

DATE: 30/03/2020

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WRITTEN OUTCOME OF RECKLESS LENDING ASSESSMENT BY: \*\*\*\*\*

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CONSUMER NAME:

ID NUMBER:

DATE:

I act on behalf of the above-mentioned Consumer who has requested that I, \*\*\*\*\*, as appointed Debt Counsellor look into his/her credit agreements for possible Reckless Lending. Based on the information supplied by the Consumer and the Credit Bureaus, I have provisionally evaluated the following credit agreement for potential Reckless lending:

Credit Provider Name	Reference number
Creditor 1	*****
Creditor 2	*****
Creditor 3	*****
Creditor 4	*****
Creditor 5	*****
Creditor 6	*****
Creditor 7	*****
Creditor 8	*****
Creditor 9	*****
Creditor 10	*****
Creditor 11	*****

I followed the following method in the provisional evaluation for potential Reckless Credit.

- In order to determine the Consumers income, I used the consumers income, as provided by the consumer, regressed the income amount in line with the C.P.I to the date of the most recent agreement.
- In the next step a mathematical evaluation was made to establish, based on a reasonable percentage of income needed, for debt repayment of the consumer in this income group.  
This calculation determines if the amount left over after debt repayments is reasonable for the consumer's household and other expenses.
- Where the test is positive and does not indicate reckless lending, the account is removed and the process repeated on the next most recent agreement. This process is repeated until such time as it appears that the consumer is not over-indebted.

Where this method indicated that an agreement might be reckless, I have done further investigation. Based on my discussions with the consumer and information requested from Credit Providers to enable a detailed Reckless Credit assessment. Based on this assessment I make that the following findings:

Credit Provider Name	Reference number	Finding	Reason
Creditor 1	*****	NOT RECKLESS	
Creditor 2	*****	NOT RECKLESS	
Creditor 3	*****	NOT RECKLESS	
Creditor 4	*****	NOT RECKLESS	
Creditor 5	*****	NOT RECKLESS	
Creditor 6	*****	NOT RECKLESS	
Creditor 7	*****	NOT RECKLESS	
Creditor 8	*****	NOT RECKLESS	
Creditor 9	*****	NOT RECKLESS	
Creditor 10	*****	NOT RECKLESS	
Creditor 11	*****	NOT RECKLESS	

In the event where I have made a decision of NOT RECKLESS, the agreement does not appear to be Reckless and no further action will be taken.

In the event where the outcome is RECKLESS, I have indicated the Reason in terms of the National Credit Act.

An application may be brought to the Magistrate Court and/or NCT to declare that the agreement is reckless. Any non-compliance by Credit Provider(s) will be referred to the NCR.

Yours Faithfully.

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Debt Counsellor