

Mineral Resources and Energy

Adjusted budget summary

R thousand	Appropriation	2024/25 Adjustments appropriation		Adjusted appropriation
		Decrease	Increase	
Amount to be appropriated	8 839 029	–	42 433	8 881 462
<i>of which:</i>				
Current payments	2 412 500	–	30 747	2 443 247
Transfers and subsidies	6 408 450	–	11 671	6 420 121
Payments for capital assets	18 079	–	15	18 094
Executive authority	Minister of Mineral Resources and Energy			
Accounting officer	Director-General of Mineral Resources and Energy			
Website	www.dmre.gov.za			

Vote purpose

Regulate the minerals and mining sector for transformation, growth and development. Formulate energy policies, regulatory frameworks and legislation to ensure energy security, environmentally friendly carriers, and access to affordable and reliable energy.

Performance

Indicator	Programme	MTSF priority	Annual performance		
			Projected for 2024/25 as published in the 2024 ENE	Achieved in the first half of 2024/25 (April to September)	Changed target for 2024/25
Number of new petroleum retail site inspections per year	Minerals and Petroleum Regulation	Departmental mandate	1 500	782	–
Number of mining rights and permits granted or issued to historically disadvantaged South Africans per year	Minerals and Petroleum Regulation		200	174	–
Number of social and labour plan verification inspections per year	Minerals and Petroleum Regulation		212	143	–
Number of environmental verification inspections conducted per year	Minerals and Petroleum Regulation		1 374	816	–
Number of mine economic verification inspections per year	Minerals and Petroleum Regulation		500	244	–
Number of mineral legislation compliance inspections conducted per year	Minerals and Petroleum Regulation		150	80	–
Number of mine inspections conducted per year	Mine Health and Safety Inspectorate		8 000	4 779	–
Number of derelict and ownerless mines rehabilitated per year	Mineral and Energy Resources Programmes and Projects		3	0	–
Amount of energy savings realised and verified from energy efficiency and demand-side management grant per year (terawatt-hours)	Mineral and Energy Resources Programmes and Projects		0.5 TWh	0.873 TWh	–
Number of additional households electrified with grid electrification per year	Mineral and Energy Resources Programmes and Projects		Priority 5: spatial integration, human settlements and local government	220 000	67 904
Number of bulk substations built per year	Mineral and Energy Resources Programmes and Projects	2		1	–
Number of additional substations upgraded per year	Mineral and Energy Resources Programmes and Projects	3		1	–

Performance (continued)

Indicator	Programme	MTSF priority	Annual performance		
			Projected for 2024/25 as published in the 2024 ENE	Achieved in the first half of 2024/25 (April to September)	Changed target for 2024/25
Kilometres of new medium-voltage power lines constructed per year	Mineral and Energy Resources Programmes and Projects	Priority 5: spatial integration, human settlements and local government	50	0	–
Kilometres of existing medium-voltage power lines upgraded per year	Mineral and Energy Resources Programmes and Projects		50	10	–
Number of additional households electrified with non-grid electrification per year	Mineral and Energy Resources Programmes and Projects		15 000	12 181	–
Number of small-scale mining companies supported per year	Mineral and Energy Resources Programmes and Projects		3	0	–

Progress

By mid-year, there was no progress on achieving the annual target for rehabilitating ownerless mines. This was due to the delayed appointment of a service provider for the Tweefotein and Berwick asbestos mine projects, and a delayed tender evaluation for the Msauli project. Rehabilitation has begun at Tweefotein and Berwick.

Energy savings amounting to 0.873 terawatt hours were realised and verified from energy efficiency and demand-side management projects during the first half of 2024/25 against an annual target of 0.5 terawatt hours. This high achievement was mainly due to the implementation of large projects under the tax incentive in terms of section 12L of the Income Tax Act (1962), as amended.

Although no medium-voltage power lines were reported as constructed in the first half of 2024/25, construction is under way and the department will report on outputs once the lines have been completed and verified. Progress will be made in the second half of the financial year.

Adjusted estimates

Programme		2024/25							Adjusted appropriation
		Adjustments appropriation					Total adjustments appropriation		
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations		Other adjustments ¹	
Administration	692 688	–	30 762	–	–	–	–	30 762	723 450
Minerals and Petroleum Regulation	533 560	–	–	–	–	–	–	–	533 560
Mining, Minerals and Energy Policy Development	1 199 514	–	–	–	–	–	–	11 671	1 211 185
Mine Health and Safety Inspectorate	234 440	–	–	–	–	–	–	–	234 440
Mineral and Energy Resources Programmes and Projects	5 093 109	–	–	–	–	–	–	–	5 093 109
Nuclear Energy Regulation and Management	1 085 718	–	–	–	–	–	–	–	1 085 718
Total	8 839 029	–	30 762	–	–	–	–	42 433	8 881 462

Adjusted estimates (continued)

Economic classification	2024/25								
	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation	
Amounts announced in the budget		Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments ¹			
R thousand									
Current payments	2 412 500	–	30 762	(15)	–	–	–	30 747	2 443 247
Compensation of employees	1 113 586	–	18 878	–	–	–	–	18 878	1 132 464
Goods and services	1 298 914	–	11 884	(15)	–	–	–	11 869	1 310 783
Transfers and subsidies	6 408 450	–	–	–	– 11 671	–	–	11 671	6 420 121
Provinces and municipalities	1 982 136	–	–	–	–	–	–	–	1 982 136
Departmental agencies and accounts	851 032	–	–	–	–	–	–	–	851 032
Foreign governments and international organisations	33 870	–	–	–	– 11 671	–	–	11 671	45 541
Public corporations and private enterprises	3 539 153	–	–	–	–	–	–	–	3 539 153
Households	2 259	–	–	–	–	–	–	–	2 259
Payments for capital assets	18 079	–	–	–	15	–	–	15	18 094
Buildings and other fixed structures	2 358	–	–	–	–	–	–	–	2 358
Machinery and equipment	15 721	–	–	–	15	–	–	15	15 736
Total	8 839 029	–	30 762	–	– 11 671	–	–	42 433	8 881 462

1. Other adjustments include the shifting of funds between votes, the shifting of funds within a vote following a function shift, self-financing expenditure, declared unspent funds, and significant and unforeseeable economic and financial events.

Programme 1: Administration

Subprogramme	2024/25								
	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation	
Amounts announced in the budget		Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments			
R thousand									
Ministry	45 504	–	30 762	–	–	–	–	30 762	76 266
Departmental Management	38 898	–	–	–	–	–	–	–	38 898
Audit Services	22 465	–	–	–	–	–	–	–	22 465
Financial Administration	102 274	–	–	(138)	–	–	–	(138)	102 136
Corporate Services	322 849	–	–	6 938	–	–	–	6 938	329 787
Office Accommodation	160 698	–	–	(6 800)	–	–	–	(6 800)	153 898
Total	692 688	–	30 762	–	–	–	–	30 762	723 450
Economic classification									
Current payments	669 097	–	30 762	(15)	–	–	–	30 747	699 844
Compensation of employees	339 753	–	18 878	–	–	–	–	18 878	358 631
Goods and services	329 344	–	11 884	(15)	–	–	–	11 869	341 213
Transfers and subsidies	5 512	–	–	–	–	–	–	–	5 512
Departmental agencies and accounts	3 253	–	–	–	–	–	–	–	3 253
Households	2 259	–	–	–	–	–	–	–	2 259
Payments for capital assets	18 079	–	–	–	15	–	–	15	18 094
Buildings and other fixed structures	2 358	–	–	–	–	–	–	–	2 358
Machinery and equipment	15 721	–	–	–	15	–	–	15	15 736
Total	692 688	–	30 762	–	–	–	–	30 762	723 450

Programme 2: Minerals and Petroleum Regulation

Subprogramme		2024/25							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments			
Minerals and Petroleum Management	16 004	-	-	-	-	-	-	-	16 004	
Mineral Regulation and Administration	392 018	-	-	-	-	-	-	-	392 018	
Environmental Enforcement and Compliance	24 379	-	-	-	-	-	-	-	24 379	
Petroleum Compliance Monitoring, Enforcement and Fuel Pricing	26 282	-	-	-	-	-	-	-	26 282	
Petroleum Licensing and Fuel Supply	74 877	-	-	-	-	-	-	-	74 877	
Total	533 560	-	-	-	-	-	-	-	533 560	
Economic classification										
Current payments	383 113	-	-	-	-	-	-	-	383 113	
Compensation of employees	328 143	-	-	-	-	-	-	-	328 143	
Goods and services	54 970	-	-	-	-	-	-	-	54 970	
Transfers and subsidies	150 447	-	-	-	-	-	-	-	150 447	
Departmental agencies and accounts	59 921	-	-	-	-	-	-	-	59 921	
Foreign governments and international organisations	3 128	-	-	-	-	-	-	-	3 128	
Public corporations and private enterprises	87 398	-	-	-	-	-	-	-	87 398	
Total	533 560	-	-	-	-	-	-	-	533 560	

Programme 3: Mining, Minerals and Energy Policy Development

Subprogramme		2024/25							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments			
Mining, Minerals and Energy Policy Development Management	143 194	-	-	-	-	-	-	-	143 194	
Minerals and Petroleum Policy	26 360	-	-	250	11 671	-	-	11 921	38 281	
Nuclear, Electricity and Gas Policy	16 795	-	-	(420)	-	-	-	(420)	16 375	
Economic Analysis and Statistics	50 101	-	-	-	-	-	-	-	50 101	
Economic Growth, Promotion and Global Relations	945 612	-	-	170	-	-	-	170	945 782	
Mineral and Energy Planning	17 452	-	-	-	-	-	-	-	17 452	
Total	1 199 514	-	-	-	11 671	-	-	11 671	1 211 185	

Programme 3: Mining, Minerals and Energy Policy Development (continued)

Economic classification		2024/25							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments			
Current payments	278 522	–	–	–	–	–	–	–	278 522	
Compensation of employees	109 846	–	–	–	–	–	–	–	109 846	
Goods and services	168 676	–	–	–	–	–	–	–	168 676	
Transfers and subsidies	920 992	–	–	–	11 671	–	–	11 671	932 663	
Departmental agencies and accounts	613 649	–	–	–	–	–	–	–	613 649	
Foreign governments and international organisations	4 888	–	–	–	11 671	–	–	11 671	16 559	
Public corporations and private enterprises	302 455	–	–	–	–	–	–	–	302 455	
Total	1 199 514	–	–	–	11 671	–	–	11 671	1 211 185	

Programme 4: Mine Health and Safety Inspectorate

Subprogramme		2024/25							Total adjustments appropriation	Adjusted appropriation
		Adjustments appropriation								
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments			
Mine Health and Safety Management	9 370	–	–	–	–	–	–	–	9 370	
Mine Health and Safety Regions	207 410	–	–	–	–	–	–	–	207 410	
Occupational Health	17 660	–	–	–	–	–	–	–	17 660	
Total	234 440	–	–	–	–	–	–	–	234 440	
Economic classification										
Current payments	229 945	–	–	–	–	–	–	–	229 945	
Compensation of employees	193 317	–	–	–	–	–	–	–	193 317	
Goods and services	36 628	–	–	–	–	–	–	–	36 628	
Transfers and subsidies	4 495	–	–	–	–	–	–	–	4 495	
Departmental agencies and accounts	4 495	–	–	–	–	–	–	–	4 495	
Total	234 440	–	–	–	–	–	–	–	234 440	

Programme 5: Minerals and Energy Resources Programme and Projects

Subprogramme		2024/25							Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments			
Programmes and Projects Management	4 178	-	-	315	-	-	-	315	4 493	
Integrated National Electrification Programme	4 227 109	-	-	-	-	-	-	-	4 227 109	
Programmes and Projects Management Office	66 654	-	-	-	-	-	-	-	66 654	
Electricity Infrastructure and Industry Transformation	7 117	-	-	-	-	-	-	-	7 117	
Energy Efficiency Projects	257 864	-	-	(315)	-	-	-	(315)	257 549	
Renewable Energy Projects	147 167	-	-	-	-	-	-	-	147 167	
Environmental Management Projects	383 020	-	-	-	-	-	-	-	383 020	
Total	5 093 109	-	-	-	-	-	-	-	5 093 109	
Economic classification										
Current payments	805 328	-	-	-	-	-	-	-	805 328	
Compensation of employees	105 688	-	-	-	-	-	-	-	105 688	
Goods and services	699 640	-	-	-	-	-	-	-	699 640	
Transfers and subsidies	4 287 781	-	-	-	-	-	-	-	4 287 781	
Provinces and municipalities	1 982 136	-	-	-	-	-	-	-	1 982 136	
Departmental agencies and accounts	77 240	-	-	-	-	-	-	-	77 240	
Foreign governments and international organisations	1 621	-	-	-	-	-	-	-	1 621	
Public corporations and private enterprises	2 226 784	-	-	-	-	-	-	-	2 226 784	
Total	5 093 109	-	-	-	-	-	-	-	5 093 109	

Programme 6: Nuclear Energy Regulation and Management

Subprogramme		2024/25							Total adjustments appropriation	Adjusted appropriation
R thousand	Appropriation	Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments			
Nuclear Energy Management	8 136	-	-	-	-	-	-	-	8 136	
Nuclear Safety and Technology	1 062 800	-	-	-	-	-	-	-	1 062 800	
Nuclear Non-proliferation and Radiation Security	14 782	-	-	-	-	-	-	-	14 782	
Total	1 085 718	-	-	-	-	-	-	-	1 085 718	

Programme 6: Nuclear Energy Regulation and Management (continued)

Economic classification	2024/25								
	R thousand	Appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted appropriation
Amounts announced in the budget			Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments		
Current payments		46 495	-	-	-	-	-	-	46 495
Compensation of employees		36 839	-	-	-	-	-	-	36 839
Goods and services		9 656	-	-	-	-	-	-	9 656
Transfers and subsidies		1 039 223	-	-	-	-	-	-	1 039 223
Departmental agencies and accounts		92 474	-	-	-	-	-	-	92 474
Foreign governments and international organisations		24 233	-	-	-	-	-	-	24 233
Public corporations and private enterprises		922 516	-	-	-	-	-	-	922 516
Total		1 085 718	-	-	-	-	-	-	1 085 718

Details of adjustments to the 2024 Estimates of National Expenditure**Unforeseeable and unavoidable expenditure – R30.762 million****Programme 1: Administration**

An additional R30.762 million is allocated to the vote for funding the new Ministry and Deputy Ministry of Electricity and Energy.

Virements and shifts within the vote**Programmes**

- Administration
- Minerals and Petroleum Regulation
- Mining, Minerals and Energy Policy Development
- Mine Health and Safety Inspectorate
- Mineral and Energy Resources Programmes and Projects
- Nuclear Energy Regulation and Management

From:			To:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(15)	Programme 1		15
Goods and services	Stationery, printing and office supplies	(15)	Machinery and equipment	Biometric fingerprint scanners	15
Shifts within the programme as a percentage of the programme budget		0%			
Virements to other programmes as a percentage of the programme budget		0%			
Total		(15)			15

Rollovers – R11.671 million**Programme 3: Mining, Minerals and Energy Policy Development**

R11.671 million is rolled over for the payment of international membership fees for the African Diamonds Producers Association.

Expenditure outcome for 2023/24 and mid-year expenditure for 2024/25

Programme	2023/24					2024/25			
	Adjusted appropriation	Outcome			Adjusted appropriation/Total (%)	Actual expenditure			
		Apr 23 - Sep 23	Apr 23 - Sep 23 % of adjusted appropriation	Apr 23 - Mar 24		Apr 23 - Mar 24 % of adjusted appropriation	Apr 24 - Sep 24	Apr 24 - Sep 24 % of adjusted appropriation	
R thousand									
Administration	703 894	329 519	46.8	675 947	96.0	723 450	8.1	365 526	50.5
Minerals and Petroleum Regulation	518 702	260 422	50.2	528 448	101.9	533 560	6.0	261 872	49.1
Mining, Minerals and Energy Policy Development	1 076 016	685 787	63.7	1 019 029	94.7	1 211 185	13.6	829 730	68.5
Mine Health and Safety Inspectorate	226 406	116 007	51.2	229 153	101.2	234 440	2.6	122 000	52.0
Mineral and Energy Resources Programmes and Projects	6 586 774	2 233 881	33.9	6 274 266	95.3	5 093 109	57.3	1 709 541	33.6
Nuclear Energy Regulation and Management	1 159 426	1 060 270	91.4	1 153 762	99.5	1 085 718	12.2	993 703	91.5
Total	10 271 218	4 685 886	45.6	9 880 605	96.2	8 881 462	100.0	4 282 372	48.2
Economic classification									
Current payments	2 196 191	870 675	39.6	1 821 659	82.9	2 443 247	27.5	983 299	40.2
Compensation of employees	1 066 567	530 021	49.7	1 057 931	99.2	1 132 464	12.8	554 117	48.9
Goods and services	1 129 624	340 654	30.2	763 728	67.6	1 310 783	14.8	429 164	32.7
Interest and rent on land	–	–	–	–	–	–	–	18	–
Transfers and subsidies	8 060 664	3 813 918	47.3	8 050 942	99.9	6 420 121	72.3	3 295 493	51.3
Provinces and municipalities	2 256 138	645 409	28.6	2 256 138	100.0	1 982 136	22.3	665 706	33.6
Departmental agencies and accounts	809 628	634 444	78.4	808 468	99.9	851 032	9.6	704 092	82.7
Foreign governments and international organisations	37 147	4 627	12.5	35 285	95.0	45 541	0.5	16 719	36.7
Public corporations and private enterprises	4 955 335	2 528 083	51.0	4 948 517	99.9	3 539 153	39.8	1 907 481	53.9
Households	2 416	1 355	56.1	2 534	104.9	2 259	0.0	1 495	66.2
Payments for capital assets	14 363	1 293	9.0	7 828	54.5	18 094	0.2	3 580	19.8
Buildings and other fixed structures	2 522	335	13.3	47	1.9	2 358	0.0	350	14.8
Machinery and equipment	11 841	958	8.1	7 761	65.5	15 736	0.2	3 230	20.5
Software and other intangible assets	–	–	–	20	–	–	–	–	–
Payments for financial assets	–	–	–	176	–	–	–	–	–
Total	10 271 218	4 685 886	45.6	9 880 605	96.2	8 881 462	100.0	4 282 372	48.2

Expenditure trends

Total expenditure in 2023/24 was R9.9 billion, 96.2 per cent of the adjusted appropriation for the year. Mid-year expenditure in 2023/24 was R4.7 billion, 45.6 per cent of the adjusted appropriation, whereas expenditure in the first half of 2024/25 was R4.3 billion, 48.2 per cent of the adjusted appropriation of R8.9 billion. Compared to the first half of 2023/24, expenditure over the same period in 2024/25 decreased

by R403.5 million, 8.6 per cent. This was mainly due to a decrease in spending in the integrated national electrification programme.

Departmental receipts

R thousand	2023/24					2024/25				
	Adjusted estimate	Outcome		Apr 23 - Mar 24	Apr 23 - Mar 24 % of adjusted estimate	Budget estimate	Adjusted estimate	Adjusted receipts estimate/ Total (%)	Actual receipts	
		Apr 23 - Sep 23	Apr 23 - Sep 23 % of adjusted estimate						Apr 24 - Sep 24	Apr 24 - Sep 24 % of adjusted estimate
Departmental receipts	43 477	22 511	51.8	48 962	112.6	53 665	44 874	100.0	30 295	67.5
Sales of goods and services produced by department	22 608	12 076	53.4	23 809	105.3	18 236	18 397	41.0	14 429	78.4
Sales of scrap, waste, arms and other used current goods	–	–	–	–	–	2	–	–	–	–
Fines, penalties and forfeits	4 694	2 347	50.0	4 315	91.9	1 561	5 255	11.7	5 255	100.0
Interest, dividends and rent on land	14 866	7 433	50.0	20 438	137.5	30 838	17 928	40.0	8 964	50.0
Transactions in financial assets and liabilities	1 309	655	50.0	400	30.6	3 028	3 294	7.3	1 647	50.0
Total	43 477	22 511	51.8	48 962	112.6	53 665	44 874	100.0	30 295	67.5

Revenue trends

Mid-year revenue in 2023/24 was R22.5 million, 51.8 per cent of the adjusted estimate, whereas revenue for the first half of 2024/25 was R30.3 million, 67.5 per cent of the adjusted estimate of R44.9 million. Compared to the first half of 2023/24, revenue over the same period in 2024/25 increased by R7.8 million, 34.6 per cent. This was mainly due to an increase in the collection of fees for environmental authorisation applications, petroleum licencing, exams and applications for access to information, as well as an increase in environmental authorisation fines and penalties.

Changes to transfers and subsidies

Summary of changes to transfers and subsidies per programme

R thousand	Appropriation	2024/25							Adjusted appropriation
		Adjustments appropriation						Total adjustments appropriation	
		Amounts announced in the budget	Unforeseeable /Unavoidable	Virements and shifts	Roll-overs	Use of funds in emergency situations	Other adjustments		
Mining, Minerals and Energy Policy Development									
Foreign governments and international organisations									
Current	4 888	–	–	–	–	–	–	11 671	16 559
African Diamond Producers Association	4 888	–	–	–	–	–	–	11 671	16 559

