

## ACKNOWLEDGEMENT AND INDEMNITY

We, as directors of the ..... co-operative,  
met on this the .....day of .....20..... and acknowledge the  
following:

1. That registration to the **samaf** is voluntary but compels us to meet all the regulatory requirements as required by the **samaf** once application is made and approved by the **samaf**.
2. The **samaf** reserves the right to refuse approval of your application
3. That by applying to the **samaf** for registration our FSC is committing itself to meet prudential standards as published by the Registrar of Cooperatives practice notes and samaf Rules, which includes a commitment to
  - 2.1 Submission of Quarterly compliance reports (as per spot 50 and 61)
  - 2.2 Board of director code of conduct as outlined in Cooperatives Act 2005
  - 2.3 Meeting prudential standards (as per **SAM007**)
  - 2.4 Fit and proper directors and staff commitment (as per **SAM008**)
  - 2.5 Management, policy and operational guidelines (as per **SAM010**)
4. Any FSC who, in the opinion of the RRSS committee, having considered sufficient evidence fails to:
  - o maintain prudential standards of operation,
  - o comply so as to jeopardize the good name and public image of FSCs and Cooperative Banks in general
  - o comply with Conditions of registration per point 3 above
  - o comply with any Act or
  - o comply with Government Notice R 887 of 22 August 2008
  - or
  - o comply with Practice notes of the Registrar of Cooperatives and samaf rulesfaces possible sanction, a fine and will be issued a Non-Compliance notice that could result in the termination of its registration

5. That termination/non-compliance to our **samaf** license will effectively mean our FSC will be operating outside of the legal framework of the Banks Act 1990 and there will legal consequences.
6. That our FSC is an independent and autonomous institution, and decisions taken by the FSC will always be in the best interests of the FSC members and FSC as a cooperative.
7. That the FSC is responsible to ensure its director's meet the requirements of all relevant legislation on appointment (e.g. does not have a criminal record), and that the **samaf**, by regulating FSC is not liable for non compliant directors or staff.
8. That the board of directors of our FSC is responsible for all matters occurring within our FSC and that the role of **samaf** as supervisor does not in any way (abdicate) replace our fiduciary responsibility to the cooperative.
9. Neither the **samaf** Regulator: FSCs, the RRSS committee its examiners, inspectors nor outreach coordinators, the **samaf**, its CEO or employees thereof, nor any committee of the **samaf** shall incur any liability in respect of any act or omission performed in good faith under or by virtue of the FSCs registration to it.

Directors full name	Signature
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3.	
4.	
5.	

