

Confidential

The Land and Agricultural Development Bank of South Africa
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CENTURION



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Registered credit provider: Reg number NCRCPI8

23 September 2020

Dear Valued Client,

RE: R100 million Covid-19 Grant Scheme for Land Bank Farmers

The Minister of Agriculture, Land Reform and Rural Development, Thoko Didiza announced that the department has set aside R100million for COVID-19 grant scheme, which has been made available through Land Bank to small holder farmers who have loans to pay, and experience financial distress resulting from the impact of COVID-19 and related interventions, such as the effects of the protracted lockdown regulations, on their businesses.

This fund is made available to existing Land Bank small holder farmers (customers with an annual turnover not exceeding R10 million). This includes Land Bank farmers who are serviced through the Bank's intermediary partners. The fund will be applied for loan instalment waivers of no more than one annual instalments due per client whose business operations have experienced distress due to the impacts of COVID-19. This concession will be applicable for instalments due, for the period starting on 1 April to 31 December 2020. The amount that a single client may access for this non-repayable financial support is limited to a maximum of R2million.

The application for funding is currently open until 16 October, it can be accessed by contacting your Commercial Banker in the respective Land Bank office or through email on, customerservice@landbank.co.za

Unfortunately, over indebted customers and those with distressed accounts due to other reasons, not COVID-19 related, are excluded from this support.

Additional support for the rest of Land Bank customers

The rest of the Land Bank customers who are affected by COVID-19 may be assisted through the bank's normal forbearance programs. This support will be made to COVID-19 affected customers on a case by case basis, and will amongst others, consists of the following potential solutions, as appropriate:

- Restructure of repayment terms, including offering repayment deferrals / holidays;

Directors: Mr MA Moloto (Chairperson), Ms DR Hlatshwayo (Deputy Chairperson),
Ms SA Lund, Ms TT Ngcobo, Ms DN Motau, Ms ME Makgatho, Dr ST Cornelius, Mr MS Makgoba,
Mr AC Kanana (Chief Executive Officer), Ms KH Mukhari (Chief Financial Officer) and
Mr MK Mzaidume (Company Secretary)

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- Carrying over of debt and modifications of current loan agreements to address immediate cash flow stress.

Land Bank clients who qualifies and wish to access assistance on the restructuring of their debts, may make enquiries directly with their Account Management Specialists at the branches.

For more information visit our website on www.landbank.co.za

Regards,



Lwandiso Makupula

Acting Executive Manager: Commercial Development and Business Banking