

COL3704

ASSIGNMENT 03 QUESTIONS

QUESTION 1

Mapholoba Social Club has a membership of 135 people and has a credit balance of R6 million at Easy Bank from its members' contributions. Members are paid 110 per cent return interest for the money they contributed per quarter. It does not have a constitution and its members do not pay a membership joining fee.

Obinna wants to join Mapholoba Social Club and contribute R 50 000, so that when she receives her 110 per cent return she can buy a car.

Advise Obinna whether Mapholoba Social Club meets the requirements of a Stokvel.

TOTAL FOR QUESTION 1: 10 MARKS

QUESTION 2

- (a) Name the sources of the South African insurance law. **(5)**
- (b) What is the nature of an interim insurance contract and in what respects does it differ from a regular insurance contract? **(5)**

TOTAL FOR QUESTION 2: 10 MARKS

TOTAL FOR ASSIGNMENT 03: 20 MARKS