

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:

R25 000 000.00

R30 000 000.00

R35 000 000.00

R40 000 000.00

R45 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 2023 and then on 30 June 2024 etc. (20 equal instalments)

Loan tables for the loan amounts, based on the loan term and indicating interest and redemption amounts from 31 December 2023, **must accompany this bid.**

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 2023.

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, may 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: