



ZULULAND DISTRICT MUNICIPALITY

INFORMATION STATEMENT: RAISING OF EXTERNAL LOAN

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| | In terms of Section 46(3) of the Local Government: Municipal Finance Management Act (Act 56 of 2003) read together with Section 21A of the Local Government Municipal Systems Act (Act 32 of 2000), the following information statement is made public. | |
| AMOUNT | R100 000 000.00 | |
| PURPOSE | Zululand District Municipality has approved a budget on 30 May 2023 and made provision for incurring long-term debt to the amount of R100 000 000 for the funding of capital projects. | |
| | PROJECT NAME | IDP OBJECTIVE |
| | Back-up energy: Power Generators | Sustainable WSDP |
| PROPOSED BORROWING DETAILS | REPAYMENT PERIOD | 10 years |
| | FINANCIAL INSTITUTION | ABSA |
| | TYPE OF INSTRUMENT | Long term loan |
| | AMOUNT OF PROPOSED DEBT | R100 000 000 |
| | SECURITIES TO BE PROVIDED | None |
| | INTEREST RATE | 11.95% |
| | - BASE RATE | 10.9% |
| | - CREDIT MARGIN | 1.05% |
| | INSTALMENTS | Six Monthly (Interest and Redemption) |
| | NUMBER SIX MONTHLY INSTALMENT | 20 Payments |
| | ESTIMATED SIX MONTHLY INSTALMENTS | R8 456 598.35 |
| | ESTIMATED INTEREST REPAYMENTS | R69 131 967.06 |
| ESTIMATED REDEMPTIONS REPAYMENTS | R100 000 000.00 | |
| ESTIMATED TOTAL REPAYMENTS | R169 131 967.06 | |
| SCHEDULE OF CONSULTATION | Written comments or representations are invited from the public and can be lodged with the Municipal Manager at B400 uGagane Street, Ulundi on or before 28 September 2023. Enquiries in this regard can be directed to: S Msibi at (035) 874 5500 or e-mail: smsibi@zululand.org.za | |