

AGREEMENT

SUPPORT FOR SUPPLIER DEVELOPMENT INITIATIVE

(Hereinafter called “the Supporting Enterprise”)

And

(Hereinafter called “the Beneficiary Entity”)

The purpose of this agreement is to determine the Supplier Development Initiative, the support by the Supporting Enterprise and the period of continuous support by the Supporting Enterprise to the Beneficiary Entity.

1. SUPPLIER DEVELOPMENT INITIATIVE

1.1. The parties agree that the Supporting Enterprise will support the following Supplier Development Initiative:

List the type of development contributed with the total amount

1.2. The parties agree that it has been determined that the Supplier Development Initiative complies with the Codes of Good Practice

(hereinafter called “the Codes”), the definition of a Supplier Development Initiative and all the requirements as stipulated by the Codes.

- 1.3. The parties specifically agree that the Beneficiary Entity is a supplier to the Supporting Enterprise with at least 51% Black Ownership and with an annual turnover of less than **R25 mill for BEP/R50 mil DTI/Contractor.**
(Delete which one is applicable.)

2. SUPPORT BY SUPPORTING ENTERPRISE

2.1. OBJECTIVES OF THIS AGREEMENT

- 2.1.1. The objectives of this agreement is to contribute to the development, sustainability and financial and operational independence of the Beneficiary Entity.

2.2. PRIORITY INTERVENTIONS

- 2.2.1. The parties agree that the following needs were identified as priority needs or interventions:

Lists the needs of the beneficiary entity.

2.3. IMPLEMENTATION OF PLAN

- 2.3.1. The parties agree that the following support will be rendered by the Supporting Enterprise to the Beneficiary Entity:

List the support supplied by the measured entity

- 2.3.2. The parties agree that the support mentioned in 2.3.1. above will be rendered according to the following schedule:

2.3.3. The parties agree that the Beneficiary Entity will continuously be measured based on performance indicators. These indicators will measure the success of the development initiative. The measurement will be linked to the following time table and indicators:

	PERFORMANCE INDICATOR 1:	PERFORMANCE INDICATOR 2:
MILESTONE DATE:	(e.g. TURNOVER)	(e.g. NPAT %)
Quarter 1		
Quarter 2		
Quarter 3		
Quarter 4		

3. PERIOD OF SUPPORT BY SUPPORTING ENTERPRISE

3.1. The parties agree that the period of ongoing support by the supporting enterprise to be beneficiary entity will be from _____ to _____.

3.2. The parties agree that the Supporting Enterprise can extend this agreement by written notification to the Beneficiary Entity. In the event of an extension, paragraph 2 of this agreement should be amended (in writing) accordingly.

3.3. Any extension of this agreement will be done by taking into account any key performance indicators as identified by the parties.

4. TERMINATION OF THIS AGREEMENT

4.1. The parties agree that this agreement can be terminated by either party after giving three months written notification to the other party.

4.2. The parties agree that no claims of any nature can be instituted by either of the parties against each other.

SIGNED AT _____ ON THIS _____ DAY OF _____ 20_____

SUPPORTING ENTERPRISE (properly represented by _____)

BENEFICIARY ENTITY (properly represented by _____)

WITNESSES:

1. _____

2. _____