

**NATIONAL ASSEMBLY**

**QUESTION FOR WRITTEN REPLY**

**QUESTION NUMBER: 1320 [NW1531E]**

**DATE OF PUBLICATION: 18 May 2012**

**Mrs J F Terblanche (DA) to ask the Minister of Finance:**

- (1) Whether the Landbank registered a bond against a certain property (details furnished); if not, how was this conclusion reached; if so, (a) what amount was secured by the bond, (b) who is the current registered owner, (c) what is the zoning of the property and (d) what is it currently being used for;
- (2) whether the value of the property was evaluated by a registered valuator prior to the bond being registered; if not, why not; if so, what (a) is the name(s) of the evaluator(s) and (b) was the result of the evaluation(s);
- (3) whether it is standard practice for the Land Bank to register bonds against the security of urban residential property; if not, why not; if so, what are the relevant details;
- (4) whether the funds availed in terms of the bond will be utilized for agricultural purposes; if not, why not; if so, what are the relevant details;
- (5) whether the Land Bank relied on any provisions of their mandate when it approved the loans; if not, why not; if so, what are the relevant details?

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REPLY:

1. Yes
  - a) R4 880 000
  - b) Ms T.R Modise ID 581225 1133 081
  - c) Residential
  - d) It is utilized for residents
2. Yes
  - a) E.P Zietsman, Professional Associated Valuator and Appraiser, Registration no 3739.
  - b) As per the valuator's valuation the property was for R2 000 000.
3. Yes
  - a) Urban residential property is an acceptable form of **additional security** to be offered for the purchase of farm property or for agricultural purpose. It is standard practice by the Bank to use urban residential/industrial property particularly if the applicant **does not have sufficient security or any other form of security acceptable to Land Bank.**
4. All funds were utilized to finance the purchase of farm property mentioned in the first paragraph under reply. As mentioned the urban residential property was only used as **"additional security"**.
5. No funds were allocated to this property. As mentioned above this bond was registered as **additional security** for the Bank. The Bond over the farm property financed by the Bank is B009089/12.