



Real Estate Business Owners of South Africa (ReBOSA)  
Cape Town  
8005

*Tuesday, 13 August 2024*

Dear ReBOSA Board,

**Re: Requirements relating to BEE and Issuance of FFC's**

We are writing to inform you of the decision made by our Board regarding the requirements for Broad-Based Black Economic Empowerment (BEE) and the issuance of Fidelity Fund Certificates (FFC's).

After careful consideration and consultation with our legal advisors, we have resolved that the term "valid" in the context of BEE certificates does not imply "compliant". This decision aligns with the recent legal opinion received by our Board. In light of this decision, we will now require industry participants to submit BEE certificates that are valid. We believe this clarification will ensure a more accurate with the requirements of section 50(a)(x) of the Property Practitioners Act. Moreover, in accordance with our commitment to upholding democratic principles, the Board remains steadfast in its pursuit of realizing its obligations towards the transformation of the property sector. This endeavour will still be undertaken in strict adherence to the relevant legal and regulatory framework that falls within our jurisdiction and authority.

We will communicate this updated stance to the industry and appreciate your support in ensuring a smooth implementation of this decision. If you have any questions or concerns, please do not hesitate to contact us.

Thank you for your patience and to this matter.

Yours Faithfully

**Dr STEVEN NGUBENI** *\_ Pr Plan, Pr Aval. MA; MSc; MPA; LLM; PhD.*  
PPRA BOARD CHAIRPERSON