

GOVERNMENT NOTICE

FRIENDLY SOCIETIES

NAMIBIA FINANCIAL INSTITUTIONS SUPERVISORY AUTHORITY

No. X

2021

STANDARDS MADE UNDER THE FINANCIAL INSTITUTIONS AND MARKETS ACT, 2021

The Namibia Financial Institutions Supervisory Authority has under section 410(7) of the Financial Institutions and Markets Act, 2021 (Act No. 2 of 2021), made the Standards set out in the Schedule.

**Gersom Katjimune
Chairperson**

Windhoek,

2021

DRAFT STANDARD

THE PERCENTAGE OF THE FAIR VALUE OF PROPERTY REFERRED TO IN SECTION
306(2) OF THE ACT

NAMIBIA FINANCIAL INSTITUTIONS SUPERVISORY AUTHORITY

Standard No. FS.S.6.13

FINANCIAL INSTITUTIONS AND MARKETS ACT, 2021 [Act No. 2 of 2021]

The percentage of the fair value of property referred to in section 306(2) of the act

Standard No. FS.S.6.13

issued by NAMFISA under Section subsections 306(2) and 410(7)(l) of the Financial Institutions and Markets Act, 2021

Definitions

1. (1) In this Standard -
 - (a) “Act” means the *Financial Institutions and Markets Act, 2021* [Act No. 2 of 2021], and includes the regulations prescribed under the Act and the standards and other subordinate measures issued by NAMFISA under the Act;
 - (b) Words and phrases defined in the Act bear the meanings ascribed to them by the Act.

Applicability

2. This standard applies to all Friendly Societies registered under the Act.

Fair value of property

3. A Friendly Society may grant loans secured by first mortgages of immovable property to any of its members in terms of section 306(2) of the Act only to the extent to which the amount of such loan, expressed as a percentage of the fair value of the property, does not exceed 75 (seventy five) percent.