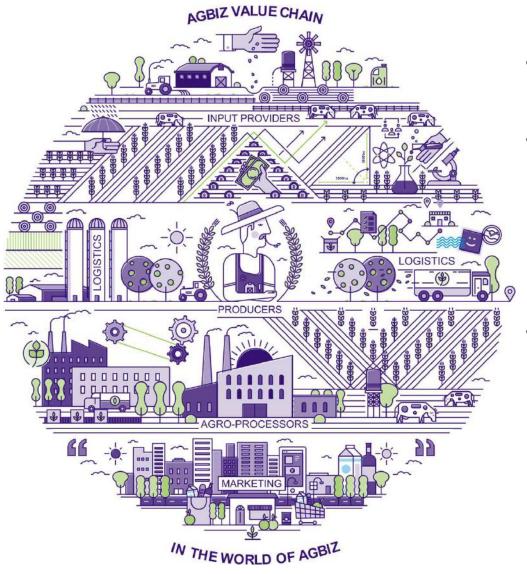
Agbiz inputs on the ULTRA Amendment Bill

18 August 2020
Portfolio Committee on
Agriculture, Land Reform &
Rural Development
By Theo Boshoff





- Agbiz represents the agricultural value chain;
- Financiers, insurance, seeds, fertilizers, agroprocessors, logistics, food companies & commodity organisations;
- Part of Business Unity South Africa (BUSA) and the Nedlac task team on the Bill.





























































KAAP AGRI





















MARSH



















AGRI









PREVIOUSLY TALENTAFRICA













































Interest in the Bill

- Agriculture driver of post-covid, green jobs and economic development;
- Many areas under the administration of apartheidera registers critical for expansion in the sector, but secure property rights required for investment;
- Agriculture 'dualistic' commercial areas are well resourced & enjoy secure property rights whilst the emerging sector is hampered by insecure rights that limit investment;
- Secure property rights for all South Africans required to spur investment & break dualistic nature of agriculture;

Scope of Amendments

- ➤ Limited to Rahube case but wider review required; Concept of 'Tribal Land' should be reviewed
- Indigenous, customary property law characterised by joint rules regulating access to land; but
- Not a one-size-fits-all very diverse;
- Attempt to lump all indigenous land rights under 'tribal land' may threaten tenure security;
 - Challenge to the Communal Land Rights Act (CLaRA) led by 4 communities is a good example of this possibility.



Concept of 'Tribal Land' should be reviewed

- Understand that s3, 19 & 20 (relates to schedule 2) has seldom been used;
- Department developing dedicated legislation on communal land rights;
- ➤ Why not then repeal s3 and all provisions relating to 'tribal land'?



Conversion of all rights to ownership

- New process schedule 2 rights converted to 'ownership' after application;
- Private ownership (common law) preferred by investors, but should be carefully considered where it clashes with customary practices:
 - Practice always trumps 'paper' provisions!
- Communal land ownership under custom recognised by the courts (Richtersveld case);



Conversion of all rights to ownership

- 'Upgrade' to legally secure forms of customary law ownership should be considered where there are multiple, 'layered 'rights in land;
- Rahube case good example may be more than one legitimate interest;
- Co-ownership or separate legal entity possible (i.e. a trust), but customary property law could be developed to provide legally secure rights that consider a plurality of rights;
- NB! aim must be to make existing practices legally secure
 a not to impose common-law ownership where it is not practiced in custom.



Discretion of the Minister

- Amendments made at Nedlac very promising;
- Minister to give effect to unopposed applications & must mediate where contested;
- However where no agreement is reached, the Minister must make a decision which will affect the applicant or objector's property rights;
- In this situation, it is critical that criteria is supplied to guide the Minister's decision as it can be taken on review; and
- That parties can approach a court for an equitable order;
- NB this was a critical point under CLaRA which should not be repeated

Discretion of the Minister

CLaRA & Tongoane case:

- Minister had to decide on the existence of communal land rights and whether to transfer ownership to the community;
- Tongoane case: argued that this wide discretion of the Minister reduced the fundamental right of communal occupiers for secure tenure to something which falls within the discretion of the executive;
- Hence, argued that it could endanger tenure security opposed to strengthen it;
- NB! very important to take this into consideration where the Minister decides on rights under ULTRA.

Specific Inputs

Notice of an application s(2)

- Many people in rural areas do not have access to the Government Gazette and may miss a notice that affects them;
- Discussion at Nedlac: when an application is lodged, the applicant must furnish details of all persons who may have an interest (i.e. who resides on the property?);
- The state can then notify them directly and give an opportunity to make representations.

Application to court (s14A)

- "court" not defined;
- Propose that this be defined as the Land Claims Court and be replaced with the "Land Court" if and when it is created.

Specific Inputs - Nedlac

- 100% agreement reached between parties at Nedlac on important provisions which improve the Bill, i.e:
 - Application of s2;
 - Minister to give effect to unopposed applications;
 - Mediation by Minister;
 - Designation and powers when conducting an inquiry;
- Nedlac amendments not reflected in current Bill (process issue);

We implore the committee to consider these and make the changed recommended by all constituencies.

Thank you!

www.agbiz.co.za

012 807 6686

