Estimate of National Revenue

2007
The 2007 Estimate of National Revenue is compiled with the latest available information from SARS, departments and other sources. Some of this information is unaudited or subject to revision.

To obtain additional copies of this document, please contact:

Communications Directorate  
National Treasury  
Private Bag X115  
Pretoria  
0001  
South Africa  
Tel: 012 315 5518  
Fax: 012 315 5126  
e-mail: Thoraya.pandy@treasury.gov.za

The document is also available on the internet at www.treasury.gov.za
Estimate of National Revenue

For the financial year ending
31 March 2008

National Treasury
Republic of South Africa

February 2007
<table>
<thead>
<tr>
<th></th>
<th>2005/06</th>
<th>2006/07</th>
<th>2007/08</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Actual</td>
<td>Budget</td>
<td>Revised</td>
</tr>
<tr>
<td></td>
<td></td>
<td>estimate</td>
<td>estimate</td>
</tr>
<tr>
<td>Tax revenue</td>
<td>417 334.0</td>
<td>456 786.0</td>
<td>489 662.0</td>
</tr>
<tr>
<td>Less: SACU payments¹</td>
<td>-14 144.9</td>
<td>-19 744.4</td>
<td>-25 172.0</td>
</tr>
<tr>
<td>Non-tax revenue²</td>
<td>8 558.8</td>
<td>9 320.1</td>
<td>11 345.6</td>
</tr>
<tr>
<td>Total revenue</td>
<td>411 747.9</td>
<td>446 361.7</td>
<td>475 835.6</td>
</tr>
</tbody>
</table>

Includes revenue pre-assigned by statute³
- Skills development levy
- Universal service fund

1. Imposed in terms of Section 51(2) of the Customs and Excise Act, no. 91 of 1964.
2. Include the following:
   - Departmental revenue
   - Sales of assets
   - Recoveries of loans and advances
   The 2005/06 Budget estimate include the budgeted proceeds from the foreign exchange amnesty of R2.4 billion
3. Includes the following:
   - Skills development levy - collected in terms of Section 3 of the Skills Development Levies Act, no. 9 of 1999.
   - Universal service fund - collected in terms of Section 58 of the Telecommunications Act, no. 103 of 1996.
## Estimate of revenue - National Revenue Fund for the financial year ending 31 March 2008

<table>
<thead>
<tr>
<th></th>
<th>2006/07</th>
<th>2007/08</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Actual</td>
<td>Budget estimate</td>
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<tr>
<td><strong>Taxes on income and profits</strong></td>
<td>230,803,550</td>
<td>245,815,500</td>
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<tr>
<td>Income tax on persons and individuals</td>
<td>120,640,347</td>
<td>132,413,000</td>
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<td>Tax on corporate income Companies</td>
<td>86,190,477</td>
<td>95,203,000</td>
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<td>Secondary tax on companies</td>
<td>12,227,820</td>
<td>13,893,000</td>
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<tr>
<td>Tax on retirement funds</td>
<td>4,783,107</td>
<td>2,400,000</td>
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<tr>
<td><strong>Other</strong></td>
<td></td>
<td></td>
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<tr>
<td>Interest on overdue income tax</td>
<td>1,936,694</td>
<td>1,890,000</td>
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<tr>
<td><strong>Taxes on payroll and workforce</strong></td>
<td>4,872,040</td>
<td>5,600,000</td>
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<tr>
<td>Skills development levy</td>
<td>4,872,040</td>
<td>5,600,000</td>
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<tr>
<td><strong>Taxes on property</strong></td>
<td>11,137,524</td>
<td>8,922,000</td>
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<td>Estate duties</td>
<td>624,654</td>
<td>612,000</td>
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<td>Surtaxes on financial and capital transactions</td>
<td>1,973,373</td>
<td>2,070,000</td>
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<td>Transfer duties</td>
<td>6,510,098</td>
<td>6,210,000</td>
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<td><strong>Domestic taxes on goods and services</strong></td>
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<td>171,884,500</td>
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<td>Value-added tax</td>
<td>114,351,638</td>
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<td>Specific excise duties</td>
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<tr>
<td>Tobacco</td>
<td>4,432,641</td>
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<tr>
<td>Sorghum beer and sorghum flour</td>
<td>40,960</td>
<td>46,000</td>
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<tr>
<td>Milk and other fermented beverages</td>
<td>848,622</td>
<td>743,000</td>
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<tr>
<td>Mineral water</td>
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<td></td>
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<tr>
<td>Spirits</td>
<td>1,622,520</td>
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<tr>
<td>Cigarettes and cigarette tobacco</td>
<td>6,034,031</td>
<td>6,950,000</td>
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<td>Pipe tobacco and cigars</td>
<td>391,873</td>
<td>394,500</td>
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<td>Petroleum products</td>
<td>854,720</td>
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<td>Revenue from neighbouring countries</td>
<td>396,969</td>
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<td>Ad valorem excise duties</td>
<td>1,157,271</td>
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<td>Levies on fuel</td>
<td>20,504,908</td>
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<td><strong>Taxes on specific services</strong></td>
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<tr>
<td>Levy on financial services</td>
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<tr>
<td><strong>Taxes on use of goods or permission</strong></td>
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<td>929,000</td>
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<td>To use goods or to perform activities</td>
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<td></td>
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<td>Air departures tax</td>
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<td>460,000</td>
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<td>Plastic bags levy</td>
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<td>Mining leases and ownership</td>
<td>138,289</td>
<td>160,000</td>
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<td>Other</td>
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<td>Universal service fund</td>
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<td><strong>Taxes on international trade and transactions</strong></td>
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<td>Import duties</td>
<td>18,303,465</td>
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<td>Import surcharges</td>
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<td>Other</td>
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<tr>
<td>Ordinary levy</td>
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<tr>
<td>Miscellaneous customs &amp; excise receipts</td>
<td>-101,590</td>
<td>400,000</td>
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### Estimate of revenue - National Revenue Fund
for the financial year ending 31 March 2008 — continued

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<thead>
<tr>
<th>2005/06</th>
<th>2006/07</th>
<th>2007/08</th>
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<tbody>
<tr>
<td></td>
<td>Actual</td>
<td>Budget estimate</td>
</tr>
<tr>
<td><strong>K thousand</strong></td>
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<td>Other taxes Stamp duties and fees</td>
<td>792,642</td>
<td>984,000</td>
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<tr>
<td>State miscellaneous revenue (SMR)</td>
<td>164,234</td>
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<tr>
<td><strong>Total tax revenue (gross)</strong></td>
<td>417,333,995</td>
<td>460,786,000</td>
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<td>Less: SACU payments in terms of Customs Union agreements</td>
<td>-14,144,921</td>
<td>-19,144,393</td>
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<td><strong>Total tax revenue (net of SACU payments)</strong></td>
<td>403,189,074</td>
<td>441,641,607</td>
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<td>Interest, dividends and rent on land</td>
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<td>5,748,998</td>
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<td>Interest Cash balances</td>
<td>191,314</td>
<td>281,600</td>
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<td>Corporation for Public Deposits</td>
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<td>Exchequer deposits</td>
<td>1,887,232</td>
<td>1,528,000</td>
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<td>Other</td>
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<td>1,472,000</td>
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<td>Dividends</td>
<td>220,067</td>
<td>245,700</td>
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<td>Central Energy Fund</td>
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<td>800,000</td>
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<td>Industrial Development Corporation</td>
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<td>70,000</td>
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<td>Operating surpluses of accounts and enterprises</td>
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<td>Reserve Bank</td>
<td>7,429</td>
<td>80,656</td>
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<td>SIA Broadcasting Corporation</td>
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<td>Teldom</td>
<td>828,193</td>
<td>869,602</td>
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<tr>
<td>SAFICOL</td>
<td>30,000</td>
<td>31,600</td>
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<tr>
<td>Interest</td>
<td>234,503</td>
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<td>Other</td>
<td>793,639</td>
<td>118,160</td>
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<td>Sales of goods and services</td>
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<td>2,423,475</td>
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<td>Administrative fees</td>
<td>1,756,846</td>
<td>2,037,220</td>
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<td>Other sales</td>
<td>350,166</td>
<td>386,250</td>
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<td>Transfer received</td>
<td>50,234</td>
<td>5,819</td>
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<tr>
<td>of which: foreign grants received</td>
<td>-</td>
<td>-</td>
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<tr>
<td>Fines and forfeitures</td>
<td>278,894</td>
<td>250,760</td>
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<tr>
<td>of which: foreign exchange amnesty proceeds</td>
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<td>-</td>
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<tr>
<td>Sales of scrap, waste, arms and other used goods</td>
<td>150,716</td>
<td>156,018</td>
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<td>Departmental revenue</td>
<td>7,842,323</td>
<td>8,585,070</td>
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<td><strong>Total current revenue</strong></td>
<td>410,831,397</td>
<td>445,626,677</td>
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<td>Flows due to transactions in assets and liabilities</td>
<td>916,512</td>
<td>734,983</td>
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<td>Sales of assets</td>
<td>79,262</td>
<td>73,234</td>
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<td>Recoveries of loans and advances</td>
<td>837,230</td>
<td>661,754</td>
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<tr>
<td><strong>Main budget revenue</strong></td>
<td>411,747,909</td>
<td>446,381,860</td>
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### Estimate of revenue - National Revenue Fund

#### Summary and medium term estimates

<table>
<thead>
<tr>
<th>R million</th>
<th>2005/06</th>
<th>2006/07</th>
<th>2007/08</th>
<th>2008/09</th>
<th>2009/10</th>
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<tbody>
<tr>
<td><strong>Taxes on income and profits</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Persons and individuals</td>
<td>230 803.6</td>
<td>274 300.0</td>
<td>326 500.0</td>
<td>312 150.0</td>
<td>342 534.9</td>
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<td>Companies</td>
<td>125 645.3</td>
<td>139 000.0</td>
<td>163 900.0</td>
<td>155 335.0</td>
<td>170 880.0</td>
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<tr>
<td>Secondary tax on companies</td>
<td>86 160.8</td>
<td>114 771.0</td>
<td>139 300.0</td>
<td>138 515.0</td>
<td>151 714.9</td>
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<tr>
<td>Tax on retirement funds</td>
<td>12 277.6</td>
<td>15 700.0</td>
<td>18 000.0</td>
<td>16 000.0</td>
<td>17 456.0</td>
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<tr>
<td>Other</td>
<td>1 936.7</td>
<td>2 079.0</td>
<td>2 300.0</td>
<td>2 300.0</td>
<td>2 484.0</td>
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<tr>
<td><strong>Taxes on payroll and workforce</strong></td>
<td>4 872.0</td>
<td>5 850.0</td>
<td>6 500.0</td>
<td>6 500.0</td>
<td>7 150.0</td>
</tr>
<tr>
<td><strong>Taxes on property</strong></td>
<td>11 137.5</td>
<td>10 345.0</td>
<td>11 000.0</td>
<td>10 995.0</td>
<td>11 995.5</td>
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<tr>
<td><strong>Domestic taxes on goods and services</strong></td>
<td>151 361.9</td>
<td>174 667.0</td>
<td>196 865.0</td>
<td>199 210.0</td>
<td>214 791.0</td>
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<td><strong>Value-added tax</strong></td>
<td>114 351.6</td>
<td>134 562.0</td>
<td>155 068.0</td>
<td>155 068.0</td>
<td>169 174.4</td>
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<td><strong>Skills development levy</strong></td>
<td>14 546.5</td>
<td>16 100.0</td>
<td>16 312.4</td>
<td>17 792.4</td>
<td>18 148.2</td>
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<td><strong>Levies on fuel</strong></td>
<td>20 506.7</td>
<td>21 750.0</td>
<td>22 987.7</td>
<td>23 937.7</td>
<td>24 895.2</td>
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<td><strong>Other levies</strong></td>
<td>1 957.1</td>
<td>2 255.0</td>
<td>2 497.0</td>
<td>2 412.0</td>
<td>2 573.2</td>
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<tr>
<td><strong>Taxes on international trade and transactions</strong></td>
<td>18 201.9</td>
<td>23 900.0</td>
<td>27 485.0</td>
<td>27 485.0</td>
<td>30 166.6</td>
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<tr>
<td><strong>Stamp duties and fees</strong></td>
<td>792.8</td>
<td>600.0</td>
<td>612.0</td>
<td>222.0</td>
<td>232.0</td>
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<tr>
<td><strong>State miscellaneous revenue (SMR)</strong></td>
<td>164.2</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Tax revenue (gross)</strong></td>
<td>417 334.0</td>
<td>489 662.0</td>
<td>568 962.0</td>
<td>556 562.0</td>
<td>606 870.0</td>
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<tr>
<td><strong>Less: SACU payments</strong></td>
<td>-14 144.9</td>
<td>-25 172.0</td>
<td>-23 053.0</td>
<td>-23 053.0</td>
<td>-27 075.0</td>
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<tr>
<td><strong>Other revenue</strong></td>
<td>8 558.8</td>
<td>11 345.6</td>
<td>11 092.6</td>
<td>11 092.6</td>
<td>11 371.0</td>
</tr>
<tr>
<td>Departmental revenue</td>
<td>7 642.3</td>
<td>9 532.5</td>
<td>9 185.2</td>
<td>9 185.2</td>
<td>9 377.7</td>
</tr>
<tr>
<td>Sales of assets</td>
<td>79.3</td>
<td>11.2</td>
<td>11.8</td>
<td>11.8</td>
<td>12.4</td>
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<tr>
<td>Recoveries of loans and advances</td>
<td>837.2</td>
<td>1 801.9</td>
<td>1 895.6</td>
<td>1 895.6</td>
<td>1 980.9</td>
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<tr>
<td><strong>Main budget revenue</strong></td>
<td>411 747.9</td>
<td>475 835.6</td>
<td>557 001.6</td>
<td>544 601.6</td>
<td>591 166.0</td>
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<tr>
<td><strong>Current revenue</strong></td>
<td>410 831.4</td>
<td>474 022.5</td>
<td>555 094.2</td>
<td>542 694.2</td>
<td>589 172.7</td>
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<tr>
<td>Direct taxes</td>
<td>236 329.7</td>
<td>280 880.0</td>
<td>333 785.0</td>
<td>319 130.0</td>
<td>350 208.6</td>
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<tr>
<td>Indirect taxes</td>
<td>196 840.1</td>
<td>208 782.0</td>
<td>235 177.0</td>
<td>237 432.0</td>
<td>256 461.4</td>
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<td><strong>State miscellaneous revenue (SMR)</strong></td>
<td>164.2</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Departmental revenue &amp; grants received</td>
<td>7 642.3</td>
<td>9 532.5</td>
<td>9 185.2</td>
<td>9 185.2</td>
<td>9 377.7</td>
</tr>
<tr>
<td><strong>Less: SACU payments</strong></td>
<td>-14 144.9</td>
<td>-25 172.0</td>
<td>-23 053.0</td>
<td>-23 053.0</td>
<td>-27 075.0</td>
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<tr>
<td>Sales of assets</td>
<td>79.3</td>
<td>11.2</td>
<td>11.8</td>
<td>11.8</td>
<td>12.4</td>
</tr>
<tr>
<td>Recoveries of loans and advances</td>
<td>837.2</td>
<td>1 801.9</td>
<td>1 895.6</td>
<td>1 895.6</td>
<td>1 980.9</td>
</tr>
</tbody>
</table>