

AGREEMENT OF LEASE

Entered between
NOPONDE BUSINESS ENTERPRISE
Identity/Registration number: 2003/109738/23
of (physical address) 196 Maphotla, Siyabuswa 0472

(hereinafter referred to as "the Landlord")

and
GIFT AND FAITH MULTI PROJECTS
of (physical address) 1138 Mbawula Street, Maphotla 0472

(hereinafter referred to as "the Tenant")

the following premises, namely:

Stand No.196 Maphotla ,Siyabuswa 0472

(hereinafter referred to as "the premises")

1. ACCEPTANCE

This offer shall become a final and binding agreement of lease upon acceptance hereof by the Landlord within thirty (30) days of signature hereof by the Tenant, without the Tenant having to be notified of same, and is irrevocable until then.

2. COMMENCEMENT AND DURATION

- 2.1 This lease shall commence on 01 March 2017 ("the commencement date") and shall endure until 01 March 2022 ("the initial period").
- 2.2 *Notwithstanding 2.1, this lease shall not terminate after the initial period but shall continue to endure thereafter on a month to month basis, subject to the right of either party to terminate the lease on one calendar month's notice in writing to the other party.

***Delete this clause if not applicable**

- 2.3 *Notwithstanding 2.1, the Tenant shall have the option to renew this lease for a further period of 60 months, provided that it gives the Landlord notice in writing of its intention to so exercise its option, at least two calendar months prior to the expiry of the initial period. Should the Tenant exercise its option as provided for herein, then this lease shall be renewed on the same terms and conditions, save that the monthly rental payable by the Tenant to the Landlord shall be an amount equivalent to that payable in the final month of the initial period, escalated by 10%, and save that such monthly rental shall thereafter escalate on the anniversary date by 100% per annum, and save further that the Tenant shall have no further option to renew. Should the escalation not have been specified in this clause, same shall be reckoned at 10%.

***Delete this clause if not applicable**

- 2.4 Notwithstanding 2.1, should the premises not be available for occupation by the Tenant for any reason whatsoever on the commencement date, the Tenant shall be obliged to take occupation of the premises on the date on which the premises do so become available for occupation. This shall not constitute a breach of the lease nor entitle the Tenant to claim damages and the commencement date and the initial period of the lease shall be extended for a corresponding period.

3. RENT

- 3.1 The monthly rental payable by the Tenant to the Landlord shall be an amount of R2 500.00 (Two thousand Five Hundred Rand Only) per month.
- 3.2 The monthly rental referred to in 3.1 is exclusive of Value Added Tax (if applicable).
- 3.3 The monthly rental shall escalate on the anniversary date of this lease by 5% per annum.
- 3.4 Should the escalation not have been specified in 3.3 above, same shall be reckoned at 10%.
- 3.5 The monthly rental is payable monthly in advance, on or before the first day of each and every month, without deduction or set-off for any reason, into such account as the Landlord may nominate from time to time.

4. ADDITIONAL CHARGES

- 4.1 The Tenant shall, in addition to the monthly rental payable by it to the Landlord, pay to the Landlord the following amounts: the cost of all

electricity, water, gas, refuse removal, sewerage or other such services supplied to, or consumed on, the premises (if any); any increase in the rates and taxes levied in respect of the premises, or any increase in the levies levied in respect of the premises (if any).

- 4.2 The amounts referred in 4.1 are payable on presentation of account, without deduction or set off for any reason whatsoever, into such account as the Landlord may nominate from time to time.
- 4.3 The Tenant shall, on date of its signature hereof, pay to the Landlord the stamp duty payable on this lease.

5. DEPOSIT

- 5.1 The Tenant shall, on date of its signature hereof, pay to the Landlord an amount of R2 500.00 (Two thousand Five hundred Rand Only) by way of a deposit.
- 5.2 The deposit shall be retained by the Landlord in an interest bearing account as security for the due fulfillment of the Tenant's obligations to the Landlord in terms of this lease.
- 5.3 The Landlord shall be entitled without prejudice to its rights, to appropriate the deposit, and any interest thereon, in whole or in part, towards payment of any amount that may be or become payable by the Tenant to the Landlord in terms of this lease or at law. In such event, the Tenant shall be obliged to reinstate the deposit to its original amount, on demand.
- 5.4 The deposit shall be refunded to the Tenant, together with any interest thereon, less so much thereof as may be appropriated by the Landlord in accordance with the provisions of 5.3, upon the expiry or other termination of this lease, within fourteen (14) days of the Tenant delivering possession of the premises to the Landlord.

6. TENANT'S OBLIGATIONS

- 6.1 The Tenant shall utilize the premises only for residential purposes.
- 6.2 The Tenant shall not utilize the premises improperly not in a manner calculated or likely to cause damage to the premises or to constitute a nuisance to, or an interference with, the use and enjoyment of neighbouring premises or properties.
- 6.3 The Tenant shall comply strictly with, and shall not permit the contravention of:

- 6.3.1 the provisions of any statute, law, ordinance by-law or regulation;
- 6.3.2 the provisions of any conduct rule, house rule or the constitution of any homeowner's association as may be applicable to the premises, or to the use or occupation thereof.
- 6.4 Should there not be any conduct rule, house rule, constitution or law applicable to the premises that limits the number of persons that may occupy the premises, then it is agreed that the premises may be occupied by no more than _____ persons.
- 6.5 The Tenant shall be obliged to promptly repair and to maintain both the interior and exterior of the premises in good order and condition and to make good all damage thereto and to return the premises to the Landlord on the expiry or other termination of the lease, in good order and condition, fair wear and tear excepted.
- 6.6 The Tenant shall be obliged to:
 - 6.6.1 inspect the premises jointly with the Landlord prior to taking occupation thereof;
 - 6.6.2 notify the Landlord of any defects in the premises within fourteen (14) days of the commencement date, failing which the premises shall be deemed to have been in good order and condition as at the commencement date.
- 6.7 The Tenant shall not, without the Landlord's prior written consent, make any alterations, improvements or additions to the premises. Any alterations, improvements or additions made to the premises shall become the property of the Landlord and may not be removed from the premises upon the expiry or termination of the lease or at any other time, unless the Landlord so directs in writing, in which event the Tenant shall attend thereto at its cost. The Landlord shall not be obliged to pay any compensation to the Tenant for any alterations, improvements or additions made by the Tenant to the premises.
- 6.8 The Tenant shall not do or permit to be done, any act or thing which might result in, or constitute a breach of, any insurance policy over the premises, or in the increase of the insurance premiums payable in respect thereof.
- 6.9 The Tenant shall, for the duration of this lease, insure the contents of the premises, with a reputable insurer, for their full replacement value.

- 6.10 The Tenant shall not affix, nor permit to be affixed, any sign, advertisement or notice to the premises without the Landlord's prior written consent.
- 6.11 The Tenant shall be obliged to inspect the premises jointly with the Landlord within a period of three (3) days prior to the expiry of the lease.

7. LANDLORD'S RIGHTS

- 7.1 The Landlord, and/or any person authorized by him to do so, shall be entitled to enter and to inspect the premises at any reasonable time, on reasonable notice to the Tenant.
- 7.2 The Landlord shall be entitled to display a "To Let" sign on the premises from two months before the expiry of the initial period.
- 7.3 The Landlord shall be entitled to display a "For Sale" sign on the premises at any time.
- 7.4 The Landlord shall be entitled to terminate this lease in the event of the premises being sold.

8. INDEMNITY

The Landlord shall not be responsible for, and the Tenant indemnifies the Landlord against all claims arising out of:

- 8.1 Any interruption in any service supplied to the premises;
- 8.2 Any loss or damage to person or property on the premises;
- 8.3 Any unsuitability of the premises for the purposes for which they are let;
- 8.4 Any disrepair of the premises, or a portion thereof, from time to time.

9. SUBLETTING

The Tenant shall not cede, nor transfer, nor assign, the lease, nor sublet the premises or any part thereof, nor part with possession of nor permit any other person to occupy the premises, without the Landlord's prior written consent.

proper discharge of all of the Tenant's obligations arising from this agreement.

11.2 this agreement be signed by a person acting in his capacity as a trustee for a company or close corporation to be formed, such person in his personal capacity shall be personally liable as Tenant under this agreement unless the company or close corporation is formed and fully adopts and ratifies the terms of this agreement within thirty (30) days of acceptance hereof by the Landlord and :-

11.2.1 shall until the proposed company or close corporation is formed and fully adopts and verifies this agreement, be and have the rights and obligations of the Tenant hereunder; and

11.2.2 never the less binds himself by his signature hereto as surety and co-principal debtor in solidum, jointly and severally with such company or close corporation in favour of the Landlord, for the due fulfillment of all the obligations of such company or close corporation arising herefrom.

11.3 the Tenant consist of more than one person or party, their liability to the Landlord in terms of this lease shall be in solidum.

12. DOMICILIUM CITANDI ET EXECUTANDI

12.1 The parties hereto respectively choose *domicilia citandi et executandi* at their respective addresses as set out in the preamble hereto for the delivery of all notices and the service of all process arising out of this agreement.

12.2 Any notice delivered by one party to the other at the addressee's *domicilium citandi et executandi*, shall be deemed to have been received by the addressee on the date of delivery.

13. GENERAL

13.1 This agreement constitutes the entire agreement between the parties and no variation, amendment or cancellation hereof shall be of any force or effect unless reduced to writing and signed by all parties.

13.2 Any latitude, relaxation, indulgence or extension of time which may be allowed by the Landlord in respect of any matter or thing that the Tenant is bound to perform or observe in terms of this lease, shall not under any circumstances be deemed to be a waiver of the Landlord's rights at any time. The Landlord is entitled, without notice, to require strict and punctual compliance with each and every provision or term herein.

10. BREACH

10.1 The Landlord shall be entitled, without prejudice to its other or accrued rights, to cancel this lease forthwith in the event that:

10.1.1 The Tenant fails to pay the rental or any other amount due in terms of this lease on due date;

10.1.2 The Tenant breaches any of the other terms or conditions hereof, all of which are material, and fails to remedy same within seven (7) days from date of receipt of written notice calling upon it to rectify such breach;

10.1.3 The Tenant commits an act of insolvency.

10.1.4 There is a transfer of the shareholding or members' interest in the Tenant (if applicable) without the Landlord's prior written consent thereto.

10.1.5 The Tenant, being an individual, dies.

10.1.6 The Tenant, being a partnership, dissolves.

10.2 In the event of this lease expiring or otherwise terminating and in the event of the Tenant failing to vacate the premises and to redeliver possession thereof to the Landlord thereupon, the Tenant shall be obliged, for so long as it remains in occupation, to continue to pay to the Landlord an amount equivalent to the rentals and other charges as would have been payable by the Tenant to the Landlord had the lease remained in existence, which amount shall be regarded as damages for holding over.

10.3 Should the Tenant fail to make payment of any rental or other amount payable to the Landlord in terms of this lease on due date, the Landlord shall be entitled, without prejudice to its rights, to charge interest on such amounts at a rate of 2% above the prime lending rate from time to time of the Standard Bank of South Africa Limited.

11. CAPACITY OF PARTIES

Should:

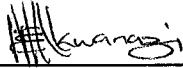
11.1 the Tenant be a company, close corporation, trust or a principal represented herein by an agent, the person/s signing this offer on behalf of the Tenant hereby binds himself/themselves in favour of the Landlord as surety for, and co-principal debtor with, the Tenant for the due and

- 13.3 In this agreement, words importing the singular shall include the plural and vice versa, words importing the masculine gender shall include the feminine gender and words importing business shall include corporate bodies.
- 13.4 The Tenant acknowledges that this offer to let and its consequences have been explained and that it is fully aware of all of the implications hereof.
- 13.5 The Landlord gives no warranty and makes no representations in regard to the premises nor does the Landlord warrant that the premises will be fit for any purpose and the Tenant acknowledges having inspected the premises prior to taking occupation thereof.
- 13.6 A certificate under the hand of the Landlord as to the indebtedness of the Tenant to the Landlord, shall be *prima facie* proof of the Tenant's indebtedness to the Landlord.
- 13.7 In the event that the Landlord takes legal action against the Tenant because of a breach by the Tenant of its obligations in terms of this lease, the Tenant shall be liable for all legal costs incurred by the Landlord on the scale as between attorney and client including, without limitation, collection fees, tracing fees and fees of counsel as on brief.
- 13.8 The Landlord shall, at its election, be entitled to institute action out of any Magistrates' Court exercising jurisdiction over the Tenant's person, notwithstanding that the amount of its claim would otherwise have exceeded the jurisdiction of the court.
- 13.9 The Tenant hereby authorizes the Landlord to furnish credit information concerning the Tenant to any credit bureau, or to any credit provider seeking trade references concerning the Tenant; and to request information concerning the Tenant from any credit bureau, or from any credit provider, in order for the Landlord to conduct a credit assessment or affordability assessment in respect of the Tenant and/or to trace the Tenant.

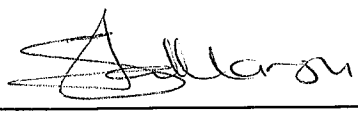
THUS DONE AND SIGNED BY THE TENANT ON 01 DAY OF

JANUARY 2017.

AS WITNESSES:

1. 

2. 




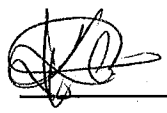
FOR AND ON BEHALF OF TENANT

THUS DONE AND ACCEPTED BY THE LANDLORD ON 01 DAY OF

JANUARY 2017.

AS WITNESSES:

1. 

2. 



FOR AND ON BEHALF OF LANDLORD