



MINISTRY OF ENERGY
REPUBLIC OF SOUTH AFRICA

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365. Dr M J Cardo (DA) to ask the Minister of Energy:

With reference to President Jacob G Zuma's undertaking in his State of the Nation Address delivered on 12 February 2015, that the Government will set aside 30% of appropriate categories of state procurement for purchasing from Small, Medium and Micro-sized Enterprises (SMMEs), co-operatives, as well as township and rural enterprises, what percentage of the total procurement of (a) her department and (b) every entity reporting to her went to (i) SMMEs and (ii) co-operatives from 1 April 2015 up to the latest specified date for which information is available? NW377E

Reply:

- (a) The Department does support SMMEs, Co-operatives, as well as Township and rural enterprises through their procurement spent.
- (b) The procurement spent for SOEs was mainly on SMMEs and they are detailed below as follows.

Entity	Report
NNR	15% of R51 million total Expenditure year to date on goods & services
SANEDI	R3,313770.00 being 19% of total cash and accrued operating expenses
CEF	R 3,847,260,039.37 spent on BBE including SMME (CEF Group does not report specifically on SMMEs and Co-operatives or

	categories these suppliers separate from the BEE spend.
NECSA	<p>37% of the total procurement spend (R 86 million) was spent on Qualifying Small Enterprises (QSEs= Annual revenue of less than 10 million</p> <p>25% of the total procurement spend (R 58 million) was spent on Exempt Micro Enterprises (EME=Annual revenue of less that R 50 million)</p> <p><i>NB: In terms of the BBEE Act, SMME's are now referred to as QSEs and EMEs.</i></p>
NERSA	More than 40% of R60 million (NERSA's procurement spend for 2015/16) went to service providers with a BBEE Level 3 and above.
NRWDI	NRWDI is not yet operational; this is not applicable to the Institute.