Guarantee Agreement
(Land Bank Financial Intermediation Project)

between

REPUBLIC OF SOUTH AFRICA

and

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

Dated May 31, 2017
LOAN NUMBER 8686-ZA

GUARANTEE AGREEMENT

AGREEMENT, dated May 31, 2017, entered into between REPUBLIC OF SOUTH AFRICA ("Guarantor") and INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT ("Bank") ("Guarantee Agreement") in connection with the Loan Agreement of same date between the Bank and Land and Agricultural Development Bank of South Africa ("Borrower") ("Loan Agreement"). The Guarantor and the Bank hereby agree as follows:

ARTICLE I - GENERAL CONDITIONS; DEFINITIONS

Section 1.01. The General Conditions (as defined in the Appendix to the Loan Agreement) constitute an integral part of this Agreement.

Section 1.02. Unless the context requires otherwise, the capitalized terms used in this Agreement have the meanings ascribed to them in the General Conditions or in the Loan Agreement.

ARTICLE II - GUARANTEE; PROVISION OF FUNDS

Section 2.01. The Guarantor declares its commitment to the objectives of the Project. To this end, without limitation or restriction upon any of its other obligations under the Guarantee Agreement, the Guarantor hereby unconditionally guarantees, as primary obligor and not as surety merely, the due and punctual payment of all Loan Payments payable by the Borrower pursuant to the Loan Agreement, and the punctual performance of all the other obligations of the Borrower set forth or referred to in the Loan Agreement.

ARTICLE III - REPRESENTATIVE; ADDRESSES

Section 3.01. The Guarantor's Representative is the Minister of Finance of the Guarantor or such other person as the Minister may in writing designate as the authorized representative of the Guarantor for the purpose of Section 10.02 of the General Conditions.

Section 3.02. The Guarantor's Address is:

Ministry of Finance
National Treasury
40 Church Square
Pretoria, 0001
REPUBLIC OF SOUTH AFRICA
Cable address: Facsimile:
(27) 12 315 5111 (27) 12 315 5045

Section 3.03. The Bank's Address is:

International Bank for Reconstruction and Development
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Cable: Telex: Facsimile:
INTBAFRAD 248423 (MCI) or (202) 477-6391
Washington, D.C. 64145 (MCI)
AGREED at PRETORIA, SOUTH AFRICA as of the day and year first above written.

REPUBLIC OF SOUTH AFRICA

By

Authorized Representative

Name: MALUSI GIGABA

Title: MINISTER

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By

Authorized Representative

Name: ______________________

Title: ______________________