CITY OF CAPE TOWN

SUMMARY OF LONG – TERM BORROWING CONTRACT

In terms of Section 75(1)(f) of the Local Government: Municipal Finance Management Act (No. 56 of 2003), information on the following long-term borrowing contract is hereby given:

Lender	International Finance Corporation
Loan number	49631
Date of signing of contract	3 July 2024
Capital Amount of debt	R2 800 000 000
Term of debt	17 years 11 months 12 days from the date of signature, ending 15 June 2042
Interest rate	10.573%
Loan Fee	R28,000,000 due and payable within 30 days on signature of the loan agreement
Purpose of debt	Supporting the City of Cape Town's Building-for-Jobs budget per the approved 2024/25 Medium Term Revenue and Expenditure Framework (MTREF)
Repayment of debt	In semi-annual instalments calculated on the straight-line method in respect of capital, and interest on the reducing balance of the loan. The semi-annual repayment dates are 15 December and 15 June annually over the life of the debt.
Detail of drawdown of funds	The loan was drawn down in one tranche on 5 August 2025