

Private Bag X34, HATFIELD, 0028  
Hadefields Block E, 1267 Pretorius Street, HATFIELD

Phone: +27 (0) 12 431-0500  
Fax: +27 (0) 12 430-7644

[Http://www.medicalschemes.com](http://www.medicalschemes.com)

To:

**All Principal Officer  
Boards of Trustees of All Medical Schemes  
Brokers and Broker Organisations**

Telephone: 012-431 0520

Fax: 012-431 0620

Enquiries: F. Maphanga

E-mail: [f.maphanga@medicalschemes.com](mailto:f.maphanga@medicalschemes.com)

Date: 14 April 2005

## **CIRCULAR NO 14 OF 2005**

### **INCREASE IN FEES PAYABLE TO BROKERS WITH EFFECT FROM 24 MARCH 2005**

We hereby confirm that the Minister of Health has increased the maximum amount payable to brokers in terms of Section 65 of the Medical Schemes Act, 1998, Act No 131 of 1998 to R55.18, with effect from 24 March 2005. Government Notice 245, Gazette No 27396, 24 March 2005 is appended hereto for your information.

Regulation 28(2) published in terms of the Medical Schemes Act, now effectively reads as follows:

*"Subject to sub-regulation (3), the maximum amount payable to a broker by a medical scheme in respect of the introduction of a member to a medical scheme by that broker and the provision of ongoing service or advice to that member, shall not exceed –*

- (a) R55.18, plus value added tax (VAT) per month, or such other monthly amount as the Minister shall determine annually in the Government Gazette, taking into consideration the rate of normal inflation; or*
- (b) 3% plus value added tax (VAT) of the contributions payable in respect of that member, whichever is the lesser."*

Yours sincerely

## **REGISTRAR OF MEDICAL SCHEMES**

Chairperson: Prof. Nicky Padayachee Vice-Chairperson: Ms Gando Matyumza Chief Executive & Registrar: Patrick Masobe

1

