



GUIDELINE 001/2007

Assurance Engagement

Guide for Credit Providers

Illustrative Report

September 2007

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APPENDIX A: ILLUSTRATIVE REPORT

The Board of directors

<Credit Provider>

<Insert Address>

And:

The National Credit Regulator

C/o The Registration Division

127 – 15th Road

Randjespark

Midrand

1685

Dear Sirs

REPORT OF THE INDEPENDENT AUDITORS OF [NAME OF CREDIT PROVIDER] TO THE BOARD OF DIRECTORS AND THE NATIONAL CREDIT REGULATOR (“THE NCR”) IN COMPLIANCE WITH REGULATION 68 OF THE REGULATIONS TO THE NATIONAL CREDIT ACT, 2006, (“THE REGULATIONS”)

Introduction

We have completed our audit of the annual financial statements of *<insert Name of Credit Provider>* (“the credit provider”) for the *<year/period>* ended *<insert year/period end date>*, on which we expressed an *<unmodified/modified>* audit opinion on *<insert date>*. Our audit was performed in accordance with International Standards on Auditing.

Our audit included a consideration of laws and regulations that may materially affect the annual financial statements of the credit provider, including non-compliance with provisions of the National Credit Act (the “Act”) and the Regulations.

As required by Regulation 68 in Gazette No. 28864 of 31 May 2006 and Guideline 001/2007 issued by the National Credit Regulator in September 2007, we relied on evidence obtained during the course of our audit of the financial statements in order to report non-compliance with the Act and Regulations identified during the audit, where such non-compliance may materially affect the annual financial statements of the credit provider.

Non-compliance with the Act or Regulations

We report that *<no /certain>*¹ matters relating to non-compliance with the Act and/or the Regulations have come to our attention:

[State matters, if applicable²]

Restriction on use and distribution

Our report is solely for the purpose set forth in the first paragraph of this report and for the information of the credit provider and the NCR. Our report is not to be used for any other purpose or to be distributed to any other parties without our prior written permission, except where this report may be required for any regulatory purposes in terms of the National Credit Act and / or the Regulations. This report relates only to the matters specified in the preceding paragraph, and not to any other matters arising from our audit that might have been reported to those charged with governance at the credit provider.

Yours faithfully

Name of Auditor

Registered Auditor

Director / Partner / Sole Practitioner³

¹ Delete whichever is not applicable

² Including any Reportable Irregularity reported to the Independent Regulatory Board for Auditors during the financial period in terms of Section 45 of the Auditing Profession Act, 2005, arising from non-compliance with the National Credit Act or Regulations

³ Delete whichever is not applicable