



national treasury

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Department:

National Treasury

REPUBLIC OF SOUTH AFRICA

TRANSVERSAL CONTRACTING

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Ref: RT64-2017

TO ALL USER DEPARTMENT

**RT64-2017: SUPPLY AND DELIVERY OF CLOTHING TO THE STATE FOR THE PERIOD
1 APRIL 2017 TO 31 MAY 2019.**

AUTHORITY TO PURCHASE OUT OF CONTRACT

1. National Treasury, Transversal Contracting received a 75% price increase **Sunningdale Trading (Pty) Ltd** that has affected them to honor the orders received from various end users. The office is unable to approve the 75% price increase and as a result the contract is terminated. This has become important to initiate a remedial process.
2. It should be noted that the contributing factor to this price increase from Sunningdale Trading (Pty) Ltd was as a result of orders that do not meet the minimum order quantity (MOQ). This has affected their performance drastically.
3. As per General Conditions of Contract (GCC) Clause 21.4 to 21.6, permission is granted to purchase your requirements out of contract within your delegated authority until 31 May 2019.
4. RT64-2019 contract renewal process is underway and commencement is planned for 01 June 2019.

Yours faithfully,

DORAH KGOTSE

for CHIEF DIRECTOR: TRANSVERSAL CONTRACTING

DATE: 03/04/2019