

Trade and Industry

Adjusted budget summary

R thousand	2013/14			
	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	9 572 580	9 515 580	(57 000)	–
of which:				
Current payments	1 493 299	1 527 677	–	34 378
Transfers and subsidies	8 059 259	7 950 011	(109 248)	–
Payments for capital assets	20 022	37 891	–	17 869
Payments for financial assets	–	1	–	1
Executive authority	Minister of Trade and Industry			
Accounting officer	Director-General of Trade and Industry			
Website address	www.thedti.gov.za			

Aim

Lead and facilitate access to sustainable economic activity and employment for all South Africans through an understanding of the economy, knowledge of economic opportunities and potential, and anticipation of future economic trends. Catalyse economic transformation and development and provide a predictable, competitive, equitable and socially responsible environment for investment, enterprise and trade for economic citizens. Contribute to achieving government's vision of an adaptive and restructured economy, characterised by accelerated economic growth, employment creation and greater equity.

Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			Projected for 2013/14 as published in the 2013 ENE	Achieved in the first six months of 2013/14 (April to September)	Changed target for 2013/14
Number of bilateral and regional trade and investment agreements signed per year	International Trade and Economic Development	Outcome 11: Create a better South Africa and contribute to a better and safer Africa in a better world	12	0 ¹	–
Number of successful technical and business missions to foreign countries and companies undertaken per year	International Trade and Economic Development		16	19	–
Number of government-to-government platforms per year	International Trade and Economic Development		20	48	–
Number of projects supported under the support programme for industrial innovation per year	Broadening Participation	Outcome 4: Decent employment through inclusive economic growth	20	25	–
Value of support for industrial innovation projects per year	Broadening Participation		R43m	R69.6m	–
Number of technology incubators supported per year	Broadening Participation		42	42	–
Number of students supported by the technology and human resources for industry programme per year	Broadening Participation	Outcome 5: A skilled and capable workforce to support an inclusive growth path	1350	1055	–
Number of researchers supported by technology and human resources for industry programme per year	Broadening Participation		700	1135	–

Indicator	Programme	Outcome	Annual performance		
			Projected for 2013/14 as published in the 2013 ENE	Achieved in the first six months of 2013/14 (April to September)	Changed target for 2013/14
Number of quarterly reports on industrial policy action plan tabled at ministers review meetings	Industrial Development: Policy Development	Outcome 4: Decent employment through inclusive economic growth	4	2	–
Number of templates submitted to National Treasury for designation of sectors or sub-sectors	Industrial Development: Policy Development		2	1	–
Number of students enrolled in the tool-making apprenticeship programme per year	Industrial Development: Policy Development		385	389	–
Number of workers trained through the industrial skills upgrading programme per year	Industrial Development: Policy Development		220	127	–
Number of companies financially assisted per year through:	Incentive Development: Incentive Administration				
– export market and investment assistance			891	959	–
– black business supplier development programme			1 560	607	–
– enterprise investment programme			235	160	–
– cooperatives incentive scheme			375	193	–
– automotive incentive scheme			25	10	–
Number of film and television productions assisted per year	Industrial Development: Incentive Administration		65	49	–
Key performance indicators for the critical infrastructure programme: Number of new projects per year	Industrial Development: Incentive Administration		12	8	–
Number of direct jobs facilitated per year:	Industrial Development: Incentive Administration				
– enterprise investment programme			4 200	5415	–
– business process services and off-shoring			4 000	1145	–
Number of new incubators created per year	Broadening Participation		4	1	–
Number of small medium micro enterprise supported (incubation, quality and technology transfers) per year	Broadening Participation		842	342	–

1. No longer applicable. Following a decision by Cabinet, no further bilateral investment treaties to be signed.

Mid-year progress

The department provided R69.6 million in support in the first six months of the year to industrial innovation projects, which was higher than the projected target of R43 million for the year. As such, the department expects to significantly exceed the target by year end. This was due to higher than expected participation in the support programme for innovation scheme.

The department has also, by mid-year, exceeded the target for the year for the number of projects in the support programme for industrial innovation. This was due to higher than expected participation by firms conducting research and development on industrial innovations.

The number of students and researchers supported by the technology and human resources for industry programme was higher than anticipated by mid-year due to greater demand by students and researchers. The department expects to exceed this target further by the end of 2013/14. The target for students enrolled in the

tool-making apprenticeship programme was exceeded because of greater enrolment numbers, as funding was made available to meet the higher demand for training.

The department supported 5 415 direct jobs through the enterprise investment programme in the first half of the year, exceeding the annual target of 4 200. This was due to an increase in the number of enterprises in the manufacturing sector that were financially receiving support from the department.

Adjusted Estimates of National Expenditure 2013

Programme	2013/14							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Administration	690 079	–	–	5 850	–	30 000	35 850	725 929
International Trade and Economic Development	138 638	–	–	3 000	–	–	3 000	141 638
Broadening Participation	968 307	–	–	42 000	–	–	42 000	1 010 307
Industrial Development: Policy Development	1 606 524	–	–	(9 850)	–	–	(9 850)	1 596 674
Consumer and Corporate Regulation	256 157	–	–	–	–	–	–	256 157
Industrial Development: Incentive Administration	5 543 134	–	–	(50 000)	(50 000)	–	(100 000)	5 443 134
Trade and Investment South Africa	369 741	–	–	9 000	–	(37 000)	(28 000)	341 741
Total	9 572 580	–	–	–	(50 000)	(7 000)	(57 000)	9 515 580
Economic classification								
Current payments	1 493 299	–	–	4 378	–	30 000	34 378	1 527 677
Compensation of employees	854 246	–	–	(35 974)	–	–	(35 974)	818 272
Goods and services	639 053	–	–	40 352	–	30 000	70 352	709 405
Transfers and subsidies	8 059 259	–	–	(22 248)	(50 000)	(37 000)	(109 248)	7 950 011
Departmental agencies and accounts	1 234 727	–	–	50 995	–	–	50 995	1 285 722
Higher education institutions	12 834	–	–	–	–	–	–	12 834
Foreign governments and international organisations	39 738	–	–	(5 200)	–	–	(5 200)	34 538
Public corporations and private enterprises	6 751 175	–	–	(77 730)	(50 000)	(37 000)	(164 730)	6 586 445
Non-profit institutions	18 885	–	–	9 000	–	–	9 000	27 885
Households	1 900	–	–	687	–	–	687	2 587
Payments for capital assets	20 022	–	–	17 869	–	–	17 869	37 891
Machinery and equipment	10 867	–	–	2 679	–	–	2 679	13 546
Software and other intangible assets	9 155	–	–	15 190	–	–	15 190	24 345
Payments for financial assets	–	–	–	1	–	–	1	1
Total	9 572 580	–	–	–	(50 000)	(7 000)	(57 000)	9 515 580

Programme 1: Administration

Subprogramme	2013/14							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Ministry	39 407	–	–	883	–	–	883	40 290
Office of the Director General	84 600	–	–	(3 950)	–	–	(3 950)	80 650
Corporate Services	372 476	–	–	25 437	–	30 000	55 437	427 913
Office Accommodation	9 187	–	–	(9 187)	–	–	(9 187)	–
Financial Management	95 508	–	–	(30 115)	–	–	(30 115)	65 393
Media Relations and Public Relations	14 089	–	–	–	–	–	–	14 089
Communications	74 812	–	–	22 782	–	–	22 782	97 594
Total	690 079	–	–	5 850	–	30 000	35 850	725 929

Programme 1: Administration (continued)

Programme 4 Administration (continued)

	2013/14							
		Adjustments appropriation						
	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
R thousand								
Economic classification								
Current payments	681 359	–	–	3 813	–	30 000	33 813	715 172
Compensation of employees	278 736	–	–	(27 734)	–	–	(27 734)	251 002
Goods and services	402 623	–	–	31 547	–	30 000	61 547	464 170
Transfers and subsidies	2 580	–	–	141	–	–	141	2 721
Public corporations and private enterprises	680	–	–	–	–	–	–	680
Households	1 900	–	–	141	–	–	141	2 041
Payments for capital assets	6 140	–	–	1 896	–	–	1 896	8 036
Machinery and equipment	4 985	–	–	2 236	–	–	2 236	7 221
Software and other intangible assets	1 155	–	–	(340)	–	–	(340)	815
Total	690 079	–	–	5 850	–	30 000	35 850	725 929

Programme 2: International Trade and Economic Development

Subprogramme		2013/14						
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
International Trade Development	85 640	–	–	5 000	–	–	5 000	90 640
African Economic Development	52 998	–	–	(2 000)	–	–	(2 000)	50 998
Total	138 638	–	–	3 000	–	–	3 000	141 638
Economic classification								
Current payments	97 653	–	–	6 882	–	–	6 882	104 535
Compensation of employees	77 316	–	–	(1 664)	–	–	(1 664)	75 652
Goods and services	20 337	–	–	8 546	–	–	8 546	28 883
Transfers and subsidies	40 435	–	–	(3 852)	–	–	(3 852)	36 583
Foreign governments and international organisations	18 243	–	–	(3 000)	–	–	(3 000)	15 243
Public corporations and private enterprises	22 192	–	–	(900)	–	–	(900)	21 292
Households	–	–	–	48	–	–	48	48
Payments for capital assets	550	–	–	(30)	–	–	(30)	520
Machinery and equipment	550	–	–	(30)	–	–	(30)	520
Total	138 638	–	–	3 000	–	–	3 000	141 638

Programme 3: Broadening Participation

Programme of Broadening Participation								
Subprogramme	2013/14							
		Adjustments appropriation						
	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total adjustments appropriation	Adjusted appropriation
R thousand								
Enterprise Development	876 088	–	–	54 356	–	–	54 356	930 444
Equity and Empowerment	42 798	–	–	(3 225)	–	–	(3 225)	39 573
Regional Economic Development	49 421	–	–	(9 131)	–	–	(9 131)	40 290
Total	968 307	–	–	42 000	–	–	42 000	1 010 307

Programme 3: Broadening Participation (continued)

2013/14								
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
R thousand								
Economic classification								
Current payments	106 737	–	–	589	–	–	589	107 326
Compensation of employees	74 222	–	–	–	–	–	–	74 222
Goods and services	32 515	–	–	589	–	–	589	33 104
Transfers and subsidies	860 980	–	–	40 807	–	–	40 807	901 787
Departmental agencies and accounts	772 952	–	–	50 995	–	–	50 995	823 947
Higher education institutions	12 831	–	–	–	–	–	–	12 831
Public corporations and private enterprises	66 862	–	–	(10 500)	–	–	(10 500)	56 362
Non-profit institutions	8 335	–	–	–	–	–	–	8 335
Households	–	–	–	312	–	–	312	312
Payments for capital assets	590	–	–	604	–	–	604	1 194
Machinery and equipment	590	–	–	604	–	–	604	1 194
Total	968 307	–	–	42 000	–	–	42 000	1 010 307

Programme 4: Industrial Development: Policy Development

Subprogramme		2013/14						
		Main appropriation	Adjustments appropriation					Adjusted appropriation
			Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	
R thousand								
Industrial Competitiveness	589 590	–	–	(4 789)	–	–	(4 789)	584 801
Customised Sector Programmes	1 016 934	–	–	(5 061)	–	–	(5 061)	1 011 873
Total	1 606 524	–	–	(9 850)	–	–	(9 850)	1 596 674
Economic classification								
Current payments	122 787	–	–	(6 436)	–	–	(6 436)	116 351
Compensation of employees	89 413	–	–	–	–	–	–	89 413
Goods and services	33 374	–	–	(6 436)	–	–	(6 436)	26 938
Transfers and subsidies	1 482 795	–	–	(3 480)	–	–	(3 480)	1 479 315
Departmental agencies and accounts	282 415	–	–	–	–	–	–	282 415
Higher education institutions	3	–	–	–	–	–	–	3
Foreign governments and international organisations	7 475	–	–	(2 200)	–	–	(2 200)	5 275
Public corporations and private enterprises	1 192 902	–	–	(1 330)	–	–	(1 330)	1 191 572
Households	–	–	–	50	–	–	50	50
Payments for capital assets	942	–	–	66	–	–	66	1 008
Machinery and equipment	942	–	–	36	–	–	36	978
Software and other intangible assets	–	–	–	30	–	–	30	30
Total	1 606 524	–	–	(9 850)	–	–	(9 850)	1 596 674

Programme 5: Consumer and Corporate Regulation

Subprogramme	Main appropriation	2013/14 Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total adjustments appropriation	
R thousand								
Policy and Legislative Development	25 400	–	–	(2 190)	–	–	(2 190)	23 210
Enforcement and Compliance	24 248	–	–	(3 303)	–	–	(3 303)	20 945
Regulatory Services	206 509	–	–	5 493	–	–	5 493	212 002
Total	256 157	–	–	–	–	–	–	256 157
Economic classification								
Current payments	71 777	–	–	–	–	–	–	71 777
Compensation of employees	49 328	–	–	–	–	–	–	49 328
Goods and services	22 449	–	–	–	–	–	–	22 449
Transfers and subsidies	183 580	–	–	42	–	–	42	183 622
Departmental agencies and accounts	179 360	–	–	–	–	–	–	179 360
Foreign governments and international organisations	4 220	–	–	–	–	–	–	4 220
Households	–	–	–	42	–	–	42	42
Payments for capital assets	800	–	–	(42)	–	–	(42)	758
Machinery and equipment	800	–	–	(42)	–	–	(42)	758
Total	256 157	–	–	–	–	–	–	256 157

Programme 6: Industrial Development: Incentive Administration

Subprogramme	Main appropriation	2013/14 Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other Adjustments	Total adjustments appropriation	
R thousand								
Broadening Participation Incentives	167 477	–	–	224 344	–	–	224 344	391 821
Manufacturing Investment Incentives	3 600 261	–	–	(242 997)	–	–	(242 997)	3 357 264
Services Investment Incentives	600 165	–	–	18 737	–	–	18 737	618 902
Infrastructure Development Support	1 141 518	–	–	(49 193)	(50 000)	–	(99 193)	1 042 325
Product and Systems Development	15 125	–	–	(1 549)	–	–	(1 549)	13 576
Business Development and After Care	18 588	–	–	658	–	–	658	19 246
Total	5 543 134	–	–	(50 000)	(50 000)	–	(100 000)	5 443 134
Economic classification								
Current payments	175 388	–	–	(80)	–	–	(80)	175 308
Compensation of employees	142 013	–	–	–	–	–	–	142 013
Goods and services	33 375	–	–	(80)	–	–	(80)	33 295
Transfers and subsidies	5 358 246	–	–	(64 920)	(50 000)	–	(114 920)	5 243 326
Public corporations and private enterprises	5 358 246	–	–	(65 000)	(50 000)	–	(115 000)	5 243 246
Households	–	–	–	80	–	–	80	80
Payments for capital assets	9 500	–	–	15 000	–	–	15 000	24 500
Machinery and equipment	1 500	–	–	–	–	–	–	1 500
Software and other intangible assets	8 000	–	–	15 000	–	–	15 000	23 000
Total	5 543 134	–	–	(50 000)	(50 000)	–	(100 000)	5 443 134

Programme 7: Trade and Investment South Africa

Subprogramme	2013/14							
	Adjustments appropriation						Total adjustments appropriation	Adjusted appropriation
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments		
Investment Promotion and Facilitation	53 248	–	–	20 118	–	–	20 118	73 366
Export Development and Promotion	171 189	–	–	3 618	–	(37 000)	(33 382)	137 807
International Operations	145 304	–	–	(14 736)	–	–	(14 736)	130 568
Total	369 741	–	–	9 000	–	(37 000)	(28 000)	341 741
Economic classification								
Current payments	237 598	–	–	(390)	–	–	(390)	237 208
Compensation of employees	143 218	–	–	(6 576)	–	–	(6 576)	136 642
Goods and services	94 380	–	–	6 186	–	–	6 186	100 566
Transfers and subsidies	130 643	–	–	9 014	–	(37 000)	(27 986)	102 657
Foreign governments and international organisations	9 800	–	–	–	–	–	–	9 800
Public corporations and private enterprises	110 293	–	–	–	–	(37 000)	(37 000)	73 293
Non-profit institutions	10 550	–	–	9 000	–	–	9 000	19 550
Households	–	–	–	14	–	–	14	14
Payments for capital assets	1 500	–	–	375	–	–	375	1 875
Machinery and equipment	1 500	–	–	(125)	–	–	(125)	1 375
Software and other intangible assets	–	–	–	500	–	–	500	500
Payments for financial assets	–	–	–	1	–	–	1	1
Total	369 741	–	–	9 000	–	(37 000)	(28 000)	341 741

Details of adjustments to the Estimates of National Expenditure 2013**Virements and shifts**

Programmes					
1. Administration					
2. International Trade and Economic Development					
3. Broadening Participation					
4. Industrial Development: Policy Development					
5. Consumer and Corporate Regulation					
6. Industrial Development: Incentive Administration					
7. Trade and Investment South Africa					
FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(31 603)	Programme 1		2 714
Goods and services	Reallocation of funds from venues and facilities, and travel and subsistence	(40)	Households	Leave gratuities	40
	Reallocation of funds from catering	(13)	Households	Leave gratuities	13
	Reallocation of funds from travel and subsistence, consultants and advisory services, advertising, computer services, consultants, agency and outsourced services, operating leases, and venues and facilities	(2 622)	Machinery and equipment	Purchase of a car for the deputy minister, audio visual equipment, computers and laptops	2 622
	Reallocation of funds from assets less than R5 000	(39)	Compensation of employees	Employee pension contribution ¹	39

2013 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Software and other intangible assets	Reallocation of funds from entertainment management	(50)	Programme 4		50
			Households	Donations to the Imbongi Yesizwe Trust	50
Machinery and equipment	Reallocation of funds from software and intangible assets	(340)	Programme 1		22 339
			Machinery and equipment	Purchase of tablet and desktop computers	340
Compensation of employees	Reallocation of funds from machinery and equipment	(638)	Goods and services	Venues and facilities	638
	Reallocation of funds from machinery and equipment	(88)	Households	Leave gratuity, donations and gifts	88
Vacant posts	Vacant posts	(21 273)	Goods and services	Operating leases, venues and facilities, Travel and Subsistence, Advert Marketing	21 273
			Programme 7		6 500
	Vacant posts	(6 500)	Non-profit institutions	South African premium business awards, hosted by Proudly South African ¹	6 500
Shifts within the programme as a percentage of the programme budget		3.6%			
Virements to other programmes as a percentage of the programme budget		0.9%			
Programme 2		(6 702)	Programme 2		6 702
Goods and services	Reallocation of funds from communication	(8)	Households	Leave gratuities	8
Machinery and equipment	Reallocation of funds from machinery and equipment	(30)	Goods and services	Travel and subsistence	30
Foreign governments and international organisations	Reallocation of funds from transfers to the Comprehensive Nuclear Test-Ban Treaty Organisation	(1 900)	Goods and services	Travel and subsistence	1 900
	Reallocation of funds from transfers to the Comprehensive Nuclear Test-Ban Treaty Organisation	(1 100)	Public corporations and private enterprises	Transfer payment to Protechnik for current expenses and capital due to a shortfall caused by exchange rate movements and the purchase of capital equipment ¹	1 100
Compensation of employees	Vacant posts	(1 624)	Goods and services	Travel and subsistence, communication, consultants, operating lease, and venues and facilities	1 624
	Vacant posts	(40)	Households	Leave gratuities	40
Public corporations and private enterprises	Reallocation of transfers to the Development Bank of Southern Africa for the regional spatial development initiative	(2 000)	Goods and services	Travel and subsistence	2 000
Shifts within the programme as a percentage of the programme budget		4.8%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 3		(18 383)	Programme 1		7 000
Goods and services	Reallocation of funds for consultants and advisory services	(6 500)	Goods and services	Broad based black economic empowerment summit and hosting International Cooperatives Alliance general assembly	6 500
	Reallocation of funds for consultants and advisory services	(500)	Goods and services	Broad based black economic empowerment summit	500

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Public corporations and private enterprises	Reallocation of funds for consultants and advisory services	(404)	Programme 3		783
			Departmental agencies and accounts	Transfer of funds for the ItukiShe internship programme for management fees in the technology and human resource for industry programme at the National Research Foundation ¹	404
	Reallocation of funds from consultants and advisory services	(12)	Households	Leave gratuities	12
	Reallocation of funds from consultants and advisory services, venues and facilities, and catering for departmental activities	(367)	Machinery and equipment	Purchase of voice recorder and laptop as prizes for winners in the Technology for Women in Business initiative, the purchase of a shredding machine, laptops and desktops, office furniture and equipment	367
			Programme 7		100
	Reallocation of funds from travel and subsistence	(100)	Non-profit institutions	Transfer to Proudly South African for the second phase of the initiative to encourage the purchase of South African goods globally ¹	100
			Programme 1		900
	Reallocation of funds from the transfer payment to the Industrial Development Corporation for the Isivande Women's Fund	(900)	Goods and services	Operating lease	900
			Programme 3		9 600
	Reallocation of funds from the transfer payment to the Industrial Development Corporation for the Isivande Women's Fund	(591)	Departmental agencies and accounts	Transfer of funds for the ItukiShe internship programme for management fees in the technology and human resource for industry programme at the National Research Foundation ¹	591
	Reallocation of funds from the transfer payment to the Industrial Development Corporation for the Isivande Women's Fund	(6 738)	Goods and services	Consultants and advisory services, travel and subsistence, and training and development	6 738
	Reallocation of funds from the transfer payment to the Industrial Development Corporation for the Isivande Women's Fund ¹	(1 734)	Goods and services	Travel and subsistence	1 734
	Reallocation of funds from the transfer payment to the Industrial Development Corporation for the Isivande Women's Fund ¹	(300)	Households	Leave gratuities	300
	Reallocation of funds from the transfer payment to the Industrial Development Corporation for the Isivande Women's Fund	(237)	Machinery and equipment	Office equipment, computers and laptops	237
Shifts within the programme as a percentage of the programme budget		1.1%			
Virements to other programmes as a percentage of the programme budget		0.8%			

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 4		(12 166)	Programme 1		1 000
Goods and services	Reallocation of funds from consultants and advisory services	(1 000)	Goods and services	Venues and facilities, and outsourcing of the forensic audit function	1 000
	Reallocation of funds from consultants and advisory services, administrative fees, communication, travel and subsistence, operating payments, and venues and facilities	(3 000)	Programme 2		3 000
	Reallocation of funds from consultants and advisory services, printing and publications, and communication	(66)	Goods and services	Hosting of the India-South Africa summit	3 000
	Reallocation of funds from consultants and advisory services, and printing and publication	(2 170)	Programme 4		2 236
	Reallocation of funds from printing and publication	(200)	Machinery and equipment	Purchase of software to assist in editing documents and purchasing of the tape recorder, and machinery and equipment	66
Machinery and equipment	Reallocation of funds from machinery and equipment	(30)	Public corporations and private enterprises	Transfer payments to Trade and Industrial Policy Strategies for research, and the South African Bureau of Standards for the small business technical consulting programme to offset overspending caused by exchange rates that were higher than expected ¹	2 170
Foreign governments and international organisations	Reallocation of transfer payments from the French Institute of South Africa for the African Programme on Rethinking Development Economics	(2 200)	Programme 7		200
			Non-profit institutions	Transfer to Proudly South African for the second phase of the initiative to encourage the purchase of South African goods globally	200
			Programme 4		30
			Software and other intangible assets	Purchase of software to assist in editing documents	30
			Programme 7		2 200
			Non-profit institutions	Transfer to Proudly South African for the second phase of the initiative to encourage the purchase of South African goods globally ¹	2 200
Public corporations and private enterprises	Reallocation of transfers from the Industrial Development Corporation clothing and textile production incentive	(3 500)	Programme 1		3 500
			Goods and services	Advertising and marketing	3 500
Shifts within the programme as a percentage of the programme budget		0.1%			
Virements to other programmes as a percentage of the programme Budget		0.6%			
Programme 5		(42)	Programme 5		42
Machinery and equipment	Reallocation of funds from machinery and equipment	(42)	Households	Leave gratuities	42
Shifts within the programme as a percentage of the programme budget		0.0%			
Virements to other programmes as a percentage of the programme budget		0.0%			

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 6		(115 080)	Programme 6		80
Goods and services	Reallocation of funds from legal consultants	(80)	Households	Leave gratuities	80
Public corporations and private enterprises	Reallocation of funds from the automotive production development programme within the manufacturing development incentives due to delays in implementation	(50 000)	Programme 3		50 000
			Departmental agencies and accounts	Transfer payments to: the Small Enterprise Development Agency to support enterprises with the potential to grow and to create an incubation management programme within the technology programme; and the National Productivity Institute for the workplace challenge programme ¹	50 000
	Reallocation of funds from projects in the critical infrastructure programme that took too long to comply with the rules of the incentives	(50 000)	Programme 6		65 000
			Public corporations and private enterprises	Transfer payments for the export market and investment assistance programme as the number of applications increased, Bonus incentive applicants in the service sector development incentives that create more than 400 offshore jobs, and the department's broadening participation incentives following an amendment to the qualifying criteria and increase in applicants	50 000
	Reallocation of funds from the automotive production development programme within the manufacturing development incentives due to a delay in investments	(15 000)	Software and other intangible assets	Implementation of the integrated electronic management system	15 000
Shifts within the programme as a percentage of the programme budget		1.2%			
Virements to other programmes as a percentage of the programme Budget		0.9%			
Programme 7		(14 187)	Programme 7		14 187
Goods and services	Reallocation of funds from consultants and advisory services	(7)	Households	Leave gratuity	7
	Reallocation of funds from consultants and advisory services	(310)	Machinery and equipment	Desktop computers and laptops	310
	Reallocation of funds from consultants and advisory services, travel and subsistence, and venues and facilities	(3 397)	Compensation of employees	Adjustment to compensation of employees following the implementation of the amendment to resolution 3 of 2009 of the Public Service Coordinating Bargaining Council and the re-grading of posts by the Department of Public Service and Administration ¹	3 397
	Reallocation of funds from venues and facilities	(65)	Software and other intangible assets	Purchase of software and other intangible assets	65
Machinery and equipment	Reallocation of funds from machinery and equipment	(435)	Software and other intangible assets	Purchase of software and other intangible assets	435
Compensation of employees	Vacant posts	(9 965)	Goods and services	Operating payments for printing and publications, venues and facilities, and travel and subsistence	9 965
	Vacant posts	(7)	Households	Leave gratuities	7
	Vacant posts	(1)	Payments for financial assets	Foreign exchange losses	1
Shifts within the programme as a percentage of the programme budget		3.8%			
Virements to other programmes as a percentage of the programme Budget		0.0%			
Total		(198 163)	198 163		

1. National Treasury approval has been obtained.

Other adjustments – R57 million

Self-financing expenditure

Programme 1: Administration

R30 million in revenue has been received from the department's public entities in the form of unitary payment commitments for the public private partnership for campus accommodation. This will be used to supplement the payment of the total unitary amount due in respect of the public private partnership agreement.

Funds shifted between votes following a transfer of a function

Programme 7: Trade and Investment in South Africa

R37 million has been shifted from the *Trade and Investment South Africa* programme to the Department of International Relations and Cooperation for the African Renaissance and International Cooperation Fund for the economic assistance package to Cuba.

Declared unspent funds

Programme 6: Industrial Development: Incentive Administration

R50 million in unspent funds has been declared in respect of the investment incentives for the special economic zones.

Expenditure for 2012/13 and preliminary expenditure for 2013/14

Programme	2012/13					2013/14			
	Expenditure outcome					Preliminary expenditure			
R thousand	Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted appropriation	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted appropriation
Administration	697 179	283 849	40.7	705 426	101.2	725 929	7.6	331 245	45.6
International Trade and Economic Development	134 663	59 039	43.8	132 705	98.5	141 638	1.5	62 395	44.1
Broadening Participation	939 980	451 765	48.1	929 693	98.9	1 010 307	10.6	506 963	50.2
Industrial Development: Policy Development	1 492 745	1 091 770	73.1	1 505 090	100.8	1 596 674	16.8	935 487	58.6
Consumer and Corporate Regulation	248 143	123 318	49.7	223 568	90.1	256 157	2.7	129 676	50.6
Industrial Development: Incentive Administration	4 560 870	2 018 017	44.2	4 514 551	99.0	5 443 134	57.2	2 140 364	39.3
Trade and Investment South Africa	277 506	120 582	43.5	275 395	99.2	341 741	3.6	164 960	48.3
Total	8 351 086	4 148 340	49.7	8 286 428	99.2	9 515 580	100.0	4 271 090	44.9

R thousand	2012/13 Expenditure outcome					2013/14 Preliminary expenditure			
	Adjusted appropriation	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted appropriation	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted appropriation	Adjusted appropriation	Adjusted appropriation/ total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted appropriation
Economic classification									
Current payments	1 422 232	586 261	41.2	1 264 875	88.9	1 527 677	16.1	667 611	43.7
Compensation of employees	735 953	325 203	44.2	671 550	91.2	818 272	8.6	379 267	46.3
Goods and services	686 279	261 057	38.0	592 838	86.4	709 405	7.5	288 344	40.6
Interest and rent on land	–	1	0.0	487	0.0	–	0.0	–	0.0
Transfers and subsidies	6 862 863	3 551 986	51.8	6 898 928	100.5	7 950 011	83.5	3 596 814	45.2
Departmental agencies and accounts	1 126 195	621 346	55.2	1 127 996	100.2	1 285 722	13.5	720 459	56.0
Higher education institutions	10 004	3 500	35.0	32 600	325.9	12 834	0.1	6 666	51.9
Foreign governments and international organisations	36 438	–	0.0	37 344	102.5	34 538	0.4	–	0.0
Public corporations and private enterprises	5 668 674	2 917 293	51.5	5 671 756	100.1	6 586 445	69.2	2 853 293	43.3
Non-profit institutions	17 900	6 975	39.0	23 900	133.5	27 885	0.3	14 717	52.8
Households	3 652	2 872	78.6	5 332	146.0	2 587	0.0	1 679	64.9
Payments for capital assets	65 991	8 197	12.4	40 494	61.4	37 891	0.4	6 014	15.9
Machinery and equipment	38 824	6 089	15.7	36 632	94.4	13 546	0.1	5 246	38.7
Software and other intangible assets	27 167	2 108	7.8	3 862	14.2	24 345	0.3	768	3.2
Payments for financial assets	–	1 896	–	82 131	–	1	0.0	651	65100.0
Total	8 351 086	4 148 340	49.7	8 286 428	99.2	9 515 580	100.0	4 271 090	44.9

Expenditure trends for the first half of 2013/14

Total expenditure in 2012/13 was 99.2 per cent of the 2012/13 adjusted appropriation. Expenditure in the first six months of 2013/14 was R4.271 billion, or 44.9 per cent of the adjusted appropriation of R9.516 billion for the year. In comparison, mid-year expenditure in 2012/13 was R4.148 billion, or 49.7 per cent of the 2012/13 adjusted appropriation. Compared to the first six months of 2012/13, expenditure over the same period in 2013/14 increased by R122.750 million, or 3 per cent. This was mainly due to an increase in payments for travel and subsistence, operating leases, and contractors and consultants.

Departmental receipts

R thousand	2012/13 Audited outcome					2013/14 Actual receipts				
	Adjusted estimate	Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted estimate	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate
Departmental receipts	92 410	17 154	18.6	135 323	146.4	89 205	89 023	100.0	12 058	13.5
Tax receipts	5 000	1 402	28	3 719	74.4	5 200	5 200	5.8	1 518	29.2
Sales of goods and services produced by department	400	194	48.5	444	111.0	391	525	0.6	214	40.8
Sales of scrap, waste, arms and other used current goods	–	–	–	–	–	1	–	–	–	–
Fines, penalties and forfeits	10	4	40.0	19	190.0	195	30	0.0	6	20.0
Interest, dividends and rent on land	25 000	57	0.2	39 349	157.4	25 032	25 032	28.1	38	0.2

	2012/13					2013/14				
	Adjusted estimate	Audited outcome				Actual receipts				
		Apr 12 - Sep 12	Apr 12 - Sep 12 % of adjusted estimate	Apr 12 - Mar 13	Apr 12 - Mar 13 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ total (%)	Apr 13 - Sep 13	Apr 13 - Sep 13 % of adjusted estimate
R thousand										
Sales of capital assets	—	—	—	—	—	150	—	—	—	—
Transactions in financial assets and liabilities	62 000	15 497	25.0	91 792	148.1	58 236	58 236	65.4	11 800	20.3
Total	92 410	17 154	18.6	135 323	146.4	89 205	89 023	100.0	13 576	15.2

Revenue trends for the first half of 2013/14

Revenue in the first six months of 2013/14 was R13.576 million, or 15.2 per cent of the adjusted revenue estimate of R89.205 million for the year. In comparison, mid-year revenue in 2012/13 was R17.154 million, or 18.6 per cent of the 2012/13 adjusted estimate. Compared to the first six months of 2012/13, revenue over the same period in 2013/14 decreased by R3.578 million, or 20.9 per cent. This was mainly due to a decrease in receivables and interest.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

	2013/14						
	Main appropriation	Adjustments appropriation					Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation
R thousand							
Administration							
Households							
Social benefits							
Current	—	—	—	13	—	—	13
Employee social benefits	—	—	—	13	—	—	13
Households							
Other transfers to households							
Current	—	—	—	128	—	—	128
Employee social benefits	—	—	—	128	—	—	128
International Trade and Economic Development							
Foreign governments and international organisations							
Current	3 000	—	—	(3 000)	—	—	(3 000)
Comprehensive Nuclear Test-Ban Treaty Organisation	3 000	—	—	(3 000)	—	—	(3 000)
Public corporations and private enterprises							
Public corporations							
Other transfers							
Current	21 137	—	—	(1 700)	—	—	(1 700)
Development Bank of Southern Africa: Regional spatial development initiative	18 605	—	—	(2 000)	—	—	(2 000)
Protechnik Laboratories	2 532	—	—	300	—	—	300
Capital	1 055	—	—	800	—	—	800
Protechnik Laboratories	1 055	—	—	800	—	—	800

Summary of changes to transfers and subsidies per programme (continued)

2013/14								
R thousand	Main appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Households								
Social benefits								
Current	–	–	–	48	–	–	48	48
Employee social benefits	–	–	–	48	–	–	48	48
Broadening Participation								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	772 952	–	–	50 995	–	–	50 995	823 947
Small Enterprise Development Agency	484 451	–	–	40 920	–	–	40 920	525 371
Small Enterprise Development Agency: Technology Programme	119 215	–	–	4 080	–	–	4 080	123 295
National Research Foundation: Technology and human resource for Industry programme	160 635	–	–	995	–	–	995	161 630
National Productivity Institute: Workplace Challenge	8 651	–	–	5 000	–	–	5 000	13 651
Public corporations and private enterprises								
Public corporations								
Other transfers								
Current	11 500	–	–	(10 500)	–	–	(10 500)	1 000
Industrial Development Corporation: Isivande Women's Fund	11 500	–	–	(10 500)	–	–	(10 500)	1 000
Households								
Other transfers to households								
Current	–	–	–	312	–	–	312	312
Bursaries: non-employees	–	–	–	12	–	–	12	12
Gifts, donations and sponsorships	–	–	–	300	–	–	300	300
Industrial Development: Policy Development								
Foreign governments and international organisations								
Current	2 200	–	–	(2 200)	–	–	(2 200)	–
French Institute of South Africa: African programme on rethinking development economics	2 200	–	–	(2 200)	–	–	(2 200)	–

Summary of changes to transfers and subsidies per programme (continued)

Summary of changes to transfers and subsidies per programme (continued)								
2013/14								
		Adjustments appropriation						
	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	Adjusted appropriation
Public corporations and private enterprises								
Public corporations								
Other transfers								
Current	827 603	–	–	(3 330)	–	–	(3 330)	824 273
Industrial Development Corporation: Customised sector programmes	68 041	–	–	72 325	–	–	72 325	140 366
South African Bureau of Standards: Small business consulting	1 312	–	–	170	–	–	170	1 482
Industrial Development Corporation: Clothing and textile production incentive	758 250	–	–	(75 825)	–	–	(75 825)	682 425
Public corporations and private enterprises								
Private enterprises								
Other transfers								
Current	4 000	–	–	2 000	–	–	2 000	6 000
Trade and Industrial Policy Strategies	4 000	–	–	2 000	–	–	2 000	6 000
Households								
Other transfers to households								
Current	–	–	–	50	–	–	50	50
Gifts, donations and sponsorships	–	–	–	50	–	–	50	50
Consumer and Corporate Regulation								
Households								
Social benefits								
Current	–	–	–	42	–	–	42	42
Employee social benefits	–	–	–	42	–	–	42	42
Industrial Development: Incentive Administration								
Public corporations and private enterprises								
Private enterprises								
Subsidies on production or products								
Current	3 874 051	–	–	(245 000)	–	–	(245 000)	3 629 051
Services sector development incentives	590 000	–	–	20 000	–	–	20 000	610 000
Manufacturing development incentives	3 284 051	–	–	(265 000)	–	–	(265 000)	3 019 051
Capital	500 000	–	–	–	(50 000)	–	(50 000)	450 000
Special economic zones: Investment incentives	500 000	–	–	–	(50 000)	–	(50 000)	450 000
Public corporations and private enterprises								
Private enterprises								
Other transfers								
Current	356 000	–	–	230 000	–	–	230 000	586 000
Broadening participation development incentives	147 000	–	–	220 000	–	–	220 000	367 000
Export market and investment assistance	209 000	–	–	10 000	–	–	10 000	219 000

Summary of changes to transfers and subsidies per programme (continued)

2013/14								
	Main appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Capital	190 000	–	–	(50 000)	–	–	(50 000)	140 000
Critical infrastructure programme	190 000	–	–	(50 000)	–	–	(50 000)	140 000
Households								
Social benefits								
Current	–	–	–	80	–	–	80	80
Employee social benefits	–	–	–	80	–	–	80	80
Trade and Investment South Africa								
Public corporations and private enterprises								
Public corporations								
Other transfers								
Current	110 293	–	–	–	–	(37 000)	(37 000)	73 293
Export Credit Insurance Corporation	110 293	–	–	–	–	(37 000)	(37 000)	73 293
Non-profit institutions								
Current	10 550	–	–	9 000	–	–	9 000	19 550
Proudly South African campaign	10 550	–	–	9 000	–	–	9 000	19 550
Households								
Social benefits								
Current	–	–	–	14	–	–	14	14
Gifts, donations and sponsorships	–	–	–	14	–	–	14	14

