



SOUTH AFRICAN RESERVE BANK
Prudential Authority

Prudential Communication 15 of 2025

Financial Sector Regulation Act, 2017

Insurance Act, 2017

Prudential Communication 15 of 2025

Notice of invitation to comment – Proposed Amendments to Prudential Standard FSB 1 – Framework for Financial Soundness of Branches

On 9 March 2018, the Prudential Authority (PA) published the draft Prudential Standard (FSB 1) Framework for Financial Soundness of Branches (the Standard). The Standard sets out the high-level framework for assessing the financial soundness of branches of foreign reinsurers in South Africa. The Standard came into effect on 1 July 2018.

A limitation has been observed with the Standard and the PA finds it necessary to make amendments pertaining to the calculation of minimum trust assets.

The PA has today published the following documentation in terms of the provisions of section 98 of the FSR Act:

- (a) the amendment notice – Annexure A;
- (b) a marked-up version of the Prudential Standard – Annexure B
- (c) the Statement of the need for, expected impact and intended operation (Statement) – Annexure C; and
- (d) the Comments Template – Annexure D.

Comments on the documents highlighted above must be made using the Comments Template provided (Annexure D) and submitted to PA-Standards@resbank.co.za for the attention of Mr Jooste Steynberg on or before 19 December 2025.

Fundi Tshazibana

Fundi Tshazibana
Chief Executive Officer
Date: 30/10/25