Blended Finance Scheme Update

Context: In terms of the 10 - year Blended Finance Scheme agreement between Land Bank and the DoA, the Bank receives an annual allocation of R325million in grant funding; which is blended with loan financing on an average 50:50 ratio.

Item	Activities
Impact of Current Grant Allocation	▪ The BFS has outperformed expectations, disbursing a total of **R4,3 bn** to **643** clients since its inception in 2022, with **R2,1 bn** in grants and **R2,2 bn** being loan financing. ▪ This increased funding requirement by the industry needs to be supported by a commensurate annual grant allocation.
Engagements	▪ The Bank has been engaging with both the DoA and National Treasury to solicit for more grant funding. ▪ Engagements with Provincial Agriculture Departments are also in progress to source more BFS grant funding. ▪ Engagements ongoing with other government departments and entities as well. ▪ The engagements cover the FY2026/2027 additional allocation as well as an increased allocation for FY2027/2028.