



## Insurance Act No. 18 of 2017

### Notice of the variation of licensing conditions in terms of section 26 of the Insurance Act, 2017 (Act No. 18 of 2017): Nedgroup Insurance Company Limited

I, Fundi Tshazibana, with the concurrence of the Financial Sector Conduct Authority, and acting in terms of section 126(1)(a) of the Financial Sector Regulation Act, 2017 (Act No. 9 of 2017) read with section 26(1)(a) and 26(4) of the Insurance Act, 2017 (Act No. 18 of 2017) (the Insurance Act), hereby give notice of the variation of licensing conditions of Nedgroup Insurance Company Limited (NEDIC).

In terms of this notice, the classes and sub-classes of the non-life insurance business that NEDIC is currently licensed to conduct are hereby varied to include:

CLASS OF BUSINESS	SUB-CLASS	DESCRIPTION
Miscellaneous	Personal Lines: <ul style="list-style-type: none"><li>Non-Motor Warranty (non-motor extended warranty to support a new appliance extended warranty product)</li></ul>	Inside South Africa only

#### Extent of the variation and conditions

- (i) The varied licensing conditions came into effect on 11 November 2022.
- (ii) NEDIC is only permitted to conduct non-life insurance business in the approved classes and sub-classes specified in Annexure A, and subject to the conditions as set out in Annexure B, attached hereto.

**Fundi Tshazibana**  
**Chief Executive Officer**

**Date:**

## Annexure A

### Approved classes and sub-classes of non-life insurance business

CLASS OF BUSINESS	SUB-CLASS	DESCRIPTION
Motor	Personal Lines	Inside Republic of South Africa (RSA)
	Commercial Lines	
Property	Personal Lines	Inside RSA
	Commercial Lines	
Legal Expenses	Personal Lines	Inside RSA
Accident and Health	Individual Personal Lines	Inside RSA
Consumer Credit	Personal Lines	Inside and outside RSA
Miscellaneous	Personal Lines	Inside RSA. Refer to <b>Annexure B (B.2)</b>
Reinsurance - Inward	Proportional	Proportional – In respect of: Motor (Personal and Commercial Lines), Property (Personal and Commercial Lines) and Consumer Credit (Personal Lines)

**License conditions as per section 25(8) of the Act**

1. Business outside the Republic of South Africa (Republic), as contemplated in section 5(5) of the Act, is only in respect of inwards reinsurance business in the jurisdictions listed in paragraph B.4 below. Further approval from the PA is required for the addition of any other jurisdiction.
2. Furthermore, business outside the Republic of South Africa (Republic), as contemplated in section 5(5) of the Act, is only in respect of inwards reinsurance business in the Consumer Credit class of business and Personal Lines subclass which is in run-off from 1 June 2020 until 31 May 2025. Further approval from the PA is required for the addition of any other classes and/or subclasses.
3. The Miscellaneous class is only offered in respect of Personal Lines subclass for the following products and covering the following risks:

<b>Product</b>	<b>Risk Covered</b>
Credit Shortfall	Where car is purchased through credit, there may be an instance when a car is written-off and the insurance sum-insured is less than the outstanding debt on the car. This insurance is designed to cover that shortfall.
Dent and Scratch	Where car gets small dents and scratches, which ordinarily do not qualify through comprehensive insurance, this insurance provides cover to have this minor fixes.
Tyre and Rim	Where tyres or rims are damaged during the normal course of driving, this insurance provides cover to have the tyre or rim replaced.
Warranty and Extended Warranty	This insurance provides protection for mechanical and electronic components failure in cars, through the normal warranty terms of the vehicle or the time beyond that.  Non-motor extended warranty to support a new appliance extended warranty product)

4. Reinsurance is only offered in respect of the following classes:

<b>Class of Business</b>	<b>Sub-Class of Business</b>
Motor	Personal Lines
Motor	Personal Lines
Property	Personal Lines
Property	Commercial Lines
Consumer Credit	Personal Lines

5. Approved jurisdictions: Republic of Namibia
6. No business may be written through a cell structure.