

SECTION 2.1: SPECIFICATIONS

The following special conditions will apply in respect of this loan:

- The **total amount** Hessequa Municipality sets out to borrow amounts to:
R40 000 000.00
R45 000 000.00
R50 000 000.00
- **Council reserves the right to accept tenders for one of the abovementioned amounts depending on spending patterns.**
- Tenders will only be accepted from financial institutions accredited in terms of the Banks Act.
- The **loan term** shall be **10 years**.
- **Documentary proof** must be provided of the instrument, interest rate and date of calculation, on which the interest rate tendered for the loan, is based.
- **Fixed interest rates with defined equal instalments over the period will apply.** The interest rate will be finalised on the date on which the loan agreement is signed with the successful bidder.
- **Instalments**, which must indicate interest and capital payment separately, **will be paid six (6) monthly** by Hessequa Municipality. The first instalment should be calculated as payable on 31 December 2026 and then on 30 June 2027 etc. (20 equal instalments)
- **Loan tables for the loan amounts**, based on the loan term and indicating interest and redemption amounts from 31 December 2026, **must accompany this bid.**
- **For tender purposes the interest rate will be the interest rate as on 5 December 2025, at 12:00.**
- **No security will be offered for this loan.**
- The draw down rate will be negotiated with the successful bidder but will not be later than 30 June 2026.
- **It is compulsory that every bidder bids for all the requested loan amounts in order to be considered for the tender.**

Failure to provide the information as stated above, will result in your tender being declared non- responsive.

DECLARATION,

I, THE UNDERSIGNED (NAME)
 CERTIFY THAT THE INFORMATION FURNISHED ABOVE IS CORRECT. I ACCEPT THAT THE MUNICIPALITY MAY ACT AGAINST ME SHOULD THIS DECLARATION PROVE TO BE FALSE.

Initials of Service Provider's Authority:

AUTHORISED SIGNATURE:

NAME:

CAPACITY: DATE:

Initials of Service Provider’s Authority: