

NATIONAL CREDIT REGULATOR

(An Overview)

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Who is the NCR?

- Established as a regulator of the consumer credit industry by S12 of the NCA (Act 34 of 2005)
- NCR operates from Midrand
- Has jurisdiction throughout the Republic

What does the NCR do?

- Promote and support the development of a fair and transparent credit market
- Conduct research into the credit market
- Register Registrants
- Consumer education
- Enforce the act
- Assess compliance of registrants
- Advise the minister on national policy

Importance of the NCR?

- Support a healthy and sustainable credit market
- Assists in consumer protection
- To promote a fair and non discriminatory market place
- Prevent over indebtedness
- Promote a consistent enforcement framework in the credit market

Our registrants

Credit Providers



Credit Bureaus



**19.97 million
Credit Active Consumers**

Credit Bureaus = 13

**Credit Providers =
approximately 5 500**



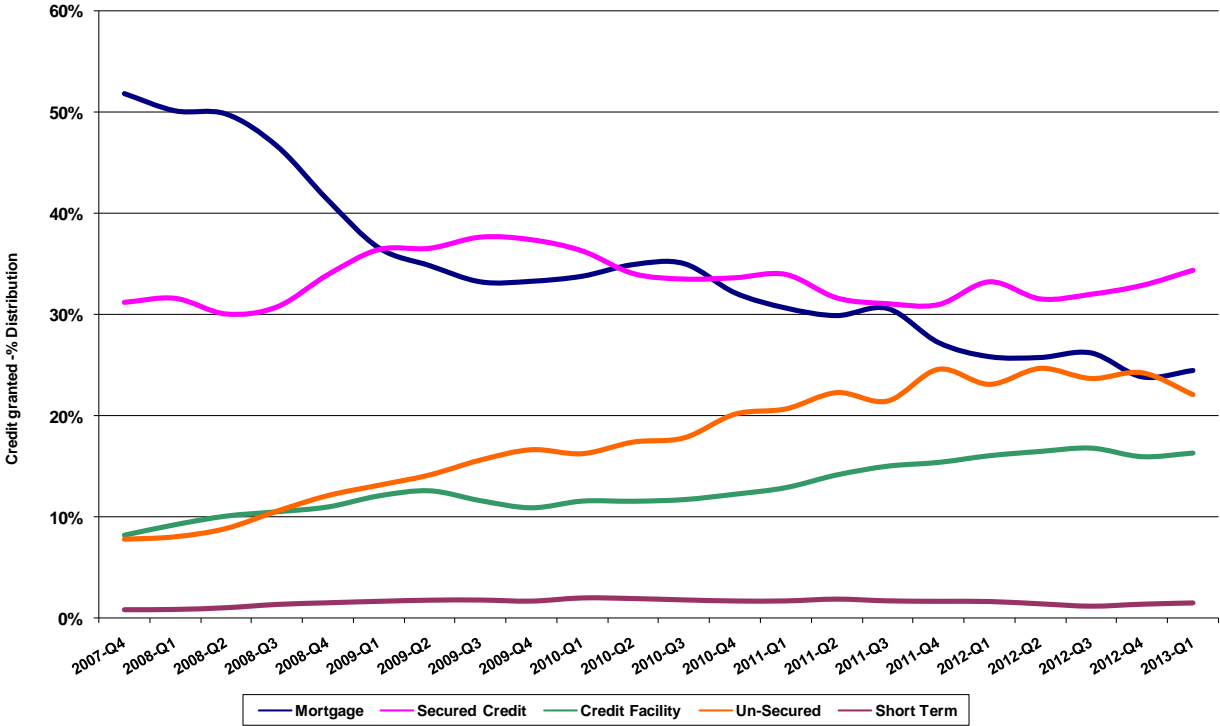
Debt Counsellors

**Debt Counsellors =
approximately 2 100**

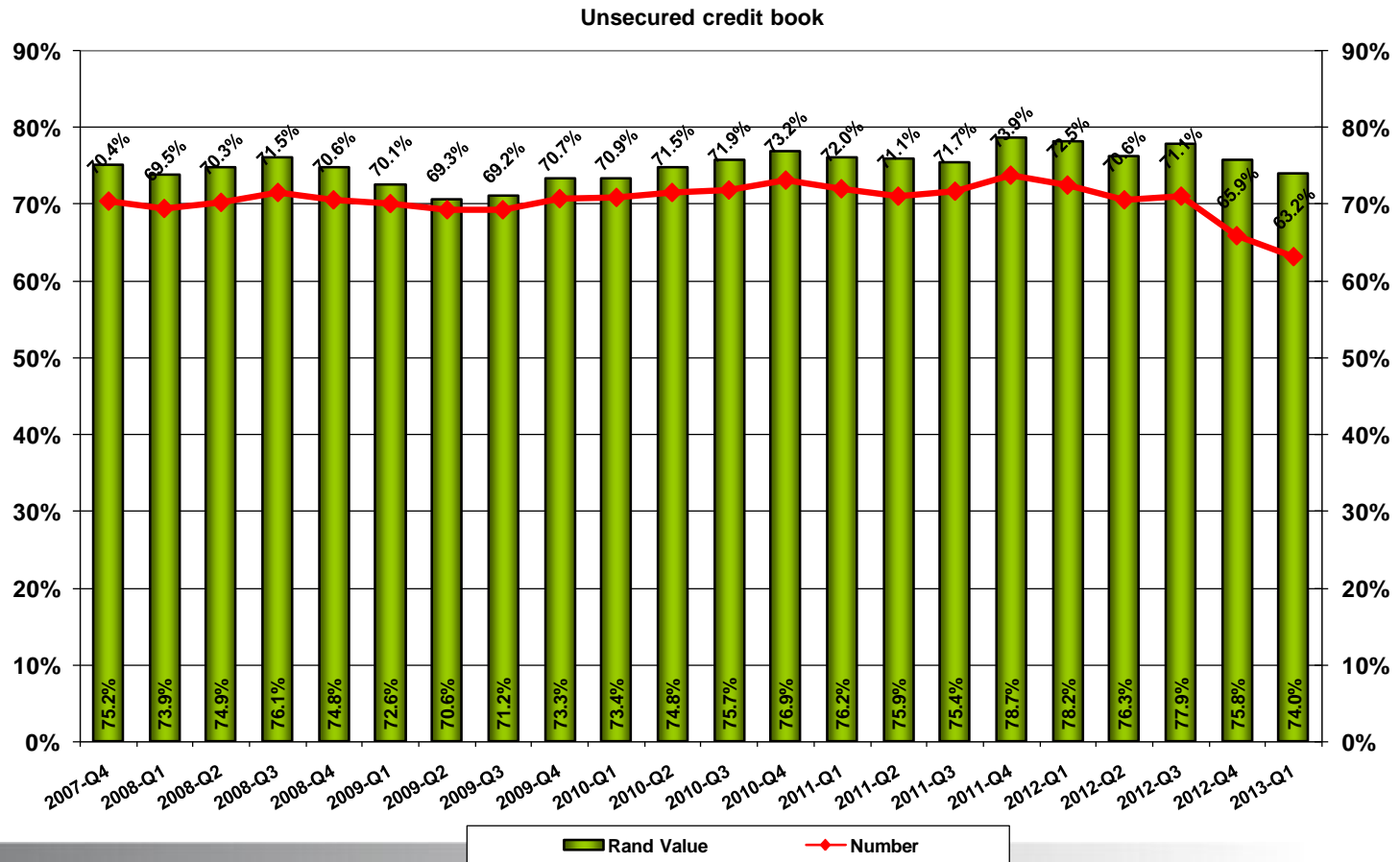


Breakdown of credit granted

Credit granted



Unsecured Credit



Partnering with other stakeholders

- Co operation with other regulators in such projects as TCF
- Close liaison with industry players to inter alia obtain continual feedback as to important issues
- Partnering assists with education of the public

Credit Granted

Agreement	2012-Q1	2012-Q2	2012-Q3	2012-Q4	2013-Q1	2013-Q1% Distribution	% Change (Q1/Q4)	% Change (Y/Y)
Mortgage	796,329,490	814,645,080	819,679,887	809,135,730	798,484,218	55.02%	-1.32%	0.27%
Secured Credit	255,553,186	263,108,288	271,454,941	286,559,482	295,037,398	20.33%	2.96%	15.45%
Credit Facility	147,340,977	153,565,919	158,866,811	165,857,623	171,440,472	11.81%	3.37%	16.36%
Un-Secured	120,811,141	131,309,923	139,978,673	159,254,492	164,605,846	11.34%	3.36%	36.25%
Short Term	882,032	855,265	852,408	1,135,923	999,930	0.07%	-11.97%	13.37%
Developmental				21,188,021	20,759,566	1.43%	-2.02%	0.00%
Total	1,320,916,825	1,363,484,475	1,390,832,721	1,443,131,271	1,451,327,429	100.00%	0.57%	9.87%

What consumers should look out for when dealing with credit providers

- Are they registered with the NCR?
- Ensure they have a registration certificate
- Ensure you obtain a pre agreement statement and quotation
- Check the interest and other items charged for, which must not exceed the statutory maximum (Regulations 42 & 44)

Smart spending over Xmas season

- Live within your means
- Preferably utilise credit for non consumption items
- Shop around for the best deal
- Ensure you understand the obligations that you incur when transacting

CREDIT INFORMATION AMNESTY

- DTI initiatives (EXCO project)
 - Removal of adverse information from credit bureau records
- Purpose of Credit Amnesty
 - Enable listed consumers to obtain employment and rental accommodation
 - Enable listed consumers to access credit if they can afford further credit
 - Reduce the cost of credit for listed consumers

Thank you

www.ncr.org.za

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