



GOVERNMENT GAZETTE

OF THE

REPUBLIC OF NAMIBIA

N\$6.00

WINDHOEK - 28 April 2021

No. 7519

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General Notice

NAMIBIAN COMPETITION COMMISSION

No. 156

2021

NOTICE OF CONSENT AGREEMENT TO BE SUBMITTED TO COURT: NAMIBIAN
COMPETITION COMMISSION // SANTAM NAMIBIA LIMITED AND 7 OTHERS
(CASE NUMBER: 2017JAN0002COMP)

Competition Act, 2003
(Section 41, Rule 20(1))

1. The Commission on or about 30 January 2017 and 14 March 2018 initiated an investigation against:
 - 1.1 Santam Namibia Ltd (“Santam”);
 - 1.2 Hollard Insurance Company of Namibia Ltd (“Hollard”);
 - 1.3 Old Mutual Short-Term Insurance Company Ltd (“OMSIC”);
 - 1.4 Momentum Short-Term Insurance Ltd (previously known as Quanta Insurance Ltd) (“Momentum”);
 - 1.5 Greg’s Motor Spares (Pty) Ltd (“Greg’s”);
 - 1.6 Perfect Glass CC (“Perfect Glass”); and
 - 1.7 PG Glass Namibia (Pty) Ltd (“PG Glass”)

(jointly referred to as “the Respondents”).

2. The Commission on or about 10 July 2018 gave notice of its preliminary decision (Form 6 Notice) that section 23(1) read with sections 23(2)(b) and 23(3)(e) and 23(3)(f) of the Competition Act, 2003 (Act No. 2 of 2003) (“the Act”) have been contravened by the Respondents. On or about 18 December 2019, the Commission issued a Form 7 Notice advising the Respondents that it planned to take action in terms of section 38 of the Act and providing reasons for the Commission’s decision. The Form 7 Notice was published in the Government Gazette on 31 December 2019.
3. In settlement of the investigation by the Commission, the Commission and Perfect Glass on or about 10 March 2021 entered into a Consent Agreement in terms of section 40 of the Act. The Commission accordingly gives notice that it intends to submit the attached Consent Agreement with Perfect Glass to the High Court of Namibia for confirmation as an order of the Court as contemplated in section 40(1) of the Act.
4. The nature of the conduct that is the subject of the consent agreement is:
 - 4.1. The Commission’s Investigation found that the Respondents have contravened section 23(1) read with sections 23(2)(b) and 23(3)(e) and 23(3)(f) of the Act by entering into exclusive agreements which affords preferential rights, sole distribution rights, waiving of excess fees and rebates to the Respondents.
 - 4.2. Perfect Glass admits that its conduct constitutes an unintended contravention of section 23 of the Act.
 - 4.3. The Commission and Perfect Glass have therefore agreed to settle the matter on the terms and conditions herein in full and final settlement.

V. NDALIKOKULE
SECRETARY TO THE COMMISSION
NAMIBIAN COMPETITION COMMISSION

Windhoek, 15 April 2021

IN THE HIGH COURT OF NAMIBIA
(Main Division)

In the matter between:

NAMIBIAN COMPETITION COMMISSION

APPLICANT

and

PERFECT GLASS CC

RESPONDENT

**CONSENT AGREEMENT BETWEEN THE APPLICANT ON THE ONE HAND AND
THE RESPONDENT ON THE OTHER HAND IN RESPECT OF AN INVESTIGATION
PERTAINING TO AN ALLEGED CONTRAVENTION OF SECTION 23 OF THE
COMPETITION ACT, 2003 (ACT NO. 2 OF 2003)**

WHEREAS the Commission initiated an investigation into the Conduct of the Respondent for an alleged contravention of section 23(1) read with sections 23(2)(b) and 23(3)(e) and 23(3)(f) of the Act.

AND WHEREAS the Respondent, in settlement of the investigation by the Commission under case number: 2017JAN0002COMP, has decided to enter into a Consent Agreement as contemplated in section 40(1) of the Act.

NOW THEREFORE the Commission and the Respondent hereby agree that an application be made to the High Court of Namibia for confirmation of this Consent Agreement as an order of the High Court of Namibia in terms of section 40 read with section 52 of the Act in the terms set out below:

1. DEFINITIONS

In this Consent Agreement, unless the context indicates otherwise, the following definitions shall apply:

- 1.1 “**Act**” means the Competition Act No. 2 of 2003.
- 1.2 “**Commission**” means the Namibian Competition Commission, a juristic person as established in terms of section 4 of the Act.
- 1.3 “**Consent Agreement**” means this Consent Agreement, duly signed and concluded between the Commission and the Respondent, as contemplated in section 40(1) of the Act.
- 1.4 “**Day(s)**” means calendar days.
- 1.5 “**Investigation**” means the investigation initiated against the Respondent by the Commission in terms of section 33(1) of the Act under case number 2017JAN0002COMP.
- 1.6 “**Respondent**” means **Perfect Glass CC**, a close corporation duly incorporated in accordance with the laws of the Republic of Namibia.

2. CONDUCT

- 2.1 The Commission’s Investigation found that the Respondent contravened section 23(1) read with sections 23(2)(b) and 23(3)(e) and 23(3)(f) of the Act by entering

into exclusive agreements which affords preferential rights, sole distribution rights, waiving of excess fees and rebates to the respondents.

3. ADMISSION OF LIABILITY

- 3.1 The Respondent admits that its Conduct constitutes an unintended contravention of section 23 of the Act.
- 3.2 The Commission and the Respondent therefore agree to settle this matter on the terms and conditions herein in full and final settlement.

4. CESSATION OF CONDUCT

- 4.1 The Respondent records it has ceased the Conduct and shall take all necessary steps to ensure that it does not engage in the Conduct in future.

5. COMPLIANCE PROGRAMME

- 5.1 In addition to the above, the Respondent will develop and implement a compliance programme on competition law in Namibia to ensure that its employees, management, directors or any other party acting on its behalf does not engage in any conduct that is prohibited in terms of the Act.
- 5.2 A copy of the compliance programme will be supplied to the Commission within sixty (60) days of the date of confirmation of the Consent Agreement as an order of Court.
- 5.3 The Respondent shall produce a compliance programme progress report six (6) months after the submission of the compliance programme to the Commission as contemplated by paragraph 5.2 above and subsequently at any future date if and when requested to do so by the Commission.

6. AGREEMENT CONCERNING FUTURE CONDUCT

- 6.1 The Respondent will prepare a statement summarising the content of the Consent Agreement to its employees who are in management within thirty (30) days of the date of the confirmation of this Consent Agreement as an order of the Court and shall provide the Commission with a copy thereof within (40) days of the date of the confirmation of this Consent Agreement as an order of the Court.
- 6.2 The Respondent shall act in accordance with the terms of this Consent Agreement and shall implement the following measures:
- 6.2.1 Review all its policies, practices and operations by way of internal audits.
- 6.2.2 Invest in the education of its staff on an ongoing basis on matters pertaining to competition law compliance in Namibia.
- 6.2.3 Actively engage the Commission by obtaining advisory opinions to assist in identifying and implementing best practices.
- 6.2.4 Implement a zero-tolerance policy towards anti-competitive behaviour by its staff.

7. PENALTY

- 7.1 The Respondent agrees to pay a total settlement amount of N\$ 170 000 (One Hundred and Seventy Thousand Namibian dollars) comprised as follows:
- 7.1.1 A pecuniary penalty of N\$ 150 000.00 (One Hundred and Fifty Thousand Namibian dollars); and
- 7.1.2 An additional amount of N\$ 20 000.00 (Twenty Thousand Namibian dollars) for purposes of covering part of the Commission's costs arising from its Investigation.
- 7.2 The above amounts become payable upon confirmation of this Consent Agreement as an order of the Court as follows:
- 7.2.1 N\$ 100 000 (One Hundred Thousand Namibian dollars) to be paid on or before 28th February 2022; and
- 7.2.2 N\$ 70 000 (Seventy Thousand Namibian dollars) to be paid on or before 28th February 2023.
- 7.3 The Respondent shall remit payment of the penalty into the following bank account:
- | | |
|--------------------------------|--|
| Name of Account holder: | NAMIBIAN COMPETITION COMMISSION |
| Bank Name: | BANK WINDHOEK |
| Account Number: | 8001663543 |
| Branch: | MAIN BRANCH |
| Branch code: | 481972 |
| Reference: | 2017JAN0002COMP |
- 7.4 The pecuniary penalty will be paid over by the Commission into the State Revenue Fund in accordance with the provisions of section 53(5) of the Act.

8. COURT ORDER

- 8.1 The Consent Agreement is conditional upon it being confirmed as an order of the Court. Should the Court not confirm the Consent Agreement, all terms of the Consent Agreement shall lapse and have no force and effect and will not be used as evidence against the Respondent in any proceeding whatsoever.
- 8.2 Each Party will carry its own costs of the application to the Court for confirmation of the Consent Agreement.
- 8.3 Notwithstanding the above, the Respondent shall carry the Commission's costs in respect of the confirmation of this Consent Agreement as an order of Court, if the Respondent for whatever reason repudiates the Consent Agreement or opposes the Commission's application for confirmation of the Consent Agreement by Court.

9. FULL AND FINAL SETTLEMENT

- 9.1 The Consent Agreement, upon confirmation as an order of the Court, shall be in full and final settlement of the Investigation and shall conclude the proceedings under case number 2017JAN0002COMP in respect of the Respondent.
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