



AGREEMENT FOR A CODE OF CONDUCT FOR BUILDING CONTRACTORS AND OWNER BUILDERS WITHIN OUBAAI GOLF RESORT ("THE ESTATE") FOR THE FIRST CONSTRUCTION ON AN ERF

ENTERED INTO BY AND BETWEEN

OUBAAI HOMEOWNERS ASSOCIATION

("HOA")

AND

.....
("THE OWNER")

AND

.....
("THE CONTRACTOR")

WORKING ON ERF:

1. PREAMBLE

- 1.1 The purpose of this agreement is to ensure integration between residential living and control over building activities within the Estate with minimal impact to the environment. The HOA reserves the right to make amendments and additions to this document from time to time.
- 1.2 Should an erf owner qualify to build his own home; it should be noted that, for the duration of this contract, the owner will be regarded as a contractor and not as a home owner.
- 1.3 All contractors must comply with the Health and Safety Act.

2. QUALIFICATIONS OF CONTRACTORS

- 2.1 Only contractors who can furnish at least three references of prior building contracts will be allowed to build at Oubaai.
- 2.2 Contractors must have a current NHBRC certification.
- 2.3 Contractors are at all times responsible for their sub-contractors and employees while on the Estate.

3. RULES AND REGULATIONS

The rules and regulations described below are intended to ensure that the quality of life for residents in the Estate is not unduly compromised, and the impact on the environment is minimised by the house building operations, yet allowing for efficient construction by contractors.

When a contractor is found to be in breach of the stated rules and regulations, a penalty will be imposed. The extent of the penalty is detailed below the description of each rule and regulation. The onus is on the main contractor to ensure that all sub-contractors are aware of the terms and conditions.

Should the main contractor wish a representative of the Oubaai Home Owners Association to do the briefing of the sub-contractors, this can be arranged at the cost of R100 per person briefed. Please direct the request to the Estate Manager. It will otherwise be tacitly understood that the main contractor has done all the necessary briefing.

An updated form (attached) confirming the company name, staff names and ID numbers of the contractor and sub-contractors should be submitted by the main contractor to the HOA.

3.1 ***Environmental controls***

The contractor acknowledges that he is working in an environmentally sensitive development and agrees to conform to all environmental controls specified in this document and revised from time to time.

It should also be noted that these controls are part of the development required to be legally enforced. Presently these specifications include the following considerations:

3.1.1 **Environmental Education**

a. *Description*

All contractor and sub-contractor personnel will be required to be briefed on the Builders Code of Conduct. The main contractor must do these briefings before his staff is allowed to work on the Estate.

b. *Breach*

For any personnel breaching this contract, the contractor will be fined R1 000 per transgression,

3.1.2 **Vegetation search and rescue**

a. *Description*

Prior to the commencement of clearing the proposed building site, the contractor will obtain a clearance certificate from the appointed landscape maintenance contractor testifying that vegetation search-and-rescue has been completed on the site. This operation is a legal requirement to ensure that any endangered vegetation species is transplanted prior to work commencing on the erf.

b. *Breach*

(i) Work by the contractor will be stopped, and legal action could be taken against the contractor.

(ii) Any building contractor who has already signed the Code of Conduct at any stage previously will be fined a minimum of R1 000 per transgression.

3.1.3 **Limits of building activity**

a. *Description*

All activities relating to the house construction must be confined to within the erf boundary where construction is taking place. This relates to the location of staff, placing of storage bins and material.

Should the contractor wish to use an empty site adjacent to the construction owing to the manner in which the house is being constructed, this can be requested from a) the relevant homeowner through the HOA, b) a request letter to the DRC. However, it will be the

responsibility of the contractor to screen the additional ground being used (see 3.1.9 for clarification on materials and for breach).

b. Breach

- (i) Work by the contractor will be stopped until such time as the contractor's equipment/material has been moved to within the building site, or the necessary additional screening has been put into place.
- (ii) The contractor will be fined a minimum of R2 000 per transgression.

3.1.4 Site presentation

a. Description

The contractor will be expected to keep the appearance of the building site neat and tidy at all times. Building rubble must be removed from the site at intervals not exceeding one week, and litter must be removed from the site on a daily basis. No litter may be stored or mixed in amongst building rubble. Plastic refuse drums must be provided by the contractor for the purpose of storing refuse until removed from the site by the contractor.

It is also the responsibility of the contractor to ensure that the pavement and surrounding areas are restored to their original state (i.e., grasses for mowing, stones and rubble removed, etc.). No portion of the Builder's Deposit will be refunded until the area is rehabilitated to an acceptable state.

b. Breach

- (i) Should a builder not comply with the removal of building rubble, or litter not stored in the required refuse drums, the rubble and/or litter will be removed by the HOA and the costs thereof claimed from the builder. The contractor will be denied access to the Estate until such costs have been paid in full. In addition, there will be a fine of R500 per transgression.
- (ii) Should the surrounding area not be rehabilitated, the Oubaai Home Owners Association will withhold the Builder's Deposit and not issue the Occupation Certificate.

3.1.5 Cleaning of vehicles/equipment

a. Description

Washing of vehicles and equipment will only be permitted within the confines of the building site. All spillage and runoff must be contained within the site.

b. Breach

The building contractor will be fined a minimum of R1 000 per offence.

3.1.6 Fires

a. Description

No fires will be allowed on any part of the Estate including the building site.

b. Breach

- (i) The building contractor will be fined a minimum of R1000 per offence.
- (ii) The building contractor will, in addition, be held legally and financially responsible for any damage caused by the breach of this regulation.

3.1.7 Ablution facilities

a. Description

Contractors must make adequate provision for temporary chemical toilets situated on the building site for the use of their employees. The contractor must ensure that the employees use the facilities at all times. Consideration must be given to surrounding neighbours with the placing of the facility.

b. Breach

- (i) The contractor will be denied access to the Estate until such time as the facilities are available.
- (ii) In addition, the contractor will be fined a minimum of R500 per violation.
- (iii) Should the employees not use the facilities provided, the contractor will be fined a minimum of R500 per offence.

3.1.8 Spoil of excess material and building rubble

a. Description

The contractor must make adequate provision for removal of building rubble and excess material. No material or building rubble may be spoiled or stored outside of the building erf boundary or elsewhere on the Estate; irrespective of the ownership of land.

b. Breach

The Estate will remove all such material from the site. This will be for the contractor's account. In addition to this, the contractor will be fined a minimum of R1 500 per offence.

3.1.9 Screening of building sites

a. Description

The contractor will be required to screen off the site with a dark green shade-netting screen of a **minimum** density of 75%.

1. Anchor poles must be spaced not more than 3m apart.
2. Anchor poles must be 2.4m in length. 600mm of this 2.4m must be sunk into the ground and be fixed with concrete.
3. Three evenly spaced, Toprail a minimum of 70mm x 42mm and mid and bottom rail 38mm x 38mm pine branding must be nailed (100mm nails) to the anchor poles, to form a frame onto which nets must be **neatly** fixed by nails or string.
4. After the builder has erected the nets, the HOA Representative must be informed, and he will inspect the site.
5. The building may not commence before the HOA Representative has signed off the screening of the building site.
6. The screen must be kept in a neat condition and in place and maintained for the entire building process. Old nets may not be used on new building sites.

b. Breach

The contractor will be fined a minimum of R1 000 and work will be stopped until such structures are in place.

3.1.10 Blasting Activities

a. Description

- (i) The contractor must be a licensed blaster and must comply with all rules and regulations.
- (ii) The contractor must notify the HOA in writing and Air Traffic Control at George Airport at least 48 hours prior to when blasting will take place.
- (iii) The area must be cleared in advance.
- (iv) The contractor is responsible for any services disrupted by the blasting.

b. Breach

The contractor will be fined a minimum of R1 000 per transgression, as well as any other charges or fines imposed on the HOA by other authorities.

3.1.11 Driveways

a. Description

- (i) No contractor may interfere with the common property surrounding the erf.
- (ii) The HOA must give given a minimum of 2 weeks notice prior to the construction of the driveway

b. Breach

- (i) Should the contractor proceed with construction of the driveway, the contractor will be fined a minimum of R2 000; as well as be liable for any costs arising out of damages caused.

- (ii) Should the HOA not be given a minimum of 2 weeks notice, no guarantee is given that the necessary construction work will be in place timeously.

3.2 Hours of Work

3.2.1 Public/Private time

a. Description

Contractors may only be present on the Estate during the following public time hours:

| | |
|---------------------------|--|
| Normal Weekdays | 06H00 to 18H00 |
| Saturdays | 07H00 to 13H00 |
| Sundays & Public Holidays | No access |
| December Holidays | Friday closest to 13 December until Monday closest 13 January no contractors allowed |

b. Breach

- (i) Contractors will be escorted from the Estate by security during private times and if there is no supervision on site.
- (ii) In addition, the building contractor will be fined a minimum of R500 per transgression.

3.2.2 Permission to work during private times

a. Description

Contractors are not allowed on the Estate on Sundays and proclaimed public holidays without the written permission of HOA as these days are considered to be private time. Special applications for contractors to be present on site during private times should be lodged with the HOA prior to the time of activity.

The estate will be closed to builders and contractors for the Oubai builder's holidays over the festive season (December/January). Contact the HOA to establish closing and opening dates.

b. Breach

- (i) Contractors will be escorted from the Estate by security during private times.
- (ii) In addition, the building contractor will be fined a minimum of R1 000 per transgression
- (iii) Should contractors work over the stated hours and be requested to leave the sites by Security; it should be noted that the contractor will be denied access to the estate for the same amount of additional time on next entering.

3.2.3 Watchman

a. Description

No employees will be allowed to remain on site during private time.

b. Breach

- (i) Contractors and employees will be escorted from the Estate by security during private times.
- (ii) In addition, the building contractor will be fined a minimum of R500 per transgression

3.3 Vehicles

3.3.1 Vehicle Sizes Allowed

a. Description

Due to the road surfacing and limited road widths and roundabouts, the following restrictions are placed on any vehicle entering the Estate.

- (i) No vehicles with trailers will be allowed.
- (ii) Only fixed axle design vehicles will be allowed. No “horse and trailers” will be allowed on the Estate without written permission from HOA.
- (iii) Maximum length = 9.1m
- (iv) Maximum width = 2.6m
- (v) Maximum gross mass = 20,000kg
- (vi) Maximum axle weight = 8,000 kg

b. Breach

Vehicles larger than above will be denied access to the Estate.

3.4 Deliveries to Contractors

3.4.1 General deliveries

a. Description

- (i) Contractors will at all times be responsible for the delivery personnel.
- (ii) All delivery times will be limited to public times as defined under 3.2 above.
- (iii) The size of delivery vehicles will be limited as defined under 3.3 above.
- (iv) Deliveries to the building site will take place only from the street frontage of the site.

b. Breach

A minimum penalty of R500 will be imposed on the main contractor for the transgressions of the sub-contractor.

3.4.2 Concrete deliveries

The delivery of concrete has the potential of causing the most damage to the road surfacing and landscape vegetation. It is, therefore, important that these

deliveries are handled in a particular way. The following rules relate specifically to the concrete delivery vehicles.

a. Description

Drivers of concrete delivery vehicles must be briefed on this document. Under no circumstances may concrete be spilt onto the road surface and the contractor will be held responsible for the repair to the road if this occurs.

b. Breach

- (i) Drivers not briefed will not be allowed access onto the Estate.
- (ii) Drivers found contravening the Estate rules and regulations will be escorted off the Estate and refused access to the Estate.
- (iii) The building contractor will be liable for penalties incurred and in addition be held legally and financially responsible for any damage caused by the breach of this regulation.
- (iv) A penalty of R1 000 will be imposed on the main contractor for any offence.

3.4.3 Washing of concrete vehicles

a. Description

No washing off or rinsing of *Readymix* concrete delivery vehicles will be permitted.

b. Breach

The building contractor will be fined a minimum of R1000 per offence.

3.5 Storage Sheds/Huts

a. Description

The contractor will be allowed to erect green storage containers within the boundaries of the building site and to a maximum height of 2.4m.

b. Breach

The contractor will be instructed to remove any structures that do not conform to this regulation. The contractor will be denied access to the Estate until such time as the structures have been removed.

3.6 Security

a. Description

- (i) The development is located in a secure and controlled environment, and therefore individual watchmen will not be allowed on the Estate during private times.
- (ii) Security personnel control access to the Estate and the contractor must at all times adhere to the security rules.
- (iii) Personnel and their subcontractors of the contractor must at all times be in possession of an access card, which will be issued by the HOA at a

cost. The card may only be valid for the period that the subcontractor is required to be on site.

- (iv) Personnel must be transported by vehicle to the relevant sites and will not be allowed to walk from one area to another.
- (v) Once access control is in place, the Oubaai Golf Resort Security must sign in all contractor vehicles entering the Estate.
- (vi) These vehicles and personnel of the contractor will be subjected to be searched by security staff on entering and exiting the Estate.
- (vii) No firearms for whatever reason are permitted onto the Estate.

b. Breach

- (i) Any member of contractor's staff not adhering to this regulation will be removed from the site.
- (ii) In addition, the contractor will be fined a minimum of R500 per transgression.
- (iii) The contractor will be fined a minimum of R1 000 for any personnel who are found walking from site to site on the Estate.

3.7 Traffic Controls

a. Description

- (i) For security and safety reasons the speed limit on the Estate for all contractors' vehicles is 40 km per hour.
- (ii) Parking of vehicles must be confined to within the boundaries of the building site. No parking on other stands, sites, pavements, roads, verges, or anywhere else on the Estate will be permitted.
- (iii) None of the contractor's vehicles entering the Estate will be allowed to be overloaded with material or personnel. No personnel will be allowed to hang on to any moving vehicle or other equipment.
- (iv) The contractor is responsible for all his employees, subcontractors and delivery vehicles to ensure adherence to these rules.

b. Breach

The contractor will be fined an amount of a minimum of R500 per transgression. Continuous non-compliance will result in the contractor being expelled from the site.

3.8 Roads and Road Verges and Common Area

a. Description

- (i) Contractors must ensure that the road in front of their building site is at all times swept clean. This is to minimise damage and ensure the longevity of the brick road surface.
- (ii) Contractors must ensure that the kerbs and sidewalks in front of their building site are adequately protected from damage by the building operations.
- (iii) Building material must be stored on the building erf.
- (iv) No driving or parking on the pavements or verges will be permitted.

b. Breach

- (i) The contractor will be fined a minimum of R500 per transgression (i to iii)
- (ii) The contractor will be held financially and legally responsible for the damage to road surfaces and kerbs caused by his building operations.
- (iii) A minimum penalty of R250 per vehicle on the pavements or verges will be imposed. Continuous non-compliance with the rule will result in the contractor being denied access to the estate.

3.9 Advertising

a. Description

- (i) The contractor or his subcontractors may place no advertising material on the Estate.
- (ii) The contractor may place an approved A1 size builder's board on the erf, only indicating the erf number, architect and contractor, for the duration of the construction period. This will be available from the HOA.
- (iii) The boards must be ordered well in advance, and the cost will be for the builder.
- (iv) If a Health and Safety board is required by the main contractor, this may only be displayed within the confines of the building site and may not be visible from the outside. No names of any contractors, architects, sub-contractors, etc. may be displayed on these boards.

b. Breach

- (i) Advertising material will be removed from the erf without notice. The main contractor will be fined a minimum of R500 (not the sub-contractor advertising).
- (ii) Any material confiscated by management will be discarded immediately.

3.10 Building Plan Controls

a. Description

- (i) The building contractor must ensure that a copy of the signed approved building plan must at all times be on site available for inspection by the homeowner's representative.
- (ii) Any variations to the approved building plan must be submitted to HOA for signed approval and may only be implemented once the approved variation is available to the contractor.

b. Breach

- (i) The contractor will be denied access to the Estate until the above documentation is in place.
- (ii) The contractor will be required to remove any structures that do not conform to approved plans.

3.11 General Controls

a. Description

- (i) One representative of each building contractor is expected to attend a monthly site meeting to discuss general issues relating to work on the Estate.
- (ii) A representative from the contractor must be available on the building site during working hours to be able to receive all correspondence addressed to the contractor.

Responsible Person/s: _____

b. Breach

- (i) The contractor will be fined a minimum of R1 000 for not attending the site co-ordination meeting.
- (ii) Should a representative not be on site during working hours the contractor will be fined a minimum of R250 per transgression.

3.12 Occupational Health and Safety Act No 85 of 1993 (As Amended)

The Contractor confirms that with effect from the date of signature of this Agreement it has acquired full control in respect of the building premises. The Contractor agrees to full compliance with the Occupational Health and Safety Act and all local Municipal by-laws. The Contractor agrees to indemnify the HOA or any duly appointed Agent against any claims arising from the Building Contract for the non-compliance with the above requirements.

3.13 Limitation of Liability

The HOA shall not be responsible for any loss, injury, damages (including all consequential damages) or inconvenience that may be caused by the Contractor or Owner, its visitors or employees or any of its property for any cause, howsoever arising, and, without prejudicing the generality of the foregoing, whether arising from any defect, water and electrical supply or from fire, flooding, leakage or breakage of any water pipe, access to the premises, or from war, riots or other civil commotions, damages caused by the elements or fortuitous act, insects, whether or any living thing or any act of God.

All goods, property and effect of whatsoever nature, which may at any time be in or on the building premises, shall be at the sole risk of the Builder and the HOA shall not be liable for any loss or damage thereto from any cause howsoever arising.

3.14 Insurance

- 3.14.1 The Contractor responsible as stated in the schedule shall effect and keep in force;
- 3.14.1.1 Contract works insurance from date of signature until the date of completion;
- 3.14.1.2 Public liability insurance from date of signature to the date of issue of the certificate of final completion;
- 3.14.1.3 Support insurance until the date of issue of the certificate of final completion.
- 3.14.2 The Contractor shall make available to the HOA, before the commencement of the construction period, documentary evidence that insurances have been affected. A copy of the insurance policies shall be provided to the HOA within thirty (30) calendar days of the commencement of the construction period. Approval by the HOA shall be deemed unless a reasonable objection is lodged within fourteen (14) calendar days of receipt of such policies. Where required, the Contractor responsible shall provide evidence of renewal to the HOA before the expiry of the current period of insurance.
- 3.14.3 If the Contractor fails to effect any of the required insurance or to keep them in force, the HOA may effect such insurances. Where the HOA effects such insurances, consequent on the Contractor's default, the HOA may recover expense and loss resulting therefrom.

4. PAYMENT OF FINES

- a. Description*
All monies owing to the HOA must be paid within 2 working days following the fine. All payments are to be made to the HOA.
- b. Breach*
In the event of the contractor failing to pay the fine in time, the contractor will be denied access onto the Estate.

5. MONTHLY BUILDING MANAGEMENT LEVY

- a. Description*
To cover expenses in the administration of the housing delivery process, each building contractor will be levied an amount of R920.00, per building site per month payable to HOA. The levy must be paid by the 1st of every month and is paid in advance. Invoices will be issued.

The building levy is applicable for the entire month, regardless of when the Occupation Certificate is issued within the month.

The levy is payable until the Occupation Certificate is issued. Should construction cease for any reason, the levy will still be payable.

Should the building period exceed 12 months and should there be a building levy increase after the 12 month period, the building levy will be increased accordingly? Should the construction exceed 24 months or longer, the building levy will increase each year in accordance with the budget.

b. Breach

In the event of the contractor failing to pay the building levy in time the contractor will be denied access onto the Estate.

6. PAVEMENT DEPOSIT

The building contractor will have to pay a pavement deposit of R17 300.00 per building site, payable to HOA. This deposit is held free of interest.

R10 800 of this deposit will be refunded on condition that the account is in good standing with the HOA and on issuing of the Occupation Certificate.

R6 500 will be non-refundable and will be retained as a contribution to infrastructure repairs.

No invoices will be issued for the deposits.

7. CERTIFICATE OF COMPLIANCE

Please provide the HOA with all certificates as per municipal regulations and Architectural guidelines prior to applying for the Compliance Certificate at the HOA. Please refer to the Architectural Guidelines for additional clarification.

8. HOUSE NUMBERING

The number of the house must be displayed. Please contact our office for the correct street number.

9. JURISDICTION

Except as otherwise provided herein, the parties agree that any dispute or controversy arising out of or relating to this Agreement shall be resolved in a proceeding in the High Court, Cape of Good Hope Provincial Division, in the Republic of South Africa.

10. NO WAIVER

Any relaxation indulgence or waiver which the HOA may show to the Contractor will not in any way prejudice or derogate from the HOA's rights in terms of this Contract. More particularly no act of the HOA in accepting any amount after the due date or in accepting a

lesser sum than the amount due shall be construed as a waiver by the HOA of its rights under this Contract.

11. NO VARIATION

10.1 No Agreement purporting to vary the terms and conditions of this Contract including this clause shall be of any force and effect unless reduced to writing and signed by the parties.

10.2 This Agreement and any Annexure initialled by the parties for identification constitute the whole agreement between the parties.

12. PERSONAL LIABILITY

The Owner of the erf on which the Contractor will erect the building bounds himself jointly and severally to the HOA for the due fulfilment of all the obligations of the Contractor towards the HOA in respect of this Agreement.

SIGNED AT _____ ON _____

THE CONTRACTOR:

NAME

SIGNATURE

WITNESS

WITNESS

THE HOME OWNER

NAME

SIGNATURE

WITNESS

WITNESS

OUBAAI HOME OWNERS ASSOCIATION:

NAME

SIGNATURE

WITNESS

WITNESS

To be completed by the Building contractor.

Name of Building Contractor: -----

Contact person: -----

Landline contact number: -----

Cellphone number: -----

Email address: -----

Postal address: -----

Physical address: -----

Sign below to confirm General Briefing of rules and regulations by a HOA representative and that the main contractor understands all the rules and regulations as implemented by the Oubai HOA.

Date: _____

Erf: _____

Signed by **Main Contractor:**

NAME

SIGNATURE