07 December 2021

RE: SASRIA SOC Limited update notification of a rate review.

Dear valued client,

Following civil unrest in KwaZulu-Natal & Gauteng which occurred from 9 to 18 July 2021, and losses exceeding R 50 billion, please note that this letter serves as notice on all policies that currently enjoy SASRIA cover.

SASRIA announced the following rates increases with effect from 1st February 2022;

Rating Code	New Rate (VAT Incl)
CW – Contract Works	0,08661%
F2 – Fire Commercial	0,02906%
F2 – Fire Commercial (Office)	0,02088%
GIT – Goods in Transit	0,17408%
M2 – Light Commercial Vehicles	0,07062%
M3 – Taxis	0,02130%
M5 – Buses	0,56499%
M6 – Mobile Plant	0,05663%
M8 – Heavy Commercial Vehicles	0,34506%
MUN – Municipalities	0,02958%

Herewith an **illustration** of the impact on premium per annum (**exclusive of VAT**) on sections which affects our clients **most:**

F2 - Fire		
Sum Insured	Current Premium	New Premium
100 000	15.13	25.29
200 000	30.26	50.57
500 000	75.65	126.43
1 000 000	151.30	252.86
2 000 000	302.61	505.72

M8 – Heavy Commercial Vehicles		
Sum Insured	Current Premium	New Premium
100 000	16.34	300.05
200 000	32.68	600.10
500 000	81.70	1 500.25
1 000 000	163.39	3 000.49
2 000 000	326.78	6 000.98

M2 – Light Commercial Vehicles		
Sum Insured	Current Premium	New Premium
100 000	39.47	61.41
200 000	39.47	122.82
500 000	39.47	307.05
1 000 000	39.47	614.09
2 000 000	39.47	1 228.19

Goods In Transit:

Effective 1st February 2022:
1,7712% monthly, minimum R50.00
1,7712% annually, minimum R500.00

Current:
1,476% monthly, minimum R50.00
1,476% annually, minimum R500.00

The SASRIA premium is calculated as follows: **Monthly** premium x 1,7712% = the SASRIA amount to be added to the premium (i.e. R3 500.00 x 1.7712% = R61.99 (vs R 51.66 if working on the current rate of 1.476%))

In the event that the SASRIA premium calculated is LESS than R50.00 then the minimum premium of R50.00 will apply (i.e. R500.00 x 1.7712% = R50.00 (R8.86 is less than the monthly minimum)).
Annual policies are calculated using the same method, subject to a minimum coupon fee of R500.00.

We urge all clients to make necessary provision in the upcoming financial year to accommodate the impact of SASRIA's rate increase on insurance premiums.

SASRIA cover is optional, BUT we urge our clients to proceed having SASRIA cover due to the unpredictable political environment within South Africa.

Regards

Versaflex Team.