FUTUREGROWTH

/ASSET MANAGEMENT

Land Bank Event of Default – timeline of events Updated: 29 January 2021

20 April 2020: SENS notifying market of Event of Default

24 April 2020: Letter sent from CEO to ASISA requesting Noteholder Committee be formed

28 April 2020: SENS announcing appointment of financial adviser, requesting deferral from funders

20 May 2020: Land Bank presents to Parliament: Standing Committee on Appropriations

1 June 2020: SENS announcing upcoming interest payments due between 1-9 June will not be met

17 June 2020: Noteholder call with Land Bank, RMB
proposed liability solution introduced by RMB. SENS update on liquidity and debt restructure process

26 June 2020: Meeting between Futuregrowth and RMB on proposed liability solution

17 July 2020: Noteholder Committee letter to National Treasury raising concerns

5 August 2020: Noteholder Committee meeting with RMB, National Treasury and Land Bank

20 August 2020: SENS confirming executive and senior management appointments

25 August 2020: Letter of intent sent to Noteholder Committee, in which Land Bank indicates it intends repaying certain DFIs

31 August 2020: Further Noteholder Committee meeting, meeting with broader noteholder group, letter of demand sent to Land Bank, National Treasury and RMB

23 April 2020: SENS retracting earlier default, yet confirming default likely later

24 April 2020: SENS confirmed Event of Default

19 & 20 May 2020: SENS update on the liquidity and debt restructuring process, Land Bank confirms "no creditor worse off" principles

20 May 2020: First Noteholder Committee meeting held, includes appointment of Weber Wentzel to act for noteholders (paid for by Land Bank)

9 June 2020: Noteholder Committee meets with National Treasury

26 June 2020: Noteholder Committee sends list of DMTN terms to Land Bank and its advisors

9 July 2020: Meeting between Noteholder Committee, National Treasury, RMB and Land Bank

30 July 2020: Noteholder Committee letter to National Treasury again, following no response to 17 July letter

7 August 2020: SENS notifying recommencement of interest and general update

25 August 2020: SENS confirming commencement of legal proceedings by Standard Chartered Bank

26 August 2020: Noteholder Committee meeting to discuss recent SENS and the letter of intent

4 September 2020: Letter from ENS responding to noteholder demands

FUTUREGROWTH

/ASSET MANAGEMENT

4 September 2020: SENS update on the LBK22 bond, interest and principal payment

15 September 2020: SENS update on the liquidity facility, the provision of financial information and a board update

30 September 2020: Land Bank confirms to the Noteholder Committee that the R1.8bn to be used for the 5% liability reduction has been set aside as required by Noteholders

5 October 2020: Noteholder Committee meeting with Land Bank, their advisors and National Treasury. Land Bank present a brief summary of their corporate plan, advisors provide an update on the liability solution process and an update on the Standard Chartered litigation matter

12 October 2020: Noteholders submit their comments and mark-ups to the draft DMTN

21 October 2020: Noteholders submit their comments and mark-ups to the wording and mechanism of the proposed 60% quarantee

5 November 2020: Email sent from Futuregrowth and Stanlib to Land Bank, National Treasury and their advisors, requesting a detailed response to the comments provided on the guarantee and DMTN, a detailed timetable of the sequence of events for the conclusion of this solution and a date for the previously promised meeting with National Treasury on the issues of principle

11 November 2020: Lenders (noteholders and banks) meeting with Land Bank, their advisors and National Treasury during which lenders express their dissatisfaction with the letter received the previous day and noting that no response received on guarantee and DMTN comments as yet. Land Bank undertook to provide DMTN comments "very soon". RMB indicated that discussions with National Treasury were underway on the guarantee

23 November 2020: SENS issued updating the market on the liability solution and other matters

7 September 2020: N/H Committee meeting to discuss next steps

16 September 2020: Letter from Land Bank to noteholders confirming agreement with the list of demands (including the 5% capital reduction) sent in the noteholders letter dated 31 August 2020

30 September 2020: Land Bank confirms to the Noteholder Committee that the R3bn equity, appropriated in the June Budget, from government has been fully received

7 October 2020: SENS confirmation of R3bn equity injection received in September 2020 and release of financial information for FYE 31 March 2020 and selected information for the period to 30 June 2020

14 October 2020: Lenders (noteholders and banks) meeting with Land Bank, their advisors and National Treasury. Discussion about the delayed timetable, Noteholder requirement for engagement with NT on issues of principle raised in the DMTN comments, the additional R10bn equity requested by Land Bank and an update on Standard Chartered litigation

2 November 2020: Lenders meeting with Land Bank, their advisors and National Treasury during which National Treasury provided detail on the additional R7bn mentioned in the MTBPS. Land Bank advisors indicated that an "offer letter" will be forthcoming with the terms of the proposed solution

10 November 2020: Letter from Land Bank indicating a change in approach, no detailed response to comments made by noteholders, lack of clarity on key issues

18 November 2020: Letter sent from Noteholder Committee requesting (inter alia) detailed response on the DMTN and guarantee, as well as, clarity on the processes underway for the 5% capital repayment by 28 February 2021

24 November 2020: Moodys downgrades Land Bank

FUTUREGROWTH

/ASSET MANAGEMENT

11 December 2020: SENS announcement on the outcome of the Standard Chartered Bank court case

11 January 2021: SENS release indicating the capital buy back has been increased to 10% (from the 5% indicated in September 2020

15 January 2021: SENS announcement increasing the capital buy back from 10% (announced on 11 January 2021) to 12% to ensure alignment with INSOL given the quantum of capital repaid to the DFIs

31 December 2020: Release via SENS of the abridged FYE 31 March 2020 and HYE 30 September 2020 results. The results for FYE20 contain a disclaimed audit opinion

14 January 2021: SENS announcement informing the market of the proposed new terms of the liability solution, notably that the previously proposed 60% government guarantee has been declined by National Treasury and that the new notes will all have a 5-year amortising term and will be unlisted

Futuregrowth Asset Management (Pty) Ltd ("Futuregrowth") is a licensed discretionary financial services provider, FSP 520, approved by the Registrar of the Financial Sector Conduct Authority to provide intermediary services and advice in terms of the Financial Advisory and Intermediary Services Act 37 of 2002. The fund values may be market linked or policy based. Market fluctuations and changes in exchange rates may have an impact on fund values, prices and income and these are therefore not guaranteed. Past performance is not necessarily a guide to future performance. Futuregrowth has comprehensive crime and professional indemnity in place. Performance figures are sourced from Futuregrowth and IRESS.