Fidelity insurance AND Professional Indemnity
2.	Cat I or IV provider who receive or hold clients' financial products or funds	Guarantees of a minimum of R 1 million OR Professional Indemnity Cover AND Fidelity Insurance of a minimum of R 1 million	21 September 2010	Guarantees of a minimum of R 1 million OR Professional Indemnity Cover AND Fidelity Insurance of a minimum of R 1 million	<ul style="list-style-type: none"> • The Board Notice & Provider's wording can be misconstrued. You need: Professional Indemnity Cover of 1 Million OR Guarantees of 1 Million PLUS Fidelity Insurance cover of R 1 Million (In other words, appropriate cover of a total of R 2 Million)
3.	Cat II provider who <u>does not</u> receive or hold clients' financial products or funds	Guarantees of a minimum of R 1 million OR	21 March 2010	Guarantees of a minimum of R 1 million OR	<ul style="list-style-type: none"> • Correct

		Professional Indemnity Cover of a minimum of R 1 million		Professional Indemnity Cover of a minimum of R 1 million	
4.	Cat II provider who receive or hold clients' financial products or funds	Guarantees of a minimum of R 5 million OR Professional Indemnity Cover AND Fidelity Insurance of a minimum of R5 million	21 March 2010	Guarantees of a minimum of R 5 million OR Professional Indemnity Cover AND Fidelity Insurance of a minimum of R 5 million respectively	<ul style="list-style-type: none"> • The Board Notice & Provider's wording can be misconstrued. You need: Professional Indemnity Cover of 5 Million OR Guarantees of 5 Million PLUS Fidelity Insurance cover of R 5 Million (In other words, appropriate cover of a total of R 10 Million)
5.	Cat IIA provider who <u>does not</u> receive or hold clients' financial products or funds	Guarantees of a minimum of R 5 million OR Professional Indemnity Cover of R5 million	21 March 2010	Guarantees of a minimum of R 5 million OR Professional Indemnity Cover of R 5 million respectively	<ul style="list-style-type: none"> • Correct
6.	Cat IIA provider who do receive or hold clients' financial products or funds	Guarantees of a minimum of R 5 million OR Professional	21 March 2010	Guarantees of a minimum of R 5 million OR Professional Indemnity Cover AND Fidelity Insurance of a minimum of R	<ul style="list-style-type: none"> • The Board Notice & Provider's wording can be misconstrued. You need:

		Indemnity Cover AND Fidelity Insurance of a minimum of R5 million		5 million respectively	Professional Indemnity Cover of 5 Million OR Guarantees of 5 Million PLUS Fidelity Insurance cover of R 5 Million (In other words, appropriate cover of a total of R 10 Million)
7.	Cat III provider who do receive or hold clients' financial products or funds	Guarantees of a minimum of R 5 million OR Professional Indemnity Cover AND Fidelity Insurance of a minimum of R5 million	21 March 2010	Guarantees of a minimum of R 5 million OR Professional Indemnity Cover AND Fidelity Insurance of a minimum of R 5 million respectively	<ul style="list-style-type: none"> • The Board Notice & Provider's wording can be misconstrued. You need: Professional Indemnity Cover of 5 Million OR Guarantees of 5 Million PLUS Fidelity Insurance cover of R 5 Million (In other words, appropriate cover of a total of R 10 Million)