



**MINISTRY OF ENERGY**  
**REPUBLIC OF SOUTH AFRICA**

**341. Mr J F Smalle (DA) to ask the Minister of Energy:**

- (1) To whom were the (a) Milnerton and (b) Saldanha storage tanks leased in the 2013-14 financial year;
- (2) are there products in all storage tanks; if not, (a) why not and (b) for what period have they been empty;
- (3) is the Strategic Fuel Fund in a legal dispute pertaining to any of the leases; if so, (a) against who and (b) for what reason;
- (4) what was the value of the income generated by the storage tanks in (a) Milnerton and (b) Saldanha in the (i) 2011-12 and (ii) 2012-13 financial years? NW394E

**REPLY:**

1. For both **(a)** Milnerton and **(b)** Saldanha, the Strategic Fuel Fund (SFF) is bound contractually not to disclose the identity of the lessee/s to a third party, without the consent of that lessee. At the time of submission of the answers to these questions, SFF had not obtained the required concurrence from the contractual counterparties.
2. Not all the storage tanks have products.  
  
**(a)** The utilization of the tanks depends on crude oil market conditions. The market conditions have not been favourable for storage of crude oil.  
**(b)** Three of the Saldanha tanks have been empty since the beginning of the April 2013. The majority of the Milnerton tanks have been empty for a number of

years, owing to refurbishment and the transfer of their operations from PetroSA to SFF.

**3. (a) & (b)**

SFF & Morgan Stanley

The legal dispute reported in the 2012-13 financial statement between SFF (lessor) and Morgan Stanley (lessee) is yet to be concluded. The dispute relates to monies payable to local authorities for services provided on behalf of Morgan Stanley. The lessee disputes that they were the liable party.

**4. (a) and (b)**

**Income generated for requested periods**

	<b>Income (R'000)</b>	
<b>Financial Year</b>	<b>Milnerton</b>	<b>Saldanha</b>
2011/2012	37,281.72	339,301.28
2012/2013	2,680.88	146,257.12

**Ends**