

SMART INVESTMENT GROUP

1. Aims and Objectives:

- i. To promote personal and group financial growth.
- ii. This is an investment whose only mandate is to save money in the bank for over a period of twelve months and then shared it amongst the members according to their deposited amounts with interest.
- iii. The proceeds accumulated from the bank and penalties from defaulting members, will only be shared amongst the members who managed to reach the set **Target** at the end of the period of investment.
- iv. Should a member pass away before all his/her monies can be send to the nominated beneficiary all his/her loans must be paid up.

2 Membership:

- i. The membership to the iGroup is not limited unless a resolution is passed in a meeting by existing members.
- ii. Members will supply the Smart Investment Group with their personal details (ID Copies and Proof of residence) for registration and affiliation purposes.
- iii. Members will also be required to supply personal details of their beneficiary should a member pass away or be incapacitated. In an event a member passes away or be incapacitated, a total of money deposited in the bank by the member will be given to the nominated beneficiary.
 - iv. Should a member pass away, his or her family members will not automatically become members of the Smart Investment Group.
 - v. No joining fee is required for members from the first inception of the stokvel.
 - vi. However, members joining at a later stage, will be required to pay a joining fee.
 - vii. No cancellation of membership will be permitted up until the end of the investment term (12 Months).
 - viii. Members must abide by the Smart Investment Constitution.
 - ix. Joining fee will be reviewed by existing members annually.

3. Executive Committee:

- i. Chairperson whose responsibilities are:
 - a. Lead and prepare the agenda for meetings.
 - b. Ensure rules are adhered to.
 - c. Approve money withdrawal with other executive members.
- ii. Treasurer whose responsibilities are:
 - a. Keep accurate account of all the finances and present copies of all the deposit slips.
 - b. Have signing powers with the chairperson and the secretary.
- iii. Secretary whose responsibilities are :
 - a. Keep an accurate record of the Smart Investment Group activities, namely minutes, correspondence and membership register.
 - b. Maintain good communication to ensure all members are informed.
 - c. Have signing powers with the chairperson and the treasurer.

4. The rest of the members will assist the Executive whenever help is needed with regard to the running of the Smart Investment Group.

5. Change in leadership:

- i. Leadership nomination can only happen through a membership resolution.
- ii. Changes in the leadership structure must be announced 30 days prior to the meeting.
- iii. Each member in good standing shall have one vote.
- iv. A resolution can be passed by simple majority (one more than half of the members present at a meeting).
- v. A resolution can only be passed in a meeting or electronically through a vote where at least two thirds of the Smart Investment Group members take part either in person or electronically.

6. Meetings:

- i. There will be monthly meetings held where the Executive will report on progress made
- ii. An Annual General Meeting will be called by the executive committee at the end of the term where the election of the new executive committee will be conducted, new strategies to raise funds and other administrative issues will be discussed.
- iii. Special meetings will be called when necessary by the executive committee.
- iv. Virtual meetings are as much as important a penalty fee of R50.00 for not participating in the WhatsApp group discussion is expected if there is no participation.

7. Instructions:

- i. All members are required to raise funds to an amount of R 7000. 00 or more by pay day of October.
- ii. A minimum amount of R 500.00 per month will be deposited into the Smart Investment Group bank account on pay day.
- iii. There is a non-payment penalty fee of R200.00 if there is no contribution for the month.
- iv. Members will have only one day after pay day to make their deposits.
- v. Proof of payment will be forwarded to the Smart Investment Group social media platforms where all members will see it.
- vi. There will be a penalty fee of R 100. 00 for late payment.
- vii. There will be a penalty fee of R 100. 00 for non-attendance to a scheduled meeting.
- viii. Non participation to a discussion on the group penalty is R50.00
- ix. There will be a penalty fee of R 50.00 for late coming to a meeting
- x. There will be a fine of R50.00 for submitting proof of payment late.
- xi. A joining fee of R 400.00 will be required from those members who will join later than the first month.
- xii. A 32 days notice of withdrawal will be given to the bank after the last deposit of the term has been made by November pay day.
- xiii. After all accounts has been finalized and agreed upon, funds will be deposited directly to the bank accounts of members.
- xiv. As members of the group, we agree to our Chairperson in accepting the non-discretionary mandate of the Smart Investment Group.

8. Loans:

- i. Loans will be given at a 20% interest rate and payable in full within 30 days.
- ii. Only members will be allowed to make loans with the Smart Investment Group for themselves or on behalf of a third person.
- iii. Loans will be given to members based on their balance in the Smart Investment Group, however it cannot be more than 80% of the money deposited.
- iv. Members are required to at least take up a minimum loan of R5000.00 in order to qualify to share the interest earned on loans taken.

9. Benefits:

- i. Benefits will be monies accumulated through bank interests, loan interests, late joining fees and penalties.
- ii. Only members who will have a minimum of R 7000, 00 under their name after all deductions have been made, **will qualify for benefits.**

10. Code of Conduct:

- i. No member will use the name of the Smart Investment Group for personal business purposes or personal gain. ii. Each member will be expected to conduct him or herself in a socially acceptable manner at the meetings.
- ii. All views and suggestions are important and welcomed.

11. Closure

- i. In the event that the Smart Investment Group closes, funds will be distributed amongst the members according to their deposited amounts after all outstanding deductions has been sorted out.

12. Bridge of Constitution:

- ii. If a member fails to abide by the rules set in this constitution, then he/she will be removed from the Smart Investment Group without any payout.
- iii. His/her previous contributions will be regarded as interest.

BANKING DETAILS

NEDBANK

ACCOUNT NUMBER: 2049210957

BRANCH CODE: 198765

ACCOUNT TYPE: SAVINGS

FNB

ACCOUNT NUMBER: 63126997121

BRANCH CODE: 250655

ACCOUNT TYPE: STOKVEL

By continued contribution to the Smart Investment Group, you accept this constitution.