

November 2015

Dear Adviser

Third party payments

Please take note that PSG Wealth (PSG Life and PSG Invest) will no longer permit third party payments. Third party payments have been permitted in the past on the basis that the client provides his/her express consent and that the identity of the third party is verified before a payment is made.

Going forward, payments will only be made to the bank account of the client. The only exception is in cases where the client is a minor, in which case a third party payment to the parent or guardian will be allowed.

This change is based on the principle that no funds of a client should flow from an accountable institution to a third party without first being paid into the account of the client concerned. Intermediaries in the financial system must know with whom they are doing business, and the paper trail of transactions through the financial system must be preserved. A payment of client funds to a third party is contrary to sound anti-money laundering control practices.

The above must not be confused with a debit order that is deducted from a third party bank account. Such debit orders will continue to be allowed, given that the adviser will ensure that the relevant FICA requirements have been met.

This practice will be enforced across the entire PSG Wealth platform.

If you have any enquiries, please contact your PSG Investment Specialist or one of our Client Service Consultants on 0860 774 774 or clientservice@psg.co.za.

We thank you in advance for your cooperation and continued support.

Kind regards



Marilize Lansdell
Head of PSG Life and PSG Invest