



MINISTRY OF ENERGY
REPUBLIC OF SOUTH AFRICA

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Memorandum from the Parliamentary Office

★167. Mr P van Dalen (DA) to ask the Minister of Energy:

(a) Why did she authorise the sale of all of South Africa's strategic fuel stock held by the Strategic Fuel Fund and (b) what is or are the name(s) of the advisor(s) who advised her to sell the specified stock?

NO1984E

Reply:

I granted the Ministerial Directive on the rotation of Strategic Stock based on the following conditions:

1. Any rotation of Strategic Stock will be undertaken with a Ministerial Approval, preceded by a detailed due diligence undertaken by the SFF, and supported with a comprehensive motivation to the Minister.
2. The integrity of our Strategic Stocks levels must be assured in all instances.
3. A trading division should be established within the SFF and must be appropriately staffed with skilled personnel and resources to undertake trading activities which must generate revenue for SFF.
4. The SFF shall provide monthly report to the Minister and Department on all activities in relation to the Directive herewith granted.