Author: Asha Sewpersad

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IN THE KWAZULU-NATAL CONSUMER TRIBUNAL HELD IN DURBAN

Case number: KZNCT07/2023

In the matter between:

KWAZULU-NATAL CONSUMER PROTECTOR FIRST PLAINTIFF

CUTHBERT THEMBINKOSI BUTHELEZI SECOND PLAINTIFF

and

FAITHFULL CAR SALES FIRST DEFENDANT

(REG NO. 2[....]3)

NEAL JACOBS SECOND DEFENDANT

Coram:

Ms. A. Sewpersad Alternate Deputy Chairperson & Presiding Member

Ms P. Dabideen Member
Ms N. Cawe Member

Date of Hearing 31 July 2023

Date of Settlement Order - 7 August 2023

SETTLEMENT ORDER

DETAILS OF HEARING AND REPRESENTATION FIRST PLAINTIFF

Settlement Order

Cuthbert Thembinkosi Buthelezi v Faithfull Car Sales CC

KZNCT07/2023

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1. The First Plaintiff in this matter is the OFFICE OF THE KWAZULU-NATAL CONSUMER

PROTECTOR, established in terms of Section 5 of the KwaZulu-Natal Consumer Protector Act

(the "Act") (hereinafter referred to as "the First Plaintiff'), with head Offices at 270 Jabu Street,

Pietermaritzburg, in the Province of KwaZulu-Natal.

2. The Office of the KwaZulu-Natal Consumer Protector falls under the Department of Economic

Development, Tourism and Environmental Affairs (EDTEA) in the Province of KwaZulu-Natal.

3. At the hearing, the First Plaintiff was represented by Mr Ryan Moodley, a Deputy Director in the Office

of the KwaZulu-Natal Consumer Protector, in the employ of the First Plaintiff.

SECOND PLAINTIFF

4. The Consumer, who is the Second Plaintiff in this matter is MR CUTHBERT THEMBINKOSI

BUTHELEZI, a major female who resides in Isipingo, Durban, in the Province of KwaZulu-Natal

(hereinafter referred to as "the Second Plaintiff' or "the Consumer") represented herein by Mr Umesh

Jivan, a legal practitioner.

5. The Second Plaintiff lodged his complaint against the First and Second Defendants on the 2nd of May

2023.

FIRST DEFENDANT

6. The First Defendant in this matter is FAITHFULL CAR SALES CC, a close corporation, duly

registered in terms of the company laws of the Republic of South Africa with Registration Number

2006/033500/07, with its principal place of business situated at 135 Rinaldo Road, Glenhills, Durban

North, in the Province of KwaZulu-Natal (the "Defendant") represented herein by Ms V Nandkissor, a

legal practitioner.

7. The Second Defendant in this matter is Mr Neal Jacobs, an adult male car salesman/agent acting on

behalf of the First Defendant and who resides in Caneside, Phoenix, Kwazulu-Natal. The Second

Defendant was in default of appearance.

Settlement Order

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BACKGROUND

On 25th May 2022, the Consumer purchased a preowned model 2012 Ford Ranger from the First

Defendant, through his agent, the Second Defendant. On 28th May 2022, the vehicle had

mechanical problems and had to be towed to Ford Durban South at the expense of the Second Plaintiff:

8.1 The diagnostics revealed that an estimate of R113 809-25(one hundred and thirteen thousand

eight hundred and nine rands and twenty-five cents was required for the repairs.

8.2 The Consumer requested Ford Durban South to effect certain repairs which were necessary to

make the vehicle roadworthy again and paid a discounted cost of R32 000- 00 (thirty-two thousand rands)

for the repairs.

8.3 The Consumer attempted to get assistance from the Second Defendant on many occasions,

however all attempts reached a deadlock and on 18th August 2022 his son located and met with the

owner of UREV Motors, Mr Ugan Chengadu who provided him with details for the Second Defendant and

he confirmed that the vehicle did not belong to his stock but as advised by Mr Neal Jacobs was the

property of Faithful! Car Sales.

8.4 The Consumer was able through the First Defendant to locate the whereabouts of the Second

Defendant who provided him with the contact details of the owner of Faithful Car Sales.

8.5 The Consumer lodged a formal complaint with the Motor Industry Ombudsman of South Africa

(MIOSA)on 29th July 2022 and after completion of the investigation, MIOSA recommended that the

Respondent must cancel the sales transaction in terms of S56(2) and S20 of the Consumer Protection

Act, within 15 days from receipt of the recommendation.

APPLICATION TYPE AND ORDER SOUGHT

9. The KZN Consumer Tribunal (hereinafter referred to "the Tribunal") derives the jurisdiction for

hearing this matter under Section 21 of the KwaZulu-Natal Consumer Protection Act, 4 of 2013 (the

KZNCPA).

10. This matter will be heard in terms of Section 19(2)(a)(i) and Section 47(3) and Section 54 of the

Consumer Protection Act, No 68 of 2008 (the "CPA").

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11. The Consumer sought an order as follows:

13.1. The First Defendant has engaged in prohibited conduct by contravening S44, S55(2) and S56(3) of

the CPA.

13.2. The First Defendant is to reimburse the full purchase price paid for the motor vehicle.

13.3. The First Defendant to reimburse the repair costs of R16 960-74(sixteen thousand nine hundred

and sixty rands and R32 000-00(thirty-two thousand rands) incurred to repair the motor vehicle.

13.4. The First Defendant to collect the said motor vehicle from the residence of the Second Plaintiff at

their costs within 7 days after the judgment is issued.

13.5. The First Defendant to pay the Second Plaintiff's legal costs only if defended.

13.6. To order the First Defendant adheres to any other appropriate order the Consumer Tribunal

imposes as contemplated in section 4(2)) b) (ii) of the CPA.

SUMMONS SERVED ON THE DEFENDANTS

12. On the 7th of July 2023, the Summons was served on the First Defendant and on 5th July 2023 on the

Second Defendant.

13. The First Defendants filed a Notice of Intention to Defend on the 20thof July 2023 and an Answering

Affidavit on 25th July 2023.

THE HEARING

14. At the hearing, the First Plaintiff informed the Chairperson of the KZN Consumer Tribunal that the parties

had decided to settle the matter; and requested the Tribunal to make their Settlement Agreement an

Order of the KZN Consumer Tribunal.

ORDER

15. The Settlement Agreement between the parties, on case number KZNCT0?/2023, is hereby made an

ORDER of this KwaZulu-Natal Consumer Tribunal. See Annexure A.

DATED AT DURBAN ON THIS 7TH DAY OF AUGUST 2023

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ASHA SEWPERSAD PRESIDING TRIBUNAL MEMBER

Ms N. Cawe (Deputy Chairperson) and Ms. P Dabideen (Member) concurred.

ANNEXURE A

IN THE KWAZULU NATAL CONSUMER TRIBUNAL HELD AT DURBAN

CASE NUMBER: KZNCT07/2023

THE KWAZULU NATAL CONSUMER PROTECTOR FIRST PLAINTIFF

CUTHBERT THEMBINKOSI BUTHELEZI SECOND PLAINTIFF

FAITHFULL CAR SALES FIRST DEFENDANT

WITH REGISTRATION NO: 2011/059603/23

NEAL JACOBS SECOND DEFENDANT

SETTLEMENT AGREEMENT

WHEREAS the consumer lodged a complaint with the Office of the Kwazulu Natal Consumer Protector In terms of the Consumer Protection Act 68 of 2008 and the Kwazulu Natal Consumer Protection Act 04 of 2013.

AND WHEREAS the Office of the Consumer Protector KwaZulu Natal facilitated the

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handling of the complaint which was referred to the KwaZulu Natal Consumer Tribunal.

AND WHEREAS subject to the confirmation of the Consumer Tribunal in terms of S10

of the KwaZulu Natal Consumer Protection Act 04 of 2013 the parties agreed to settle

the complaint on the following terms:-

1. The First Defendant hereby acknowledges prohibited conduct on their part and in

light of such acknowledgement hereby undertakes to refund the Second Plaintiff an

amount of R 230 000.00 (Two Hundred and Thirty Thousand Rand) to be paid by the

3rd of August 2023.

Upon payment of the full amount as set out In paragraph 1 above the First Defendant

will collect the Ford Ranger motor vehicle from the premises of the Second Defendant at

his own cost.

The abovementioned payment will be paid directly to the Second Plaintiffs' attorneys

trust bank account of Jivan &Co Inc. with details as follows:-

NEDBANK

Account Number: 1[....]9

Branch: Durban and Coastal branch

4. The Second Plaintiff will have no further claim against the defendant.

5. Daryl Nair (First Defendant) agrees to be co- principal debtor and surety on behalf

of Faithful! Car Sales CC for the full amount of the principal debt. In the event of the

abovementioned payment not being made on the due date, the full amount outstanding

will become due and payable by the First Defendant and Daryl Nair, immediately to the

Second Plaintiff,

6. In the event of breach by the First Defendant the parties agree that the second

plaintiff shall approach any competent court to enforce this agreement which is made an

order of the Consumer Tribunal and to further seek interest at the prescribed rate at the

time this agreement was made an order of the KwaZulu Natal Consumer Tribunal.

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7 The Defendant undertakes to not engage in such prohibited conduct.

8. The parties further agree that the terms and conditions of this agreement will be

made an order of the KwaZulu Natal Consumer Tribunal.

Dated at DURBAN on this 31ST day of JULY 2023.

Second Plaintiff

Cuthbert Buthelezi

Daryl Nair

For First Defendant and as Surety and Co Principal Debtor