

23 May 2023

The Land and Agricultural Development Bank of South Africa

(JSE Code: BILB)

("Land Bank")

IMPORTANT ANNOUNCEMENT TO ALL FINANCIAL CREDITOR FUNDERS OF LAND BANK: FIFTH PART CAPITAL REDUCTION REPAYMENT

The Land and Agricultural Development Bank of South Africa (the "**Issuer**" or "**Land Bank**") wishes to facilitate a further payment equivalent to approximately 24.98% (twenty-four point nine eight percent) of the outstanding capital amount owing to each financial creditor funder (lenders and holders of its debt instruments) pursuant to each such party's debt documents (the "**Fifth Part Capital Reduction Repayment**") on the basis set in this announcement. Land Bank plans to implement this payment in a manner that is, as far as is reasonably possible, consistent with the INSOL principles.

Instrument	Payment Date	Payment Method
Call Bonds; Bank Overdrafts; Loans with local banks; and Loans with local DFIs	7 June 2023	Directly by Land Bank
Unlisted instruments: Promissory Notes and Bills	7 June 2023	STRATE
Unlisted instruments: Step Rate Notes.	7 June 2023	STRATE
De-Listed and unlisted 2010 DMTN Notes and 2017 DMTN Notes	7 June 2023	STRATE
International DFIs and MIGA- guaranteed Lenders	On contractual payment dates or as otherwise agreed	Directly by Land Bank

Land Bank will continue to make interest payments as and when they fall due.

By accepting such prepayment, each lender:

- a) waives, to the extent applicable and in respect of any debt which has not yet matured, any requirement for the Fifth Part Capital Reduction Repayment as contemplated in this letter by the Land Bank to be applied to any payment other than the next scheduled payments in chronological order; and
- b) waives any breakage costs, unwinding costs or prepayment penalties or any similar such fees, damages or costs (other than contractually agreed hedge breakage costs to the extent applicable) as may be applicable to the Fifth Part Capital Reduction Repayment as contemplated in this letter.

Enquiries**The Land and Agricultural Development Bank of South Africa**

Themba Rikhotso, Chief Executive Officer

Khensani Mukhari, Chief Financial Officer

Rebecca Phalatse, General Manager: Marketing and Communications – Tel: 074 159 6833

Dorothy Kobe, General Manager: Treasury- email address: DKobe@landbank.co.za

End