

March 2016

Dear Adviser

**Third party payments from investments**

This adviser notice serves to update and replace Adviser Notice 43 (November 2015). We need to point out that third party payments as a general rule are not allowed as this practice results in an increased business risk due to fraud. No third party payments will be made from the PSG Wealth Preservation Funds, the PSG Wealth Retirement Annuity Fund, the PSG Wealth Equity Living Annuity Fund or the PSG Wealth Tax-Free Investment Plan.

**Payments will be made into the bank account of a person other than the investor in the following exceptional circumstances with the provision of the following documents only:**

Payment to a parent of a minor child	Required documentation
Where the investor is a minor child and the parent/guardian requests payment into their account. <u>Please take note that this does not apply to the Tax-Free Investment Plan as the regulations stipulate that any payment must be allocated to the bank account of the minor.</u>	<ul style="list-style-type: none"> <li>• Copy of birth certificate (minor child)</li> <li>• If the guardian is not a parent, proof of guardianship will be required</li> <li>• FICA documentation for the parent/guardian as set out in the PSG FICA Internal Rules</li> </ul>
Payment to a spouse of the investor	Required documentation
Where an investor requests that the proceeds of their investment be paid into their spouse's bank account.	<ul style="list-style-type: none"> <li>• Copy of marriage certificate</li> <li>• Third Party Indemnity Form (signed by the PSG Wealth investor)</li> <li>• FICA documentation for the spouse as set out in the PSG FICA Internal Rules</li> </ul>
Payment to a joint investor	Required documentation
Where investors who hold a joint investment request payment into either one of the joint investor's bank accounts.	<ul style="list-style-type: none"> <li>• Third Party Indemnity Form (signed by both PSG Wealth investors)</li> </ul>
Payment to a joint bank account	Required documentation
Where an investor requests payment into a joint bank account.	<ul style="list-style-type: none"> <li>• Third Party Indemnity Form (signed by the PSG Wealth investor)</li> <li>• FICA documentation for the joint bank account holder as set out in the PSG FICA Internal Rules</li> </ul>
Payment to a bank account held by another PSG Wealth, PSG Asset Management or PSG Insure entity	Required documentation
Where an investor requests that the proceeds of their investment be paid into an account in the investor's name held by another PSG entity, i.e. PSG Wealth, PSG Asset Management and PSG Insure.	No Third Party Indemnity Form required

Payment to a third party financial institution	Required documentation
Where an investor requests that the proceeds of their investment be paid into the bulk account or nominee account of a third party financial institution.	<ul style="list-style-type: none"><li>• Copy of the third party financial institution application form (signed by the PSG Wealth investor)</li><li>• Third Party Indemnity Form (signed by the PSG Wealth investor)</li></ul>

If you have any queries, please contact your Investment Specialist or one of our Client Service Consultants on 0860 774 774 or at [clientservice@psg.co.za](mailto:clientservice@psg.co.za).

Kind regards



**Cindy Tshabalala**  
Head of Client Service