UMNOTHO™ FINANCIAL INSTITUTE

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BUILDING SUSTAINABLE COMMUNITIES

BUSINESS ACCOUNT AND SHAREHOLDER

REGISTRATION FORM

Umnotho is granted a banking licensed by the South African Reserve Bank (CFI0002).
Umnotho is a registered credit provider licensed by the National Credit Regulator (NCR16973).

WHAT DO YOU GET WITH YOUR BANK ACCOUNT?

- Access to work and business opportunities at Umnotho
- Get a Business Loan
- Get a Purchase Order Finance
- A Business Savings Account Earning up to 5% Interest
- You Become a Shareholder

REGISTRATION AMOUNT: R700
Registration Fee: R200
Share Contribution: R500
You can get up to 50 shares (R25 200)

Company/Enterprise Name			
Registration Number		Type of Entity (E.g. Company, NPO, Trust)	
Business Contact Number		Email	

Business Address:
.....
.....Postal Code:.....

YOUR PRODUCTS AND SERVICES

List the services and products your business offer

1.	3.	5.
2.	4.	6.

COMPANY REPRESENTATIVE

Company Representative Name		Surname				
ID/Passport Number		Male		Female		
Cellphone Number		Email				
Second Company Rep Name		Surname				
ID/Passport Number		Male		Female		
Cellphone Number		Email				

ADDITIONAL SHARES	**How many Shares in total do you want?**		**Each Share is R500**

REGISTRATION: R700

- **At registration, a total of R700 is payable: (R200 Joining Fee plus R500 for one Share)**
- **Submit Form at Umnotho offices, via email: info@umnotho.org.za or WhatsApp: 076 130 5761 Details are above.**
- **Please attach Company Documents and ID copy of the Company Representative**

BANKING DETAILS

Account Holder: Umnotho Financial Institute
Standard Bank Account No: 421 106 921
Reference: Company Name

UMNOTHO BANK ACCOUNT TERMS AND CONDITIONS (TERMS)

1. Introduction

1.1. Umnotho Financial Institute Primary Co-operative Limited (Umnotho) was granted a banking license (Reg No: 0002) by the South African Reserve Bank as per the Co-operative Banks Act No. 40 of 2007..
1.2. Umnotho is a registered Credit Provider (NCRCP16973) with the National Credit Regulator (NCR).
1.3. Umnotho Financial Institute is owned by its Members. Every Member is a Shareholder.
1.4. Children under the age of 18 are welcome to be Members.
1.5. The Umnotho Bank Account Terms and Conditions (Terms) are a binding Agreement between the Member and Umnotho, and these Terms become effective upon signature of this Agreement.
1.6. These Terms should be read and understood in conjunction with Umnotho's constitution, savings and loan policies, as well as the Co-operative Banks Act No. 40 of 2007.

2. Definitions

The following words are defined for consistency. These words will begin with a capital letter, where indicated. Singular words include the plural and the other way round.

2.1. **"Agreement"** means the Umnotho Bank Account Terms and Conditions accepted and signed by the Member;
2.2. **"Commencement Date"** means the date of signature of this Agreement;
2.3. **"Community Bank"** or **"Bank"** means Umnotho Financial Institute;
2.4. **"Member"** means the person entering into this Agreement with Umnotho;
2.5. **"Nominated Beneficiary"** means a person nominated by the Member to receive the investment proceeds, savings, and shares in the event the Member dies or becomes permanently disabled;
2.6. **"Share Certificate"** means a legal document issued by Umnotho as proof of shares acquired by the Member;
2.7. **"Share Contribution"** means a share price paid to acquire one share in Umnotho Financial Institute;
2.8. **"Shareholder"** means a Member who has acquired one or more shares in Umnotho Financial Institute;
2.9. **"Stand or Residential Stand"** means a plot of land within the housing developments by Umnotho For Empowerment;
2.10. **"Umnotho"** means Umnotho Financial Institute Primary Co-operative Limited; and
2.11. **"Umnotho For Empowerment"** means a Non-Profit Organisation (NPO) registered as per of the Non-Profit Organisation Act No. 71 of 1997 with registration number NPO: 070-858.

3. Our Objectives

3.1. Umnotho Financial Institute aims:
3.1.1. To provide tailor-made financial services to Members seeking affordable housing solutions and investment opportunities;
3.1.2. To generate income and to pay out dividends to its Shareholders while advancing to become a commercial bank; and
3.1.3. To promote and to advance the social and economic welfare of its Members by enhancing access to banking and financial services.

4. Share Contribution and Dividends

4.1. The Share Contribution amount is R500, which secures the Member one share in the Community Bank. Joining fee is R200.
4.2. Every Member must have at least one share, which is regarded as a Mandatory Share.
4.3. Members can acquire any number of shares provided his/her shares do not exceed 10% of the total share capital in the Community Bank. The additional shares are regarded as Voluntary Shares.
4.4. Upon request, the Community Bank will issue Members with Share Certificates for the shares acquired.
4.5. Dividends represent the distribution of profits to Shareholders, based upon the number of shares held in the Community Bank.

5. Payments and Banking Details

5.1. Payments for registration, shares, savings, and loan repayments should be deposited into Umnotho's bank account:

Account Holder: Umnotho Financial Institute
Bank: Standard Bank
Account Number: 421 106 921

6. Savings Accounts

6.1. A Member must have at least one of the following savings accounts:
6.1.1. Home Building Savings Account**;**
6.1.2. Money Booster Account;
6.1.3. Young Champ Account;
6.1.4. Business Savings Account; and
6.1.5. Multigenerational Savings Account.
6.2. Members can choose one or more of the savings accounts.

7. Home Building Savings Account

7.1. The Home Building Savings Account is meant for Members who wish to save towards building their own houses.
7.2. Members can earn up to 8% interest per annum.
7.3. To earn interest, a Member must have a minimum savings of R1 000 saved in the account.
7.4. Savings will mature when Umnotho For Empowerment issues the Member with his/her Residential Stand;
7.5. Should a Member wish to withdraw funds from the account before maturity, an early withdrawal penalty of R200 shall be charged.
7.6. To keep the account active, there must be a minimum balance of R500 in the account.

Initials:_____

8. Money Booster Account

8.1. The Money Booster Account is a savings account meant for Members who want to save and grow their money.
8.2. Members can earn up to 7% interest per annum.
8.3. To earn interest, a Member must have a minimum savings of R1 000 in the account.
8.4. A 7 days' notice will be required to withdraw funds. Should a Member wish to withdraw funds without a 7 days' notice, an early withdrawal penalty of R150 shall be charged.
8.5. To keep the account active, there must be a minimum balance of R500 in the account.

9. Young Champ Account

9.1. The Young Champ Account is a savings account meant for children under the age of 18 years.
9.2. Members can earn up to 5% interest per annum.
9.3. To earn interest, a Member must have minimum savings of R500 in the account.
9.4. A 7 days' notice will be required to withdraw funds from the account. Should a Member wish to withdraw funds without a 7 days' notice, an early withdrawal fee of R50 shall be charged.
9.5. To keep the account active, there must be a minimum balance of R200 in the account.

10. Multigenerational Saving Account

9.1 Multigenerational Saving Account is a saving Account meant for saving towards building generational wealth.
9.2 The minimum monthly savings is R100.
9.3 Members can earn up to 6.5 % interest annually
9.4 No withdrawal in the first year of the savings account. After the first year, a Member shall give 7 days' notice for withdrawals. Should a Member wish to withdraw without notice, an early withdrawal fee of R150 will apply.
9.5. Members can borrow money against their savings as an interest-free loan.

11. Business Savings Account

11.1. A Business Savings Account is meant for companies and organizations registered as Members. The registered businesses are referred to as Enterprise Members.
11.2. A business can earn up to 5% interest per annum.
11.3. To earn interest, the Enterprise Member must have minimum savings of R1000.
11.4. A 3 days' notice will be required to withdraw funds from the account. Should a Member wish to withdraw funds without a 3 days' notice, an early withdrawal fee of R200 shall be charged.

12. Dormant Accounts

12.1. A savings account will be considered dormant if there are no deposits or withdrawals for 12 months in the account.
12.2. A savings account will be considered dormant if the balance in the account is below the required minimum balance.
12.3. A dormant account will not earn interest, and it will not be charged administration fees.
12.4. A fee of R50 will be charged to activate a dormant account.

13. Interest on Savings

13.1. Interest rates differ based on the product and balance in the savings account. Interest rates on products are published and available on www.umnotho.org.za.
13.2. Interest is calculated monthly and capitalized annually into the Member's account.
13.3. The Community Bank will apply variable interest rates using a market-based adjustment approach. The interest rates are subject to change at the Bank's discretion.

14. Charges and Fees

14.1. When Members deposit their savings and loan repayments, third-party fees and charges will be transferred to Members.
14.2. The fees are adjusted and published every year on www.umnotho.org.za.

15. Statements

13.1. Members can request statements from the Bank's office. Members are entitled to one statement per month, which can be sent electronically or printed.

16. Home Building Loans

14.2 Building Loans will only be availed to Members who have more than R2 000 savings in their Building Savings Account.
14.3. Before taking the Building Loan, the full terms of the loan agreement, which will include the cost of the loan and repayment amounts, will be presented to the applying Member.

17. Personal and Business Loans

17.1. Members can access personal and business Loans.

18. Termination of Agreement and Refunds

18.1. This Agreement shall be terminated upon:
18.1.1. Voluntary termination by Member, subject to a 1-month notice;
18.1.2. Expulsion of a Member.;
18.1.3. Permanent disability or death of a Member.
18.2. Upon the Member's death or permanent disability, his/her shares and savings will be transferred to the Nominated Beneficiary as entered by the Member.
18.3. Upon termination of membership, a Member shall be entitled to receive the full amount in his/her savings accounts less the amount of any loan and fines payable.

19. Governing Law and Jurisdiction

19.1. This Agreement shall in all respects be governed by the laws of South Africa.

20. Acceptance of Terms

20.1. By signing below, I hereby confirm to have read, understood and agree to the Terms contained in this Agreement.

Full Name:_____

Signature:_____

Date:_____

PLEASE ATTACH:

1. **ID Copy**
2. **Proof Of Residence**
3. **Proof Of Payment: Registration and Shares**