Confidential

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Registered credit provider: Reg . Number NCRCP18

22 April 2026

Dear Lenders

Find below responses to the latest round of queries received from yourselves. We appreciate the continued engagement on matters that are of concern to our lenders. We commit to providing you with full responses practically possible.

A: Queries on Timelines, Delivery Milestones, and ongoing Coordination

1. The current status of restoring the IT systems at Landbank

Land Bank response:
All critical systems supporting key business processes including loan origination, disbursements, insurance, collections, and recoveries have now been fully restored. As mentioned before SAP ERP and SAP Core Banking systems were not affected by this ransomware attack. In addition, Land Bank and Land Bank Insurance external-facing websites were fully restored, and include stakeholder notification of the cyber incident and outline the process for handling data subject enquiries. With regard to the reporting platforms, the structural underlying platforms and data have been established. However, the financial reporting models are in the process of being developed for Business Warehouse (tool used in our annual financial reporting process). Work is currently at an advanced stage to enable the various priority reports required by the organisation. Some challenges were experienced with the service provider's resourcing and quality and were managed. Resources were replaced and bolstered, but unfortunately these challenges did have a negative impact on progress delaying the report generation. Current estimation for completion is end of April 2026 for Business Warehouse.

2. Updated and realistic timelines for December 2025 and March 2026 reporting. We note that the last credit information received is now 6 months old (September 2025 – received 24 November 2025)

Land Bank response:
Owing to the delays experienced with the rebuild of the financial reporting tool, which is currently at testing phase, the Bank is looking at an alternative whereby the Income Statement and Balance sheet will be compiled using information from SAP. The limitation with this approach is that the Bank has not been able to fully complete the Balance sheet reconciliations and Income Statement analysis as part of closing the March 2026 financial period. This means that validation will only be done once the financial reporting tool is available which is expected to be by end April 2026. We however don't expect the numbers to change significantly.
The above approach will enable the Bank to provide the December credit pack by end April 2026. We expect the finance reporting tool to be fully available by end April 2026 which means the credit pack for March 2026 and the LS5 Financial Covenants Certificate will be available in line with the LS5 timelines.

3. Cashflow projections (due 10 business days after the end of each quarter) – will the March cashflows be available on time - and capital expenditure budget (due 30 days after the end of the financial year

Land Bank response:
The 31 March cash flow projection was distributed on 16 April 2026, in line with the LS5 timelines.

The capital expenditure budget is being finalised and will be shared with lenders by the due date of 30th April 2026.

4. Any key dependencies, risks, or constraints affecting delivery of this information

Land Bank response:
Land Bank has experienced challenges with the rebuilding of the financial reporting tool. It is however now in testing phase and expected to be completed by end April 2026. In the meantime, we are working on producing the Income Statement & Balance Sheet using the available financial information from the unvalidated trial balance as per 2 above.

5. What information Land Bank has access to, and steps Land Bank has taken, to i) enable monitoring of the performance of the existing book during this time, including information on NPLs, payments and other metrics, and ii) to disburse new loans to clients

Land Bank response:
The Banks Loan Portfolio Systems have been fully restored as such we have access to all client information required for the efficient and effective management of the overall loan portfolio. This includes access to all borrower information and profiles required to manage up to date and defaulted clients across the various degree and stages of default. The information includes, amongst other, primary and secondary client information, associated farming enterprise and financial information, collateral information, contractual agreements, loan approval and disbursement conditions, covenant monitoring information etc. In addition, we have access to our arrears management system and platforms which enables effective client performance management and loan data analytics required for effective risk assessments and overall loan portfolio management.
Our client engagement and default management systems have also been restored which enable us to engage with all up to date and defaulted clients. We have resumed our all-loan management actions and activities directed at reducing default risk, remediating non-performing loans and ensuring regulatory compliance.

6. Whether the Compliance certificate for 31 March 2026 will be delivered on time (within 45 days) and if not, when we can expect it

Land Bank response:
Refer 2 above.

7. Updates on appointment of a new CEO and of the Treasury executive including timelines for finalisation

Land Bank response:

EM Treasury:

The appointment of the EM: Treasury was supported and recommended to the Board by the Human Resource and Remuneration Committee of the Bank. The matter will be tabled at the quarterly Board meeting scheduled for end of April 2026. Approval at this session will pave way for the appointment to take place and the candidate expected to join the Bank after serving their notice period with the current employer. Lenders will be advised accordingly once the appointment has been made, followed by confirmation once the candidate joins the Bank.

CEO

The Nominations Committee convened a meeting on the 13th of March 2026 to conclude on the recruitment process. A formal communication was subsequently submitted to the Ministry of Finance (MoF) advising of the intention to commence with the recruitment process and to request any input into the profile or advise on any other requirements. Following the feedback from the Minister, the appointed recruitment agencies will proceed with the search and selection process. The Board will interview and approve the recommended candidates for submission to the MoF for final approval. The successful candidate will assume duty in accordance with their contractual notice period. The overall process may take up to six months or in excess of six months, particularly where the appointed candidate is required to serve a notice period of up to three months.

8. In addition to the above, we seek your views on the forward-looking potential impact on arrears and bad debts given the current situation with the oil price and resultant increase in transport and fertiliser costs, which will negatively affect farmers and the agriculture sector in general

Land Bank response:

a. ***Operating Environment***

   The Bank is operating in a heightened risk environment driven by elevated oil prices, resulting in higher fuel, transport, and fertiliser costs. These pressures are expected to compress farmer margins, weaken cash flows, and reduce debt servicing capacity, particularly in input-intensive sectors. In addition, the persistence of Foot-and-mouth disease (FMD) presents a material biosecurity risk, especially for the livestock sector, through movement restrictions, reduced market access, and price volatility. The Bank's management overlay and stress testing frameworks are being refined to incorporate these risks, including cost inflation and FMD-related disruptions, to better capture forward-looking credit deterioration.

b. ***Credit risk implications***

- *Rising arrears due to cashflow pressure are being monitored*
- *Increased migration to IFRS 9 Stage 2 due to FMD outbreaks and other identified risks where applicable*
- *Lagged increase in non-performing loans (Stage 3) over the next 6–18 months due to the emerging risks may arise*

c. ***Management Response***

- *Enhanced monitoring of borrower financials and sector exposure and implement forbearance programs where required*
- *Stronger stress testing and due diligence incorporating input cost and FMD risks at origination*
- *Refinement of management overlays and provisioning assumptions on an ongoing basis - currently under review for year and IFRS9 practice*
- *Response plan for FMD - which includes what process to follow for origination, disbursements, monitoring, interaction protocols for livestock exposures and provisioning*
- *Global and local environmental scan and monitoring to inform risk management response and decision making*

d. ***Conclusion***

The combined impact of input cost inflation and biosecurity risks is regarded as high risk that may culminate on rising credit stress. Proactive risk management and forward-looking provisioning is critical to mitigate increasing arrears and bad debts. The revised quantification underway can be shared once completed.

B: Queries on extension , waiver and resolution

9. There was a waiver / extension request from Land Bank that we have approved, albeit on condition of submission to us of copies of similar approvals from MIGA lenders and noteholders – which we have not received to date. Please comment.

Land Bank response:

Land Bank is in the process of collating confirmations received to date and will arrange for copies thereof to be furnished to all lenders. In respect of the noteholders, Land Bank is separately engaging with the noteholder class through the prescribed communication channels under the Placing Document to obtain their individual written confirmations.

Land Bank will provide copies of these confirmations as they are received. We do not anticipate any impediment to this process and will keep all parties informed of progress.

10. What % of investors are required for the consent to passed/ for the waiver.

Land Bank response:

Subject to any express requirements under the Liability Solution Documents requiring a specific threshold be met by all lenders for specific decisions, extensions etc., any agreement between a lender and Land Bank in respect of the extension is valid as between Land Bank and that lender.

Land Bank is not required to obtain 100% written consent or agreement from all lenders or achieve any specific threshold for an extension on a deadline to deliver information under the Liability Solution Documents. Each lender is being asked to provide its individual written confirmation of acceptance of the revised timelines, and each such confirmation is effective as between Land Bank and the confirming lender. There is accordingly no specific *percentage threshold that must be met for this purpose. Land Bank is continuing to seek individual lender consents to the extension.*

Land Bank is of the view that the approach of seeking individual confirmations from each lender class is both appropriate and effective in the circumstances.

11. This request covered only certain obligations and there may have been / be breaches of other obligations in the past / future. Do you intend to submit additional waiver / extension requests? Alternative way forward? If I remember well, then your target timeline to submission of overdue reports is 31 Mar 2026, albeit conditional upon certain of your IT systems being up and running again by end of next week. And postponed regular Investors' Meeting scheduled to take place before end of April 2026. Please confirm / modify / explain timelines / conditions?

Land Bank response:
Land Bank has endeavoured as far as possible to provide information as it becomes available. As outlined above the rebuild of the financial reporting tool is completed and now at testing phase which is nearing completion. This will enable the Bank to provide required information in terms of LS5 as outlined below.

Expectations are that the outstanding reports will be submitted as follows:

- *31 December 2025 Credit Pack to be submitted by 30 April 2026 at the latest.*
- *31 March 2026 Credit Pack, to be submitted by the LS5 due date.*
- *31 March 2026 Financial Covenants Certificate, to be submitted in line with the LS5 due date.*

We are also planning to schedule an investor meeting by mid-June 2026 as we expect to have the full investor pack ready to facilitate a detailed engagement on the strategy and performance of the Land Bank.

To the extent that there are any future delays in respect of Land Bank's obligations under the Liability Solution Documents of a similar nature, we will take the same approach as set out above i.e. seeking consent from each individual lender to an extension to meet Land Bank's obligations.

12. Total debt outstanding related to the consent required.

Land Bank response:
The outstanding debt at 31 March 2026 is R6.8bn

C: Queries relating to the JIBAR/ZARONIA transition:

13. Allow me to follow up on our query regarding Land Bank's current ideas on the transition from JIBAR to ZARONIA. Is there already a consensus between noteholders and Land Bank on this? If not, have positions been exchanged – and if so,

which positions? If not, what are Land Bank's ideas? Which form of ZARONIA is proposed to be used (e.g. backward-looking compounded rate vs 3M-term ZARONIA which is yet to emerge I understand). You will no doubt appreciate that this transition also requires modifications of systems and processes and contracts at our end – which should be initiated early on (and e.g. not only once the vacant EM Treasurer position has been filled…).

Land Bank response:
This response covers queries 13 and 14.
Land Bank is well positioned to meet the regulatory ZARONIA transition deadline of 31 December 2026. The transition has been formalized as a project and managed as such in the Bank. This will ensure that oversight into the transition is provided at the highest governance level in the Bank, including the Board.

The approach followed by Land Bank is consistent with market guidance issued through the Market Practitioners Group run by the SARB.

An assessment of both assets and liabilities impacted by ZARONIA is currently underway to determine the best way forward for the different instruments in line with guidelines provided by the MPG. The work includes legal, IT systems, Processes and Procedures, Tax, Compliance, Stakeholder engagement plan, etc. Plans are underway to engage lenders / investors to Land Bank in the upcoming months to address specific concerns as outlined above. Consideration on matters outlined in paragraph 13 and other matters related to the transition is in progress and will be finalised by end June 2026.

14. We are currently reviewing our JIBAR-linked exposures in light of the transition to ZARONIA and would like to understand the process required to migrate LBK42U from JIBAR to ZARONIA.
    Could you please advise on the following:
a) The recommended approach for transitioning LBK42U
b) Any documentation or elections required from our side
c) The expected timeline and effective date of the switch? We assume this would be on a reset date
d) Any operational or settlement impacts we should be aware of

Land Bank response:
Refer response in 13 above.

D: Queries on the 31 March 2026 cash flow forecast

15. With regards to the R9bn new funding, is this funding backed by a govt guarantee?

Land Bank response:
There are currently no government guarantees issued to Land Bank. Engagements are in progress with National Treasury and the Minister of Finance on fund raising support for the

Bank. The Bank has submitted a Guarantee Framework Application for consideration to the Minister of Finance.

Jabu Mphambo

24/04/2026 16:29:04(UTC+02:00)

Jabu Mphambo

Chief Executive Officer (Acting)