



EXHIBIT HH 12.1

AFFIDAVIT & ANNEXURES

OF

MOSES MOREMI

Municipality to avail the farm Krynaauwlust for the operation of the Dairy farm production facility. In his presentation the HOD quoted the following "the MEC for Rural development and Agriculture at the time Honorable Mosebenzi Zwane in his departmental budget vote 2012/2013 resolved that a dairy and processing plant would be established in Vrede and a specific amount would be set aside for the project. The project will be one of the biggest in the country as the department will be partnering with a company from India (PARAS) and thus attracting foreign direct investment to the Free State Province. The project during its initial phase will employ 500 permanent employees and the total investment in property, plant and machinery (PPE) at the initial phase is estimated at around five hundred million rand (R 500, 000, 000.00). The project will place Phumelela in an international map and will have massive economic spin offs for the local and neighboring farmers (emerging and commercial) who will provide raw milk at an attractive prices".

6

On 26 June 2012, I wrote a letter to Mr Thabethe. The letter served to confirm that Phumelela Local Municipality had in principle availed its farm Krynaauwlust 275, district Vrede to Department with a total of 3 368 hectars for the operation of a dairy production facility. I attach the letter addressed to the HOD Marked Annexure **MM 01**.

7

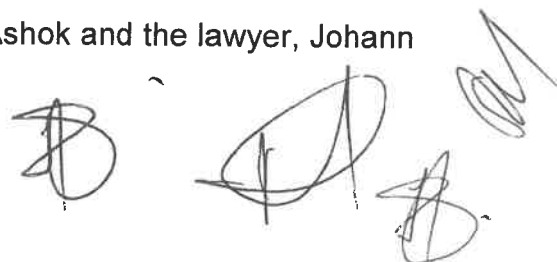
On 3rd July 2012 a municipal council meeting took place and draft resolutions were presented to council for adoption. I attach the draft resolution dated 3 July 2012 marked annexure **MM 02**.

8

Subsequent to that council meeting, I wrote a letter to the Head of Department conveying the resolutions of council. I attach the letter dated 6 July 2012 addressed to Mr Thabethe Marked Annexure **MM 03**

9

On 17 July 2012, a meeting that was arranged with the Mayor of Phumelela, Mr Tlokotsi John Motaung took place at the municipal premises with representatives of the new venture Zayna Investment (Pty) Ltd, Nayaran Ashok and the lawyer, Johann



Schalkwyk and a local businessman, Mr Oupa Frans Mokoena. The Mayor introduced the representatives and Mr Schalkwyk thereafter presented a draft lease agreement which he brought along to us. I then perused the agreement in the presence of these representatives and thereafter requested that I be afforded an opportunity to seek a legal opinion on the lease agreement. I attach the lease agreement presented to me marked annexure **MM 04**.

10

On the same date I wrote an email to the State Lawyer advisor, DDG Legal Services, Adv KJC Ditira seeking legal opinion and attached the mentioned lease agreement. I attach copy of the email to Ditira Marked Annexure **MM 05**. On 23rd July 2012, Adv Ditira submitted a legal opinion to me for perusal and consideration. I attach the copy of opinion Marked Annexure **MM 06**.

11

On the 1st August 2012, Adv AJ Venter, after the meeting he had with both the MEC and HoD of the Department of Agriculture, submitted a legal opinion to me. I attach a copy of second legal opinion Marked Annexure **MM 07**.

12

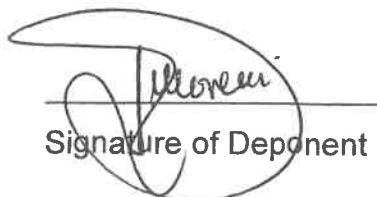
Subsequent to the second legal opinion, Adv Venter prepared the draft agreement that must be signed by the Department and the Municipality. This agreement was presented in a council meeting that took place on the 10 August 2012. The council approved the agreement and further authorized me as an accounting officer in terms of delegated powers to sign it with the Department of Agriculture, represented by the HOD. I attach the resolution Marked Annexure **MM 08** and signed lease agreement Marked annexure **MM 09**. That all I can say about my role regarding the Vrede Dairy Project.

I read this affidavit before I signed it

I know and understand the contents of the affidavit

I have no objection to talking the prescribed oath

I consider the prescribed oath to be binding on my conscience


Signature of Deponent



MM07



the premier

Department of
the Premier
FREE STATE PROVINCE

Our Ref.: 3/3/4/6/1 & 3/2/2/4/3 (LS/C/12/52)
Your Ref.:
Enquiries: MR A J VENTER

Date: 01 August 2012

TO: Mr M MOREMI
Municipal Manager
Phumelela Municipality

Fax: 058 – 913 3601

Dear Mr Moremi


**LEGAL OPINION:
LEASE AGREEMENT BETWEEN ZAYNA
INVESTMENT & PHUMELELA MUNICIPALITY**

1. I refer to the legal opinion by Adv KJC Ditira of 23 July 2012. I had a meeting today with the MEC and the HOD of the Department of Agriculture regarding the proposed structure of this project and it was agreed that I should amplify the remarks in paragraph 11 of the opinion by Adv Ditira, regarding the alternative proposal. Adv Ditira is currently on leave and, given the urgency of this matter, I undertook to do so.
2. The proposal that Estina should obtain land outside the Municipal land to build a processing plant was premised on the principle that should Government land be made available to a private concern for their commercial gain, it would inevitably be regarded as a public private partnership, which will have to comply with Section 120 of the MFMA as well as the provisions of the Municipal Public Private Partnership Regulations.

Head: Corporate Administration
PO Box 517, Bloemfontein, 9300
Lebohang Building, 4th Floor, Room 403, Cnr St Andrew- and Markgraaff Streets, Bloemfontein
Tel: (051) 405 4926 Fax: (051) 405 4955 e-mail: joann@premier.fs.gov.za

www.fs.gov.za

3. For this very reason it was proposed that Estina should obtain land outside the boundaries of the Municipal land, that the Municipality make the land available to the Department of Agriculture to build a Dairy and to make grazing available to the emerging farmers who will be part of the project.
4. The earlier opinion suggested that a Lease Agreement may be entered into with the identified community members, but other options are also available. These are:
 - The Municipality may grant the Department of Agriculture an option to enter into a Lease Agreement with the Municipality on the expiry of current Lease Agreements with farmers at a rental amount and term to be agreed upon by the Municipality and the Department of Agriculture; or
 - assign the current rights and obligations of the Municipality in terms of the Lease Agreements with the farmers to the Department of Agriculture provided that the Department should pay over to the Municipality either the rent collected from the farmers or an equal amount, which will place the Department of Agriculture immediately in a position to proceed with processes to ensure that the Dairy is established as soon as possible. Once the current Lease Agreements expire, the Municipality can enter into a new Lease Agreement with the Department of Agriculture, the rental and the term to be agreed upon.
5. Last mentioned option is preferred by the Department of Agriculture.



- 6. It shall be appreciated if you would kindly consider the options and, should you deem it viable, present it to the Council to obtain a resolution in this regard.
- 7. Should you have any further enquiries, kindly do not hesitate to contact me.

Yours faithfully



A J VENTER
 Head: Corporate Administration

Head: Corporate Administration
 PO Box 517, Bloemfontein, 9300
 Lebohang Building, 4th Floor, Room 403, Cnr St Andrew- and Markgraaff Streets, Bloemfontein
 Tel: (051) 405 4926 Fax: (051) 405 4955 e-mail: joann@premier.fs.gov.za
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Cm: Kuhn & Prinsloo Street

VREDE, 9835

Tel: 058 913 8300



**EXTRACTS FROM THE MINUTES OF THE THIRD SPECIAL COUNCIL MEETING OF
PHUMELELA LOCAL MUNICIPALITY HELD ON THE 10TH AUGUST 2012 AT
11H00 IN THE COUNCIL CHAMBER, VREDE**

ITEM 12/2012

RE: VREDE INTEGRATED DAIRY AGRI BUSINESS PROJECT

The background of this project has been provided on previous council sittings and this time it is of utmost importance to cover the advantage of this project in Phumelela (Vrede, Warden and Memel). The MEC for Rural Development and Agriculture, Honourable Mosebenzi Zwane, indicated in his 2012/13 departmental budget vote that a dairy and processing plant would be established in Vrede and a specific amount was set aside by his department for this project. This project will be one of the biggest in the country as the department will be partnering with a company from India and thus attracting foreign direct investment to the Free State. The project during its initial phase will employ 500 permanent employees and the total investment in property, plant and machinery (PPE) at the initial phase is estimated at around R500m. This project will place Phumelela in an international map and will have massive economic spin-offs and the local and neighboring farmers (emerging and commercial) will provide raw milk at an attractive price to this company.

In response to the resolutions of the 1st Special Council sitting, item 02/2012, we have approached the State Law Advisor and National Treasury to provide us with legal opinions on this project and the extract and opinions are attached as Annexure B, C and D. Mr Wayne from National Treasury indicated to me that the DDG from the Premier's office (Advocate Kuni Ditira) asked inputs from them and thus no reason to give a separate legal opinion.

RESOLVED

1. That council takes note of the report on this item;
2. That council approves the option stated in the revised legal opinion which read as follows " The municipality to assign its current rights and obligations in terms of the lease agreement with farmers to the Department of Agriculture provided that the latter pays over to the municipality the rent collected from the farmers or an equivalent amount which decision will place the Department to in a position to immediately proceed with the necessary processes to ensure that the dairy is established as soon as possible. When the lease agreement expires on the 30th September 2013, the municipality must enter into a new lease agreement with the department";

AC

[Handwritten signatures]

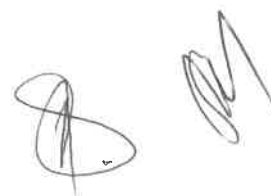
3. That council authorizes the Accounting Officer (Municipal Manager) in terms of delegated powers to conclude and sign the lease agreement with the Department of Agriculture on behalf of the council;
4. That the Accounting Officer must arrange a meeting with the farmers currently renting the Krynaauwlust farm to communicate the resolution number 2 above.

Certified as a true extract of the Council minutes by


.....

CLLR T.R. ZWANE
SPEAKER

DATE: 10 AUGUST 2012



"MMZ"

ASSIGNMENT AGREEMENT ENTERED INTO

BETWEEN:

THE FREE STATE PROVINCIAL GOVERNMENT

REPRESENTED BY:

MP THABETHE

HOD: Agriculture

(duly assigned in terms of Section 5 of the Free State Land Administration Act)

(Hereinafter referred to as the **PROVINCIAL GOVERNMENT**) as the

one party

AND

PHUMELELA LOCAL MUNICIPALITY

REPRESENTED BY:

Moses Moremi

In his capacity as

MUNICIPAL MANAGER

(Herein after referred to as the **MUNICIPALITY**) as the other party.



WHEREAS - the Municipality has a Lease Agreement with the farmers.

And WHEREAS - the municipality is desirous to assigns its rights, interest and obligation to Provincial Government.

It is agreed as follows:

1. PARTIES:

1.1. The parties to the agreement are –

1.1.1. Free State Provincial Government

1.1.2. Phumelela Local Municipality

2. DEFINITIONS AND INTERPRETATIONS:

2.1. In this agreement, except in a context indicating that other meaning is intended, the following words have the meanings assigned to them hereunder:

2.1.1. "Farmers" are:	Mr Leonard Neuman – 889ha Mr Matthys Johannes Glutz – 700ha Charfontein Boerdery Trust – 866ha H P Nell Boerdery BK – 913ha
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2.1.2. "Property"	Krynaauwlust 275 District Vrede Free State Province
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2.1.3. "Termination date"	30 September 2013
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3. ASSIGNMENT:

3.1. The Municipality assigns its current rights and obligations in terms of the Lease Agreements signed with the farmers to the Provincial Government.

3.2. The Provincial Government accepts the assignment.

PROVINCIAL GOVERNMENT:
MUNICIPALITY:

	Witness: (1) 	Witness: (2) 
	Witness: (1)	Witness: (2)

INITIAL ONLY:
SSD

3.3. The Municipality authorizes the Provincial Government to notify the farmers of this assignment.

3.4. The Provincial Government shall pay over to the Municipality the rent collected from the farmers or an equal amount being the following:

Mr Leonard Neuman	R253 365.00	pa
Mr Matthys Johannes Glutz	R199 500.00	pa
Charfontein Boerdery Trust	R246 810.00	pa
H P Nel Boerdery BK	<u>R260 205.00</u>	pa
Total	<u>R958 880.00</u>	

50% of which is payable on 31 March and another 50% on 30 September of each year.

4. DURATION OF THE ASSIGNMENT:

4.1. The assignment shall commence on 1 September 2012 and terminate on 30 September 2013.

5. OPTION TO RENEW:

5.1. On the termination date of the assignment the Provincial Government shall have an option to lease the property on the rental and terms to be agreed upon.




6. PAYMENTS:

6.1. The rent shall be payable on or before 15 April 2013 and 15 October 2013 by the Provincial Government to the Municipality.

6.2. All payments due by the Provincial Government to the Municipality under this agreement shall be made to the Municipality into the bank account specified in clause 6.3 below or at such other address in the Republic of South Africa as the Provincial Government given notice of in writing in terms of this agreement by the Municipality.

6.3. The LESSOR's bank details are as follows:

PROVINCIAL GOVERNMENT:
MUNICIPALITY:

 Witness: (1) *Tim* Witness: (2) *SSA*
 Witness: (1) Witness: (2) 

INITIAL ONLY:

SSA

Witness: (2)

BANK: ABSA
 ACCOUNT NAME: PHUMELELA LOCAL MUNICIPALITY
 ACCOUNT NUMBER: 2260940190
 BRANCH: VREDE
 BRANCH CODE: 632005
 REFERENCE NUMBER: RENTAL

6.4. The Provincial Government must supply the Municipality with proof of payment by sending a copy to the Municipality if and when required to do so by the Municipality.

6.5. The Provincial Government shall not withhold, defer, or make any deductions from any payment due to the Municipality, whether or not the Municipality is indebted to the Provincial Government or in breach of any obligation to the Provincial Government.

6.6. Should the Provincial Government default in payment of rental or any other amount payable by the Provincial Government on or before the due date, interest shall accrue thereon for the benefit of the Municipality as prescribed in terms of section 80 of the Public Finance Management Act, 1999 (Act 1 of 1999), and at the rate prescribed and announced by the Minister in the Government Gazette.

7. DISPUTES:

7.1 Any disputes that may arise between the Parties regarding any matter pertaining to their co-operation, as set out in the MOA, including disputes pertaining to any payment adjustments contemplated in clause 8 shall be resolved in good faith, by the Parties respective relationship managers.

7.2 Should the dispute remain unresolved for a period of 30 (thirty) days either party may declare such dispute a formal intergovernmental dispute by notifying the other party of such declaration in writing, in which event the Parties will follow the procedure as outlined in section 42 of the Intergovernmental Relations Framework Act, 2005 (Act No.13 of 2005).

PROVINCIAL GOVERNMENT:
 MUNICIPALITY:

INITIAL ONLY:
 Witness: (1) *TS M* Witness: (2) *SSD*
 Witness: (1) Witness: (2)

[Handwritten signatures and initials]

8. TERMINATION:

8.1. Subject to clause 5, this agreement terminates on the termination date and the Provincial Government shall vacate the leased premises and leave it in a proper and clean condition unless the option in clause 5 is exercised.

9. WHOLE AGREEMENT:

9.1. This agreement constitutes the entire agreement between the parties, including the schedule attached hereto.

9.2. Neither parties relies in entering into this agreement on any warranties, representations, disclosures or expressions of opinion which have not been incorporated into this agreement as warranties or undertakings

9.3. No variation or consensual cancellation of this agreement shall be of any force or effect unless reduced to writing and signed by both parties.

9.4. This agreement renders all contracts or agreements that previously might have been entered into by the parties in relation to these premises null and void and to be of no force and effect.


10. NON-WAIVER:

10.1. Neither party shall be regarded as having waived, or be precluded in any way from exercising, any right under or arising from this lease by reason of such party having at any time granted any extension of the time for, or having shown any indulgence to, the other party with reference to any payment or performance hereunder, or having failed to enforce, or delayed in the enforcement or, any right of action against the other party.

10.2. The failure of either party to comply with any non-material provision of this lease shall not excuse the other party from performing the latter's obligations hereunder fully and within the time.

11. CONCESSIONS:

PROVINCIAL GOVERNMENT:
MUNICIPALITY:

	Witness: (1)	73M	Witness: (2)	INITIAL ONLY:
	Witness: (1)		Witness: (2)	SSD





11.1. Any concessions granted by one party to the other which are at variance to the terms and conditions of this agreement, shall be reduced to in writing and signed by both parties.

12. DOMICILIA AND NOTICES:

12.1. For all purposes of and arising out of this agreement, including (but by no way of limitation) the giving of any notice, the making of any communication, the payment of any monies and serving of any processes, the parties hereby choose as domicilia citandi et executandi the addresses as stipulated in clause 24.2 below.

12.2. The chosen addresses are as follows:

12.2.1. The Municipality:

Cnr Kuhn and Prinsloo Street
Vrede

12.2.2. The Provincial Government:

Room 310, Lebohang Building
St Andrew Street
Bloemfontein

12.3. Any notices given in terms of this agreement shall be in writing.



12.4. Each of the parties, by notice to the other party, shall be entitled from time to time to vary its domicile to any other address with in the Republic of South Africa, provided that such other address shall include a physical address for hand deliveries: Provided that such change of domicile shall only become effective on receipt of the relevant notice by the addressee.

12.5. Any notice, communication or payments made by one party to the other shall be deemed to have been properly given, in the absence of proof to the contrary,-

12.5.1. If delivered by hand, on the date of delivery

12.5.2. If sent by prepaid registered pos, seven (7) days after the date on which the notice is posted.

PROVINCIAL GOVERNMENT:
MUNICIPALITY:

	Witness: (1)	<i>TJM</i>	Witness: (2)	INITIAL ONLY:
	Witness: (1)		Witness: (2)	<i>SSD</i>



12.5.3. If sent to the addressee at its telefax number, on the date of transmission where is transmitted during normal business hours of the receiving instrument, and on the next business day where it is transmitted outside those business hours in either event provided that it has been confirmed by registered letter posted no later than the business day immediately following the date of transmission.


THIS SIGNED AT BLOEMFONTEIN ON THIS 12 DAY OF SEPTEMBER 2012.
WITNESSES:

- 1. _____
- 2. _____



 MUNICIPAL MANAGER
 PHUMELELA MUNICIPALITY

THIS SIGNED AT BLOEMFONTEIN ON THIS 12 DAY OF SEPTEMBER 2012.
WITNESSES:

- 1.  _____
- 2. _____



 MP THABETHE (HOD: Agriculture)
 FREE STATE PROVINCIAL GOVERNMENT

In consultation with:

 ES MABE (MEC: Public Works)
 FREE STATE PROVINCIAL GOVERNMENT

PROVINCIAL GOVERNMENT:
MUNICIPALITY:

INITIAL ONLY:
 Witness: (1) IM Witness: (2) SSA
 Witness: (1) Witness: (2)



"MM2.1"

LEASE AGREEMENT

Memorandum of agreement of lease made and entered into by:

Phumelela Local Municipality

VAT no. 4720193293

Herein represented by

Lethuxolo Hope Mthembu

and

Tlokotsi John Motaung

In their respective capacities as acting Municipal Manager and speaker/Mayor and duly authorised thereto by virtue of a resolution of the Phumelela Local Municipality

(Hereinafter referred to as the "Lesser")

and

H.P. Nell Boerdery BK

VAT No. 4900232358

Herein represented by

Jan Nell

In his capacity as duly authorised member of H.P.Nell Boerdery BK

(Hereinafter referred to as the "Lessee")

[Handwritten signatures and initials]

Subject to the following terms and conditions:

1. Subject Matter

The Lessor leases, and the Lessee rents a portion of the Remainder of the Farm **Krynaauwslust 275**, district Vrede, Free State Province

In extent 913(nine hundred and thirteen) hectares as indicated by the

lessor to lessee and depicted on the attached diagram- annexure A.

(hereinafter referred to as the property)

2. Period of Lease

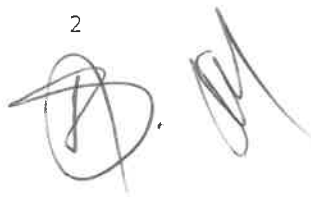
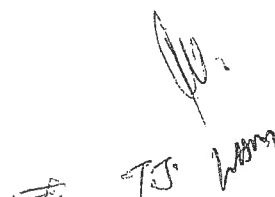
The lease shall be for 2(two) years, commencing on 1 October 2011 and terminating on 30 September 2013

3. Rental

3.1 The rental payable by the lessee to the lessor shall be R228250.00(two hundred and twenty eight thousand two hundred and fifty rands) plus vat of R31955.00 (thirty one thousand nine hundred and fifty five rands)being in total R260205.00(two hundred and sixty thousand two hundred and five rands) **per annum**

3.2.The rental shall be paid directly to the Lessor, on signature of this Agreement, at commencement of the lease free of Bank exchange.

3.3.The rental shall be payable half yearly in advance

11 MM 2.2 "

LEASE AGREEMENT

Memorandum of agreement of lease made and entered into by:

Phumelela Local Municipality

VAT no. 4720193293

Herein represented by

Lethuxolo Hope Mthembu

and

Tlokotsi John Motaung

In their respective capacities as acting Municipal Manager and speaker/Mayor and duly authorised thereto by virtue of a resolution of the Phumelela Local Municipality

(Hereinafter referred to as the "Lessor")

and

Leonard Neuman

(ID.no.5701175027083)

VAT No. ~~4391083772~~ 4550112777 *Leonard Neuman*

(Hereinafter referred to as the "Lessee")

Subject to the following terms and conditions:

1 *[Signature]*

[Signature]

Leonard Neuman

Subject to the following terms and conditions:

1. Subject Matter

The Lessor leases, and the Lessee rents a portion of the Remainder of the Farm **Krynaauwslust 275**, district Vrede, Free State Province

In extent 889 ha (eight hundred and eighty nine) hectares as indicated by the

Lessor to lessee and depicted on the attached diagram- annexure A.

** INVOICE DATE
SEPT & MARCH*

(hereinafter referred to as the property)

2. Period of Lease

*YEAR 1 { OCT 2011 = R 126 682,50 -
April 2012 = R 126 682,50
PAYMENT DATE R 253 365,00*

The lease shall be for 2 (two) years, commencing on 1 October 2011 and terminating on 30 September 2013

3. Rental

** YEAR 2 { OCT 2012 = R 126 682,50
April 2013 = R 126 682,50*

3.1 The rental payable by the lessee to the lessor shall be R222250.00 (two hundred and twenty two thousand two hundred and fifty rands) plus vat of R31115 (thirty one thousand one hundred and fifteen rands) being in total R253365.00 (two hundred and fifty three thousand three hundred and sixty five rands) **per annum**

3.2. The rental shall be paid directly to the Lessor, on signature of this Agreement, at commencement of the lease free of Bank exchange.

3.3. The rental shall be payable half yearly in advance

** Department took over rental.*

[Handwritten signatures and initials]

"MM2.3"

LEASE AGREEMENT

Memorandum of agreement of lease made and entered into by:

Phumelela Local Municipality

VAT no. 4720193293

Herein represented by

Lethuxolo Hope Mthembu

and

Tlokotsi John Motaung

In their respective capacities as acting Municipal Manager and speaker/Mayor and duly authorised thereto by virtue of a resolution of the Phumelela Local Municipality

(Hereinafter referred to as the "Lesser")

and

Charfontein Boerdery Trust

VAT No. 4160144996

Herein represented by

Andries Greyling

In his capacity as duly authorised trustee of Charfontein Boerdery Trust

(Hereinafter referred to as the "Lessee")

Subject to the following terms and conditions:

1. Subject Matter

The Lessor leases, and the Lessee rents a portion of the Remainder of the Farm **Krynaauwslust 275**, district Vrede, Free State Province

In extent 866 ha(eight hundred and sixty six) hectares as indicated by the

lessor to lessee and depicted on the attached diagram- annexure A .

(hereinafter referred to as the property)

2. Period of Lease

The lease shall be for 2(two) years, commencing on 1 October 2011 and terminating on 30 September 2013

3. Rental

3.1 The rental payable by the lessee to the lessor shall be R216500.00(two hundred and sixteen thousand five hundred rands) plus vat of R30310 (thirty thousand three hundred and ten rands)being in total R246810.00(two hundred and forty six thousand eight hundred and ten rands) **per annum**

3.2. The rental shall be paid directly to the Lessor, on signature of this Agreement, at commencement of the lease free of Bank exchange.

3.3. The rental shall be payable half yearly in advance

4. Use of the Property

Handwritten signatures and initials are present at the bottom of the page, including a large signature on the left, a signature in the middle, and initials 'T.J.' and 'L.M.' on the right.

"MM2.4"

LEASE AGREEMENT

Memorandum of agreement of lease made and entered into by:

Phumelela Local Municipality

VAT no. 4720193293

Herein represented by

Lethuxolo Hope Mthembu

and

Tlokotsi John Motaung

In their respective capacities as acting Municipal Manager and speaker/Mayor and duly authorised thereto by virtue of a resolution of the Phumelela Local Municipality

(Hereinafter referred to as the "Lesser")

and

Matthys Johannes Glutz

(ID.no.6607285028086)

VAT No. 4391083772

(Hereinafter referred to as the "Lessee")

Subject to the following terms and conditions:

[Handwritten signatures and initials]

Subject to the following terms and conditions:

1. Subject Matter

The Lessor leases, and the Lessee rents a portion of the Remainder of the Farm **Krynaauwslust 275**, district Vrede, Free State Province

In extent 700(seven hundred) hectares as indicated by the Lessor to lessee and depicted on the attached diagram- annexure A. (hereinafter referred to as the property)

2.Period of Lease

The lease shall be for 2(two) years, commencing on 1 October 2011 and terminating on 30 September 2013

3.Rental

3.1 The rental payable by the lessee to the lessor shall be R175000.00(one hundred and seventy five thousand rands) plus vat of R24500.00 (twenty four thousand five hundred rands)being in total R199500.00(one hundred and ninety nine thousand five hundred rands) **per annum**

3.2.The rental shall be paid directly to the Lessor, on signature of this Agreement, at commencement of the lease free of Bank exchange.

3.3.The rental shall be payable half yearly in advance

4.Use of the Property

2
