

Vote 34

Trade and Industry

Adjusted budget summary

R thousand	Appropriation	2019/20 Adjustments appropriation		Adjusted appropriation
		Decrease	Increase	
Amount to be appropriated	10 059 027	(92 605)	118 305	10 084 727
<i>of which:</i>				
Current payments	1 701 779	–	118 302	1 820 081
Transfers and subsidies	8 330 759	(83 551)	–	8 247 208
Payments for capital assets	26 489	(9 054)	–	17 435
Payments for financial assets	–	–	3	3
Executive authority	Minister of Trade and Industry			
Accounting officer	Director-General of Trade and Industry			
Website address	www.thedti.gov.za			

Vote purpose

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.

2019 national macro organisation of government

The Department of Trade and Industry will merge with the Department of Economic Development by 1 April 2020. The two departments are working together to implement action plans for different workstreams to develop organisational and programme structures for the new Department of Trade, Industry and Competition.

Mid-year performance

Indicator	Programme	MTSF outcome	Annual performance		
			Projected for 2019/20 as published in the 2019 ENE	Achieved in the first half of 2019/20 (April to September)	Changed target for 2019/20
Number of quarterly reports on industrial policy action plan prepared for the minister's review meetings per year	Industrial Development	Outcome 4: Decent employment through inclusive growth	4	0	–
Number of designation requests submitted for the minister's approval per year	Industrial Development		2	2	–
Value of projected investment to be leveraged from approved projects per year	Incentive Development and Administration		R25bn	R28.6bn	–
Number of new jobs supported from approved enterprises per year	Incentive Development and Administration		8 000	16 381	–
Number of jobs retained from approved enterprises per year	Incentive Development and Administration		10 000	21 249	–
Number of enterprises/projects approved for financial support across all incentives per year	Incentive Development and Administration		900	320	–

Mid-year progress

During the first half of 2019/20, no quarterly reports on the industrial policy action plan were submitted against an annual target of 4. This was due to the indicator no longer being applicable as government's new approach to industrial strategy is still under development. Over the same period, the department leveraged R28.6 billion worth of private sector investment on approved projects, exceeding the annual target of R25 billion. As a result, the number of new jobs supported and retained from approved projects also exceeded their respective annual targets. This was due to higher than expected investment approvals for projects in the automotive incentive scheme, the manufacturing incentive programme, the global business services incentive and the critical infrastructure programme. The mid-year performance of 320 enterprises/projects approved for financial support across all incentives is in line with projections.

Adjusted estimates

Programme		2019/20						
		Adjustments appropriation						
				Shifts	Declared		Total	
R thousand	Appropriation	Roll-overs	Virements and shifts	between votes	unspent funds	Other adjustments	adjustments appropriation	Adjusted appropriation
Administration	803 475	–	11 801	–	–	75 700	87 501	890 976
International Trade and Economic Development	130 405	–	37	–	–	–	37	130 442
Special Economic Zones and Economic Transformation	171 458	–	(11 414)	–	–	–	(11 414)	160 044
Industrial Development	2 100 814	–	–	–	–	–	–	2 100 814
Consumer and Corporate Regulation	328 319	–	11 386	–	–	–	11 386	339 705
Incentive Development and Administration	6 026 061	–	(22 731)	–	(50 000)	–	(72 731)	5 953 330
Trade and Investment South Africa	440 456	–	(65)	–	–	–	(65)	440 391
Investment South Africa	58 039	–	10 986	–	–	–	10 986	69 025
Total	10 059 027	–	–	–	(50 000)	75 700	25 700	10 084 727
Economic classification								
Current payments	1 701 779	–	42 602	–	–	75 700	118 302	1 820 081
Compensation of employees	1 046 769	–	–	–	–	–	–	1 046 769
Goods and services	655 010	–	42 602	–	–	75 700	118 302	773 312
Transfers and subsidies	8 330 759	–	(33 551)	–	(50 000)	–	(83 551)	8 247 208
Departmental agencies and accounts	730 253	–	(29 052)	–	–	–	(29 052)	701 201
Foreign governments and international organisations	40 577	–	(3 251)	–	–	–	(3 251)	37 326
Public corporations and private enterprises	7 395 935	–	(17 296)	–	(50 000)	–	(67 296)	7 328 639
Non-profit institutions	163 101	–	15 796	–	–	–	15 796	178 897
Households	893	–	252	–	–	–	252	1 145
Payments for capital assets	26 489	–	(9 054)	–	–	–	(9 054)	17 435
Machinery and equipment	12 019	–	2 677	–	–	–	2 677	14 696
Software and other intangible assets	14 470	–	(11 731)	–	–	–	(11 731)	2 739
Payments for financial assets	–	–	3	–	–	–	3	3
Total	10 059 027	–	–	–	(50 000)	75 700	25 700	10 084 727

Programme 1: Administration

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Ministry	42 730	—	—	—	—	—	—	42 730
Office of the Director General	128 365	—	70	—	—	—	70	128 435
Corporate Services	460 256	—	11 531	—	—	75 700	87 231	547 487
Office Accommodation	2 352	—	200	—	—	—	200	2 552
Financial Management	73 226	—	—	—	—	—	—	73 226
Marketing Communication and Media Relations	96 546	—	—	—	—	—	—	96 546
Total	803 475	—	11 801	—	—	75 700	87 501	890 976
Economic classification								
Current payments	796 107	—	8 931	—	—	75 700	84 631	880 738
Compensation of employees	318 398	—	—	—	—	—	—	318 398
Goods and services	477 709	—	8 931	—	—	75 700	84 631	562 340
Transfers and subsidies	—	—	193	—	—	—	193	193
Households	—	—	193	—	—	—	193	193
Payments for capital assets	7 368	—	2 677	—	—	—	2 677	10 045
Machinery and equipment	4 629	—	2 677	—	—	—	2 677	7 306
Software and other intangible assets	2 739	—	—	—	—	—	—	2 739
Total	803 475	—	11 801	—	—	75 700	87 501	890 976

Programme 2: International Trade and Economic Development

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
International Trade Development	110 040	—	(556)	—	—	—	(556)	109 484
African Multilateral Economic Development	20 365	—	593	—	—	—	593	20 958
Total	130 405	—	37	—	—	—	37	130 442
Economic classification								
Current payments	101 514	—	37	—	—	—	37	101 551
Compensation of employees	81 855	—	—	—	—	—	—	81 855
Goods and services	19 659	—	37	—	—	—	37	19 696
Transfers and subsidies	28 190	—	—	—	—	—	—	28 190
Departmental agencies and accounts	1 327	—	—	—	—	—	—	1 327
Foreign governments and international organisations	21 978	—	—	—	—	—	—	21 978
Public corporations and private enterprises	4 885	—	—	—	—	—	—	4 885
Payments for capital assets	701	—	—	—	—	—	—	701
Machinery and equipment	701	—	—	—	—	—	—	701
Total	130 405	—	37	—	—	—	37	130 442

Programme 3: Special Economic Zones and Economic Transformation

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Enterprise Competitiveness	28 299	—	20 998	—	—	—	20 998	49 297
Equity and Empowerment	95 146	—	(28 984)	—	—	—	(28 984)	66 162
Spatial Industrial Economic Development (Special Economic Zones)	48 013	—	(3 428)	—	—	—	(3 428)	44 585
Total	171 458	—	(11 414)	—	—	—	(11 414)	160 044

Programme 3: Special Economic Zones and Economic Transformation (continued)

Economic classification		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Current payments	96 104	–	30 538	–	–	–	30 538	126 642
Compensation of employees	79 094	–	–	–	–	–	–	79 094
Goods and services	17 010	–	30 538	–	–	–	30 538	47 548
Transfers and subsidies	74 890	–	(41 952)	–	–	–	(41 952)	32 938
Departmental agencies and accounts	71 448	–	(40 452)	–	–	–	(40 452)	30 996
Public corporations and private enterprises	1 942	–	–	–	–	–	–	1 942
Non-profit institutions	1 500	–	(1 500)	–	–	–	(1 500)	–
Payments for capital assets	464	–	–	–	–	–	–	464
Machinery and equipment	464	–	–	–	–	–	–	464
Total	171 458	–	(11 414)	–	–	–	(11 414)	160 044

Programme 4: Industrial Development

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Industrial Competitiveness	1 038 883	–	28 912	–	–	–	28 912	1 067 795
Customised Sector Programmes	1 061 931	–	(28 912)	–	–	–	(28 912)	1 033 019
Total	2 100 814	–	–	–	–	–	–	2 100 814
Economic classification								
Current payments	142 577	–	–	–	–	–	–	142 577
Compensation of employees	123 063	–	–	–	–	–	–	123 063
Goods and services	19 514	–	–	–	–	–	–	19 514
Transfers and subsidies	1 957 302	–	–	–	–	–	–	1 957 302
Departmental agencies and accounts	416 206	–	–	–	–	–	–	416 206
Foreign governments and international organisations	9 569	–	–	–	–	–	–	9 569
Public corporations and private enterprises	1 369 926	–	(17 296)	–	–	–	(17 296)	1 352 630
Non-profit institutions	161 601	–	17 296	–	–	–	17 296	178 897
Payments for capital assets	935	–	–	–	–	–	–	935
Machinery and equipment	935	–	–	–	–	–	–	935
Total	2 100 814	–	–	–	–	–	–	2 100 814

Programme 5: Consumer and Corporate Regulation

Subprogramme		2019/20						
R thousand	Appropriation	Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
Policy and Legislative Development	19 484	–	–	–	–	–	–	19 484
Enforcement and Compliance	46 696	–	693	–	–	–	693	47 389
Regulatory Services	262 139	–	10 693	–	–	–	10 693	272 832
Total	328 319	–	11 386	–	–	–	11 386	339 705
Economic classification								
Current payments	81 118	–	(14)	–	–	–	(14)	81 104
Compensation of employees	61 059	–	–	–	–	–	–	61 059
Goods and services	20 059	–	(14)	–	–	–	(14)	20 045
Transfers and subsidies	247 051	–	11 400	–	–	–	11 400	258 451
Departmental agencies and accounts	241 272	–	11 400	–	–	–	11 400	252 672
Foreign governments and international organisations	5 779	–	–	–	–	–	–	5 779
Payments for capital assets	150	–	–	–	–	–	–	150
Machinery and equipment	150	–	–	–	–	–	–	150
Total	328 319	–	11 386	–	–	–	11 386	339 705

Programme 6: Incentive Development and Administration

Subprogramme		2019/20						
			Adjustments appropriation					Adjusted appropriation
			Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	
R thousand	Appropriation							
Broadening Participation Incentives	76 434	–	(29 850)	–	–	–	(29 850)	46 584
Manufacturing Incentives	3 769 573	–	(111 881)	–	(50 000)	–	(161 881)	3 607 692
Services Investment Incentives	743 173	–	80 000	–	–	–	80 000	823 173
Infrastructure Investment Support	1 391 511	–	39 000	–	–	–	39 000	1 430 511
Product and Systems Development	21 840	–	–	–	–	–	–	21 840
Strategic Partnership and Customer Care	23 530	–	–	–	–	–	–	23 530
Total	6 026 061	–	(22 731)	–	(50 000)	–	(72 731)	5 953 330
Economic classification								
Current payments	185 420	–	–	–	–	–	–	185 420
Compensation of employees	153 438	–	–	–	–	–	–	153 438
Goods and services	31 982	–	–	–	–	–	–	31 982
Transfers and subsidies	5 826 564	–	(11 000)	–	(50 000)	–	(61 000)	5 765 564
Public corporations and private enterprises	5 825 671	–	(11 000)	–	(50 000)	–	(61 000)	5 764 671
Households	893	–	–	–	–	–	–	893
Payments for capital assets	14 077	–	(11 731)	–	–	–	(11 731)	2 346
Machinery and equipment	2 346	–	–	–	–	–	–	2 346
Software and other intangible assets	11 731	–	(11 731)	–	–	–	(11 731)	–
Total	6 026 061	–	(22 731)	–	(50 000)	–	(72 731)	5 953 330

Programme 7: Trade and Investment South Africa

Subprogramme		2019/20							
		R thousand	Appropriation	Adjustments appropriation					Adjusted appropriation
				Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	
R thousand		Appropriation							
Trade Invest Africa		24 715	–	(600)	–	–	–	(600)	24 115
Export Promotion and Marketing		45 679	–	2 385	–	–	–	2 385	48 064
Trade and Investment South Africa (TISA) Executive Management Unit		347 040	–	1 950	–	–	–	1 950	348 990
Export Development and Support		23 022	–	(3 800)	–	–	–	(3 800)	19 222
Total		440 456	–	(65)	–	–	–	(65)	440 391
Economic classification									
Current payments		241 354	–	3 124	–	–	–	3 124	244 478
Compensation of employees		189 758	–	–	–	–	–	–	189 758
Goods and services		51 596	–	3 124	–	–	–	3 124	54 720
Transfers and subsidies		196 762	–	(3 192)	–	–	–	(3 192)	193 570
Foreign governments and international organisations		3 251	–	(3 251)	–	–	–	(3 251)	–
Public corporations and private enterprises		193 511	–	–	–	–	–	–	193 511
Households		–	–	59	–	–	–	59	59
Payments for capital assets		2 340	–	–	–	–	–	–	2 340
Machinery and equipment		2 340	–	–	–	–	–	–	2 340
Payments for financial assets		–	–	3	–	–	–	3	3
Total		440 456	–	(65)	–	–	–	(65)	440 391

Programme 8: Investment South Africa

Subprogramme		2019/20						
		Adjustments appropriation						Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments	Total adjustments appropriation	
R thousand	Appropriation							
Investment Promotion	48 848	–	(14)	–	–	–	(14)	48 834
Investment and Inter-Departmental Clearing House	4 598	–	11 000	–	–	–	11 000	15 598
Investment Support and After Care	4 593	–	–	–	–	–	–	4 593
Total	58 039	–	10 986	–	–	–	10 986	69 025
Economic classification								
Current payments	57 585	–	(14)	–	–	–	(14)	57 571
Compensation of employees	40 104	–	–	–	–	–	–	40 104
Goods and services	17 481	–	(14)	–	–	–	(14)	17 467
Transfers and subsidies	–	–	11 000	–	–	–	11 000	11 000
Public corporations and private enterprises	–	–	11 000	–	–	–	11 000	11 000
Payments for capital assets	454	–	–	–	–	–	–	454
Machinery and equipment	454	–	–	–	–	–	–	454
Total	58 039	–	10 986	–	–	–	10 986	69 025

Details of adjustments to the 2019 Estimates of National Expenditure**Virements and shifts within the vote**

Programmes					
1. Administration					
2. International Trade and Economic Development					
3. Special Economic Zones and Economic Transformation					
4. Industrial Development					
5. Consumer and Corporate Regulation					
6. Incentive Development and Administration					
7. Trade and Investment South Africa					
8. Investment South Africa					
From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(2 870)	Programme 1		2 870
Goods and services	Advertising	(193)	Households	Leave gratuities	193
	Training	(2 677)	Machinery and equipment	Computers	2 677
Shifts within the programme as a percentage of the programme budget		0.4%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 2		(14)	Programme 1		14
Goods and services	Communication, and stationery, printing and office supplies	(14)	Goods and services	Subscriptions	14
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 3		(41 966)	Programme 1		14
Goods and services	Venues and facilities	(14)	Goods and services	Subscriptions	14
Departmental agencies and accounts	Transfer to Broad-Based Black Economic Empowerment Commission ²	(30 552)	Programme 3		30 552
			Goods and services	Operational expenditure for the Broad-Based Black Economic Empowerment Commission ¹	30 552
	Transfer to Broad-Based Black Economic Empowerment Commission ²	(9 900)	Programme 5		11 400
Non-profit institutions	Transfer to Black Business Council ²	(1 500)	Departmental agencies and accounts	Transfer to National Credit Regulator ²	7 000
				Transfer to National Consumer Tribunal ²	2 900
			Departmental agencies and accounts	Transfer to National Consumer Tribunal ²	1 500
Shifts within the programme as a percentage of the programme budget		17.8%			
Virements to other programmes as a percentage of the programme budget		6.7%			
Programme 4		(17 296)	Programme 4		17 296
Public corporations and private enterprises	Transfer to Council for Scientific and Industrial Research: National Cleaner Production Centre ¹	(12 296)	Non-profit institutions	Transfer to Intsimbi future production technologies initiatives ¹	12 296
	Transfer payment to Council for Scientific and Industrial Research: National foundry technology network ¹	(5 000)		Transfer payment to Proudly South African ¹	5 000
Shifts within the programme as a percentage of the programme budget		0.8%			
Virements to other programmes as a percentage of the programme budget		0.0%			
Programme 5		(14)	Programme 1		14
Goods and services	Advertising	(14)	Goods and services	Subscriptions	14
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%			
Programme 6		(72 731)	Programme 6		50 000
Public corporations and private enterprises	Transfers to various institutions for manufacturing development incentives ¹	(50 000)	Public corporations and private enterprises	Transfers to various institutions for services sector development incentives ¹	50 000
	Transfer payments to various institutions for special economic zones ²	(11 000)	Programme 8		11 000
			Public corporations and private enterprises	Northern Cape and Gauteng one-stop shops ²	11 000
Software and other intangible assets	Online incentive solution ¹	(11 731)	Programme 1		11 731
			Goods and services	Computer services	11 731
Shifts within the programme as a percentage of the programme budget		0.8%			
Virements to other programmes as a percentage of the programme budget		0.4%			
Programme 7		(3 378)	Programme 1		14
Goods and services	Contractors	(14)	Goods and services	Subscriptions	14
	Venues and facilities	(51)	Programme 2		51
	Travel and subsistence, and venues and facilities	(59)	Goods and services	Venues and facilities	51
	Travel and subsistence	(3)	Programme 7		3 313
Foreign governments and international organisations	Transfer payments ¹	(3 251)	Households	Leave gratuities	59
			Payments for financial assets	Forex losses	3
			Goods and services	Vouchers for posted foreign officials ¹	3 251
Shifts within the programme as a percentage of the programme budget		0.8%			
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 8		(14)	Programme 1		14
Goods and services	Venues and facilities	(14)	Goods and services	Subscriptions	14
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%			
Total		(138 283)			138 283

1. National Treasury approval has been obtained.
2. Only the legislature may approve this virement.

Declared unspent funds – R50 million

Programme 6: Incentive Development and Administration

R50 million in unspent funds has been declared on the manufacturing development incentive due to slow spending, which resulted from applications not meeting the programme's mandatory requirements.

Other adjustments – R75.7 million

Self-financing expenditure

Programme 1: Administration

Revenue of R75.7 million has been generated from the department's public entities, the Department of Economic Development and the Department of Small Business Development. This will be returned to the vote from the National Revenue Fund and will be used to supplement payments for the public-private partnership contract for the department's campus, on which the entities are based.

Expenditure outcome for 2018/19 and actual expenditure for 2019/20

Programme	2018/19					2019/20			
	Adjusted appropriation	Outcome				Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure	
		Apr 18 - Sep 18	% of adjusted appropriation	Apr 18 - Mar 19	% of adjusted appropriation			Apr 19 - Sep 19	% of adjusted appropriation
R thousand									
Administration	837 280	378 861	45.2	813 518	97.2	890 976	8.8	370 385	41.6
International Trade and Economic Development	124 773	51 860	41.6	122 075	97.8	130 442	1.3	53 658	41.1
Special Economic Zones and Economic Transformation	146 276	51 714	35.4	121 963	83.4	160 044	1.6	76 159	47.6
Industrial Development	2 029 777	1 096 172	54.0	2 018 625	99.5	2 100 814	20.8	1 683 528	80.1
Consumer and Corporate Regulation	330 347	204 895	62.0	323 846	98.0	339 705	3.4	276 749	81.5
Incentive Development and Administration	5 567 857	1 296 757	23.3	5 560 651	99.9	5 953 330	59.0	1 574 066	26.4
Trade and Investment South Africa	411 602	307 935	74.8	460 194	111.8	440 391	4.4	295 915	67.2
Investment South Africa	83 846	25 796	30.8	69 372	82.7	69 025	0.7	26 837	38.9
Total	9 531 758	3 413 990	35.8	9 490 244	99.6	10 084 727	100.0	4 357 297	43.2
Economic classification									
Current payments	1 682 087	793 437	47.2	1 693 990	100.7	1 820 081	18.0	772 206	42.4
Compensation of employees	987 518	495 572	50.2	982 100	99.5	1 046 769	10.4	473 897	45.3
Goods and services	694 569	297 865	42.9	711 890	102.5	773 312	7.7	298 309	38.6
Transfers and subsidies	7 821 596	2 611 928	33.4	7 777 760	99.4	8 247 208	81.8	3 584 427	43.5
Departmental agencies and accounts	701 995	445 687	63.5	667 495	95.1	701 201	7.0	680 946	97.1
Foreign governments and international organisations	38 226	1 701	4.4	27 650	72.3	37 326	0.4	1 861	5.0
Public corporations and private enterprises	6 875 700	2 036 662	29.6	6 876 115	100.0	7 328 639	72.7	2 772 399	37.8
Non-profit institutions	203 930	126 237	61.9	202 430	99.3	178 897	1.8	125 629	70.2
Households	1 745	1 641	94.0	4 070	233.2	1 145	0.0	3 592	313.7

Economic classification	2018/19					2019/20			
	Adjusted appropriation	Outcome				Adjusted appropriation	Adjusted appropriation/ Total (%)	Actual expenditure	
		Apr 18 - Sep 18	% of adjusted appropriation	Apr 18 - Mar 19	% of adjusted appropriation			Apr 19 - Sep 19	% of adjusted appropriation
R thousand									
Payments for capital assets	28 075	8 625	30.7	18 043	64.3	17 435	0.2	661	3.8
Machinery and equipment	20 466	8 561	41.8	16 970	82.9	14 696	0.1	661	4.5
Software and other intangible assets	7 609	64	0.8	1 073	14.1	2 739	0.0	–	–
Payments for financial assets	–	–	–	451	–	3	0.0	3	100.0
Total	9 531 758	3 413 990	35.8	9 490 244	99.6	10 084 727	100.0	4 357 297	43.2

Expenditure trends for the first half of 2019/20

Total expenditure in 2018/19 was R9.5 billion, 99.6 per cent of the 2018/19 adjusted appropriation. Mid-year expenditure in 2018/19 was R3.4 billion, 35.8 per cent of the 2018/19 adjusted appropriation, whereas expenditure in the first half of 2019/20 was R4.4 billion, 43.2 per cent of the adjusted appropriation of R10.1 billion for the year. Compared to the first half of 2018/19, expenditure over the same period in 2019/20 increased by R943.3 million, 27.6 per cent. This was mainly due to the increase in transfer payments to public corporations and private enterprises, and departmental agencies and accounts.

Departmental receipts

	2018/19					2019/20				
	Adjusted estimate	Outcome				Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts	
		Apr 18 - Sep 18	% of adjusted estimate	Apr 18 - Mar 19	% of adjusted estimate				Apr 19 - Sep 19	% of adjusted estimate
R thousand										
Departmental receipts	73 728	35 984	48.8	73 305	99.4	77 865	76 567	100.0	42 634	55.7
Tax receipts	4 800	1 565	32.6	3 773	78.6	5 500	4 900	6.4	2 102	32 845.7
Sales of goods and services produced by department	610	246	40.3	628	103.0	721	742	1.0	251	33.8
Sales of scrap, waste, arms and other used current goods	5	2	40.0	4	80.0	6	5	0.0	4	80.0
Fines, penalties and forfeits	60	17	28.3	41	68.3	140	60	0.1	40	66.7
Interest, dividends and rent on land	1 650	519	31.5	279	16.9	1 700	1 700	2.2	117	6.9
Sales of capital assets	350	2	0.6	10	2.9	400	–	–	–	–
Transactions in financial assets and liabilities	66 253	33 633	50.8	68 570	103.5	69 398	69 160	90.3	40 120	58.0
Total	73 728	35 984	48.8	73 305	99.4	77 865	76 567	100.0	42 634	55.7

Revenue trends for the first half of 2019/20

Mid-year revenue in 2018/19 was R36 million, 48.8 per cent of the 2018/19 adjusted estimate, whereas revenue in the first half of 2019/20 was R42.6 million, 55.7 per cent of the adjusted estimate of R76.6 million for the year. Compared to the first half of 2018/19, revenue over the same period in 2019/20 increased by R6.7 million, 18.5 per cent, mainly due to rental payments received from various departments and entities for office accommodation.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	Appropriation	2019/20 Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll- overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Administration								
Households								
Social benefits								
Current	–	–	193	–	–	–	193	193
Employee social benefits	–	–	193	–	–	–	193	193
Special Economic Zones and Economic Transformation								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	71 448	–	(40 452)	–	–	–	(40 452)	30 996
National Productivity Institute	9 748	–	21 248	–	–	–	21 248	30 996
Broad-Based Black Economic Empowerment Commission	61 700	–	(61 700)	–	–	–	(61 700)	–
Non-profit institutions								
Current	1 500	–	(1 500)	–	–	–	(1 500)	–
Black Business Council	1 500	–	(1 500)	–	–	–	(1 500)	–
Industrial Development								
Public corporations and private enterprises								
Public corporations								
Other transfers								
Current	89 587	–	(17 296)	–	–	–	(17 296)	72 291
Council for Scientific and Industrial Research: National Cleaner Production Centre	61 592	–	(8 000)	–	–	–	(8 000)	53 592
Council for Scientific and Industrial Research: National foundry technology network	27 995	–	(9 296)	–	–	–	(9 296)	18 699
Non-profit institutions								
Current	108 668	–	17 296	–	–	–	17 296	125 964
Intsimbi future production technologies initiatives	76 045	–	12 296	–	–	–	12 296	88 341
Proudly South African campaign	32 623	–	5 000	–	–	–	5 000	37 623
Consumer and Corporate Regulation								
Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current	131 819	–	11 400	–	–	–	11 400	143 219
National Credit Regulator	79 580	–	7 000	–	–	–	7 000	86 580
National Consumer Tribunal	52 239	–	4 400	–	–	–	4 400	56 639
Incentive Development and Administration								
Public corporations and private enterprises								
Public corporations								
Other transfers								
Capital	1 257 280	–	39 000	–	–	–	39 000	1 296 280
Various institutions: Critical infrastructure programme	100 000	–	100 000	–	–	–	100 000	200 000
Various institutions: Special economic zones	1 157 280	–	(61 000)	–	–	–	(61 000)	1 096 280

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

2019/20								
R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
		Roll-overs	Virements and shifts	Shifts between votes	Declared unspent funds	Other adjustments		
Public corporations and private enterprises								
Private enterprises								
Subsidies on production or products								
Current	4 133 589	–	(20 000)	–	(50 000)	–	(70 000)	4 063 589
Various institutions: Services sector development incentives	725 025	–	80 000	–	–	–	80 000	805 025
Various institutions: Manufacturing development incentives	3 408 564	–	(100 000)	–	(50 000)	–	(150 000)	3 258 564
Public corporations and private enterprises								
Private enterprises								
Other transfers								
Current	71 433	–	(30 000)	–	–	–	(30 000)	41 433
Various institutions: Support programme for industrial innovation	71 433	–	(30 000)	–	–	–	(30 000)	41 433
Trade and Investment South Africa								
Foreign governments and international organisations								
Current	3 251	–	(3 251)	–	–	–	(3 251)	–
Export consultancy trust funds: International Bank for Reconstruction and Development (World Bank)	1 626	–	(1 626)	–	–	–	(1 626)	–
Export consultancy trust funds: International Finance Corporation	1 625	–	(1 625)	–	–	–	(1 625)	–
Households								
Social benefits								
Current	–	–	59	–	–	–	59	59
Employee social benefits	–	–	59	–	–	–	59	59
Investment South Africa								
Public corporations and private enterprises								
Public corporations								
Other transfers								
Current	–	–	11 000	–	–	–	11 000	11 000
Various Institutions: One-stop shop	–	–	11 000	–	–	–	11 000	11 000

