

Trade and Industry

Adjusted budget summary

2010/11				
R thousand	Main appropriation	Adjusted appropriation	Decrease	Increase
Amount to be appropriated	6 150 108	6 194 208	–	44 100
of which:				
Current payments	1 142 874	1 143 952	–	1 078
Transfers and subsidies	4 992 556	5 032 762	–	40 206
Payments for capital assets	14 678	17 494	–	2 816
Executive authority	Minister of Trade and Industry			
Accounting officer	Director-General of Trade and Industry			
Website address	www.thedti.gov.za			

Aim

The aim of the Department of Trade and Industry is to lead and facilitate access to sustainable economic activity and employment for all South Africans through its understanding of the economy, its knowledge of economic opportunities and potential, and its anticipation of future economic trends. The department also aims to catalyse economic transformation and development, and to provide a predictable, competitive, equitable and socially responsible environment for investment, enterprise and trade for economic citizens. In this way, the department will contribute to achieving government's vision of an adaptive and restructured economy, characterised by accelerated economic growth, employment creation and greater equity by 2014.

Mid-year performance status

Indicator	Programme	Outcome	Annual performance		
			Projected for 2010/11 as published in the 2010 ENE	Achieved in the first six months of 2010/11 (April to September)	Changed estimate for 2010/11
As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicators is linked to (if relevant)			
Total number of projects implemented under the national industrial participation programme since inception of the programme	Industrial Development	Decent employment through inclusive economic growth	275	230	–
Total value of investment and export credits under the national industrial participation programme	Industrial Development	Decent employment through inclusive economic growth	US\$15bn	US\$14.8bn	–
Total number of direct jobs created through the national industrial participation programme	Industrial Development	Decent employment through inclusive economic growth	19 000	19 000	–
Number of companies implementing cleaner production activities including energy efficiency per year	Industrial Development	Decent employment through inclusive economic growth	26	7	–
Number of new companies receiving cleaner production audits, including energy efficiency, per year	Industrial Development	Decent employment through inclusive economic growth	105	36	–
Number of new projects receiving grants per year under the support programme for industrial innovation	Empowerment and Enterprise Development	Decent employment through inclusive economic growth	80	6	–
Value of the support programme for industrial innovation projects per year	Empowerment and Enterprise Development	Decent employment through inclusive economic growth	R100m	R4.7m	–
Number of students supported under the technology and human resources for industry programme	Empowerment and Enterprise Development	A skilled and capable workforce to support an inclusive growth path	2 000	2 119	–
Number of researchers supported per year under the technology and human resources for industry programme	Empowerment and Enterprise Development	A skilled and capable workforce to support an inclusive growth path	650	925	–

2010 Adjusted Estimates of National Expenditure

Indicator	Programme	Outcome	Annual performance		
			Projected for 2010/11 as published in the 2010 ENE	Achieved in the first six months of 2010/11 (April to September)	Changed estimate for 2010/11
As published in the 2010 ENE	Programme linked to the indicator	Outcome the indicators is linked to (if relevant)			
Number of companies assisted with: - export market and investment assistance - business process outsourcing and off-shoring - black business supplier development programme - enterprise development programme - enterprise investment programme - cooperatives incentive scheme	The Enterprise Organisation	Decent employment through inclusive economic growth	1 600 15 1 830 600 500 280	399 15 1 104 286 73 12	-
Number of film and television productions assisted per year	The Enterprise Organisation	Decent employment through inclusive economic growth	55	12	-
Number of new bilateral and regional trade and investment agreements signed	International Trade and Economic Development	Decent employment through inclusive economic growth	10	1	-
Number of successful technical and business trips to foreign countries and companies undertaken per year	International Trade and Economic Development	Decent employment through inclusive economic growth	12	16	-
Key performance indicators for Coega industrial development zone: - number of new investors per year - value of new investments per year - number of new jobs created per year	The Enterprise Organisation	An efficient, competitive and responsive economic infrastructure network	15 R7.5bn 3 000	0 0 1 195	-
Key performance indicators for East London industrial development zone: - number of new investors per year - value of new investments per year - number of jobs created per year	The Enterprise Organisation	An efficient, competitive and responsive economic infrastructure network	6 R300m 432	5 R263m 2 223	-
Key performance indicators for Richards Bay industrial development zone: - number of new investors per year - value of new investments per year - number of jobs created per year	The Enterprise Organisation	An efficient, competitive and responsive economic infrastructure network	5 R2bn 400	0 0 0	-
Value of investment generated through enterprise investment programme per year	The Enterprise Organisation	Decent employment through inclusive economic growth	R13.9bn	R4.6bn	-
Key performance indicators for the critical infrastructure programme: - number of new projects - value of new investments per year - number of jobs created per year	The Enterprise Organisation	An efficient, competitive and responsive economic infrastructure network	14 R7bn 2 820	4 R5.5bn 1 440	-
Number of direct jobs created per year: - enterprise investment programme - business process outsourcing and off-shoring	The Enterprise Organisation	Decent employment through inclusive economic growth	17 775 8 925	6 383 606	-

The number of new projects receiving grants under the support programme for industrial innovation in the first half of 2010/11 is significantly lower than the estimate for the year as a whole, because the economic recession impacted on firms doing research and development.

The value of the support programme for industrial innovation projects in the first half of 2010/11 is significantly lower than the estimate for the year as a whole, because the recession impacted on firms doing research and development.

The number of students and researchers supported under the technology and human resources for industry programme in the first half of 2010/11 is higher than the estimate for the year as a whole, because of higher than anticipated participation. The targets will be revised in the 2011 ENE process.

The number of companies assisted with export market and investment assistance, the enterprise development programme and the cooperatives incentive scheme in the first half of 2010/11 is significantly lower than the estimate for the year as a whole, because fewer claims were received than anticipated.

The number of film and television productions assisted in the first half of 2010/11 is significantly lower than the estimate for the year as a whole, because of a slower uptake of funds due to lower production activities.

The number of new bilateral and regional trade and investment agreements signed in the first half of 2010/11 is significantly lower than the estimate for the year as a whole in anticipation of Cabinet approval of the South African trade policy and strategy framework and the South African bilateral investment treaty policy framework.

The number of new investors and the value of new investments in the Coega industrial development zone in the first half of 2010/11 are significantly lower than the estimate for the year as a whole, because the economic recession has slowed down planned investment activities.

The number of jobs created by the East London industrial development zone in the first half of 2010/11 was significantly higher than the estimate for the year as a whole, because the data includes both direct (permanent) and indirect (construction and other temporary) jobs.

There have been no new investors, new investments and jobs created in the Richards Bay industrial development zone in the first half of 2010/11, because the economic crisis has slowed down planned investment activities.

The value of investment generated through the enterprise investment programme in the first half of 2010/11 is lower than the estimate for the year as a whole, because this is a relatively new programme and applications already approved will only be claimed against in the latter part of the year.

The number of new projects for the critical infrastructure programme in the first half of 2010/11 is significantly lower than the estimate for the year as a whole, because fewer claims have been received than anticipated for this period.

The number of direct jobs created in the enterprise investment programme in the first half of 2010 is significantly lower than the estimate for the year as a whole, because the creation of jobs depends on the value of investments generated.

The number of direct jobs created in the business process outsourcing and off-shoring programme in the first half of 2010/11 is significantly lower than the estimate for the year as a whole. Because of the economic downturn in the UK, projects did not perform according to the projections. A reviewed programme strategy will be implemented in the latter part of the year.

Mid-year progress

Performance under the national industrial participation programme, which is linked to the creation of decent employment through inclusive economic growth (outcome 4), was better than anticipated. 230 projects were implemented, compared to the projected 275 for the year. The total value of investment and export credits amounted to US\$14.8 billion, compared to the anticipated US\$15 billion for the whole year. The programme has already reached its target to create 19 000 jobs for the year.

Performance under the technology and human resources for industry programme, which contributes to the development of a skilled and capable workforce (outcome 5), was also better than projected. The number of students supported exceeded the projected target for the year, as did the number of researchers.

The number of new investors in the East London industrial development zone, which contributes to supporting an efficient, competitive and responsive economic infrastructure network (outcome 6), has almost reached the target for the year, and the number of jobs created was 2 223 compared to the targeted 432.

The critical infrastructure programme, which also links to supporting an efficient, competitive and responsive economic infrastructure network (outcome 6), also performed better than expected. The value of new investments was R5.5 billion compared to the projected R7 billion. The number of jobs created is on track for the target for the year.

Adjusted Estimates of National Expenditure 2010

Programme	2010/11						Adjusted Appropriation
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
1. Administration	448 543	-	-	(5 292)	-	(5 292)	443 251
2. International Trade and Economic Development	131 138	-	-	(6 050)	-	(6 050)	125 088
3. Empowerment and Enterprise Development	777 797	-	-	23 240	(5 003)	18 237	796 034
4. Industrial Development	1 052 122	29 400	-	46 436	5 003	80 839	1 132 961
5. Consumer and Corporate Regulation	191 531	-	-	4 000	-	4 000	195 531
6. The Enterprise Organisation	3 175 296	-	-	(89 444)	-	(89 444)	3 085 852
7. Trade and Investment South Africa	291 447	-	-	45 329	14 700	60 029	351 476
8. Communication and Marketing	82 234	-	-	(18 219)	-	(18 219)	64 015
Total	6 150 108	29 400	-	-	14 700	44 100	6 194 208
Economic classification							
Current payments	1 142 874	-	-	(13 622)	14 700	1 078	1 143 952
Compensation of employees	557 843	-	-	(2 694)	14 700	12 006	569 849
Goods and services	585 031	-	-	(10 928)	-	(10 928)	574 103
Transfers and subsidies	4 992 556	29 400	-	10 806	-	40 206	5 032 762
Departmental agencies and accounts	844 109	-	-	15 500	-	15 500	859 609
Universities and technikons	4	-	-	2 294	-	2 294	2 298
Foreign governments and international organisations	37 584	-	-	1 500	-	1 500	39 084
Public corporations and private enterprises	4 095 914	29 400	-	(29 018)	-	382	4 096 296
Non-profit institutions	12 500	-	-	20 500	-	20 500	33 000
Households	2 445	-	-	30	-	30	2 475
Payments for capital assets	14 678	-	-	2 816	-	2 816	17 494
Machinery and equipment	10 665	-	-	2 299	-	2 299	12 964
Software and other intangible assets	4 013	-	-	517	-	517	4 530
Total	6 150 108	29 400	-	-	14 700	44 100	6 194 208

Programme 1: Administration

Subprogramme	2010/11						Adjusted Appropriation
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Minister	1 816	-	-	-	-	-	1 816
Deputy Minister	1 496	-	-	-	-	-	1 496
Deputy Minister	1 496	-	-	-	-	-	1 496
Ministry	33 841	-	-	-	-	-	33 841
Office of the Director-General	62 981	-	-	(5 292)	-	(5 292)	57 689
Corporate Services	339 092	-	-	-	-	-	339 092
Office Accommodation	7 821	-	-	-	-	-	7 821
Total	448 543	-	-	(5 292)	-	(5 292)	443 251
Economic classification							
Current payments	433 170	-	-	(4 690)	-	(4 690)	428 480
Compensation of employees	144 391	-	-	(4 594)	-	(4 594)	139 797
Goods and services	288 779	-	-	(96)	-	(96)	288 683
Transfers and subsidies	2 845	-	-	-	-	-	2 845
Public corporations and private enterprises	600	-	-	-	-	-	600
Households	2 245	-	-	-	-	-	2 245
Payments for capital assets	12 528	-	-	(602)	-	(602)	11 926
Machinery and equipment	8 665	-	-	(1 119)	-	(1 119)	7 546
Software and other intangible assets	3 863	-	-	517	-	517	4 380
Total	448 543	-	-	(5 292)	-	(5 292)	443 251

Programme 2: International Trade and Economic Development

Subprogramme		2010/11					
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted Appropriation
		Roll-Overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
International Trade Development	83 306	-	-	(4 120)	-	(4 120)	79 186
African Economic Development	47 832	-	-	(1 930)	-	(1 930)	45 902
Total	131 138	-	-	(6 050)	-	(6 050)	125 088
Economic classification							
Current payments	98 858	-	-	(6 050)	-	(6 050)	92 808
Compensation of employees	64 473	-	-	(2 618)	-	(2 618)	61 855
Goods and services	34 385	-	-	(3 432)	-	(3 432)	30 953
Transfers and subsidies	31 750	-	-	-	-	-	31 750
Foreign governments and international organisations	12 000	-	-	-	-	-	12 000
Public corporations and private enterprises	19 750	-	-	-	-	-	19 750
Payments for capital assets	530	-	-	-	-	-	530
Machinery and equipment	500	-	-	-	-	-	500
Software and other intangible assets	30	-	-	-	-	-	30
Total	131 138	-	-	(6 050)	-	(6 050)	125 088

Programme 3: Empowerment and Enterprise Development

Subprogramme		2010/11					
R thousand	Main appropriation	Adjustments appropriation				Total adjustments appropriation	Adjusted Appropriation
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Enterprise Development	422 169	-	-	(530)	(5 003)	(5 533)	416 636
Equity and Empowerment	42 353	-	-	(655)	-	(655)	41 698
Regional Economic Development	313 275	-	-	24 425	-	24 425	337 700
Total	777 797	-	-	23 240	(5 003)	18 237	796 034
Economic classification							
Current payments	84 970	-	-	(1 925)	-	(1 925)	83 045
Compensation of employees	45 280	-	-	(1 222)	-	(1 222)	44 058
Goods and services	39 690	-	-	(703)	-	(703)	38 987
Transfers and subsidies	692 827	-	-	24 530	(5 003)	19 527	712 354
Departmental agencies and accounts	620 121	-	-	15 000	-	15 000	635 121
Universities and technikons	4	-	-	-	(3)	(3)	1
Foreign governments and international organisations	4 500	-	-	(500)	-	(500)	4 000
Public corporations and private enterprises	60 502	-	-	10 000	(5 000)	5 000	65 502
Non-profit institutions	7 500	-	-	-	-	-	7 500
Households	200	-	-	30	-	30	230
Payments for capital assets	-	-	-	635	-	635	635
Machinery and equipment	-	-	-	635	-	635	635
Total	777 797	-	-	23 240	(5 003)	18 237	796 034

Programme 4: Industrial Development

Subprogramme	2010/11							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted Appropriation
		Roll-Overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments			
R thousand								
Industrial Competitiveness	935 809	–	–	12 429	2 003	14 432	950 241	
Customised Sector Programmes	116 313	29 400	–	34 007	3 000	66 407	182 720	
Total	1 052 122	29 400	–	46 436	5 003	80 839	1 132 961	
Economic classification								
Current payments	105 370	–	–	(9 017)	–	(9 017)	96 353	
Compensation of employees	61 080	–	–	–	–	–	61 080	
Goods and services	44 290	–	–	(9 017)	–	(9 017)	35 273	
Transfers and subsidies	946 252	29 400	–	55 220	5 003	89 623	1 035 875	
Departmental agencies and accounts	100 147	–	–	500	–	500	100 647	
Universities and technikons	–	–	–	2 294	3	2 297	2 297	
Foreign governments and international organisations	7 000	–	–	2 000	–	2 000	9 000	
Public corporations and private enterprises	839 105	29 400	–	50 426	5 000	84 826	923 931	
Payments for capital assets	500	–	–	233	–	233	733	
Machinery and equipment	500	–	–	233	–	233	733	
Total	1 052 122	29 400	–	46 436	5 003	80 839	1 132 961	

Programme 5: Consumer and Corporate Regulation

Subprogramme	2010/11							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted Appropriation
		Roll-Overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments			
R thousand								
Policy and Legislative Development	20 857	–	–	500	–	500	21 357	
Enforcement and Compliance	37 972	–	–	3 500	–	3 500	41 472	
Regulatory Services	132 702	–	–	–	–	–	132 702	
Total	191 531	–	–	4 000	–	4 000	195 531	
Economic classification								
Current payments	64 090	–	–	4 000	–	4 000	68 090	
Compensation of employees	44 410	–	–	–	–	–	44 410	
Goods and services	19 680	–	–	4 000	–	4 000	23 680	
Transfers and subsidies	126 841	–	–	–	–	–	126 841	
Departmental agencies and accounts	123 841	–	–	–	–	–	123 841	
Foreign governments and international organisations	3 000	–	–	–	–	–	3 000	
Payments for capital assets	600	–	–	–	–	–	600	
Machinery and equipment	600	–	–	–	–	–	600	
Total	191 531	–	–	4 000	–	4 000	195 531	

Programme 6: The Enterprise Organisation

Subprogramme	2010/11							
	Main appropriation	Adjustments appropriation					Total adjustments appropriation	Adjusted Appropriation
		Roll-Overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments			
R thousand								
Incentive Administration	3 152 359	–	–	(86 905)	–	(86 905)	3 065 454	
New Incentive Development	9 734	–	–	(1 435)	–	(1 435)	8 299	
Business Development and After-Care	13 203	–	–	(1 104)	–	(1 104)	12 099	
Total	3 175 296	–	–	(89 444)	–	(89 444)	3 085 852	

Programme 6: The Enterprise Organisation (continued)

Subprogramme		2010/11					
		Adjustments appropriation					Adjusted Appropriation
R thousand		Roll-Overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments	Total adjustments appropriation	
Economic classification							
Current payments	119 827	-	-	(1 500)	-	(1 500)	118 327
Compensation of employees	87 389	-	-	-	-	-	87 389
Goods and services	32 438	-	-	(1 500)	-	(1 500)	30 938
Transfers and subsidies	3 055 469	-	-	(89 444)	-	(89 444)	2 966 025
Public corporations and private enterprises	3 055 469	-	-	(89 444)	-	(89 444)	2 966 025
Payments for capital assets	-	-	-	1 500	-	1 500	1 500
Machinery and equipment	-	-	-	1 500	-	1 500	1 500
Total	3 175 296	-	-	(89 444)	-	(89 444)	3 085 852

Programme 7: Trade and Investment South Africa

Subprogramme		2010/11					
		Adjustments appropriation					Adjusted Appropriation
R thousand		Roll-Overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments	Total adjustments appropriation	
Economic classification							
Current payments	154 875	-	-	23 779	14 700	38 479	193 354
Compensation of employees	87 190	-	-	3 950	14 700	18 650	105 840
Goods and services	67 685	-	-	19 829	-	19 829	87 514
Transfers and subsidies	136 572	-	-	20 500	-	20 500	157 072
Foreign governments and international organisations	11 084	-	-	-	-	-	11 084
Public corporations and private enterprises	120 488	-	-	-	-	-	120 488
Non-profit institutions	5 000	-	-	20 500	-	20 500	25 500
Payments for capital assets	-	-	-	1 050	-	1 050	1 050
Machinery and equipment	-	-	-	1 050	-	1 050	1 050
Total	291 447	-	-	45 329	14 700	60 029	351 476

Programme 8: Communication and Marketing

Subprogramme		2010/11					
		Adjustments appropriation					Adjusted appropriation
R thousand		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments	Total adjustments appropriation	
Brand Management	41 302	-	-	(9 794)	-	(9 794)	31 508
External Communications	30 857	-	-	(6 245)	-	(6 245)	24 612
Media Relations and Public Relations	10 075	-	-	(2 180)	-	(2 180)	7 895
Total	82 234	-	-	(18 219)	-	(18 219)	64 015

Programme 8: Communication and Marketing (continued)

R thousand	2010/11						Adjusted appropriation
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Economic classification							
Current payments	81 714	–	–	(18 219)	–	(18 219)	63 495
Compensation of employees	23 630	–	–	1 790	–	1 790	25 420
Goods and services	58 084	–	–	(20 009)	–	(20 009)	38 075
Payments for capital assets	520	–	–	–	–	–	520
Machinery and equipment	400	–	–	–	–	–	400
Software and other intangible assets	120	–	–	–	–	–	120
Total	82 234	–	–	(18 219)	–	(18 219)	64 015

Details of adjustments to Estimates of National Expenditure 2010

Roll-overs – R29.4 million

Programme 4: Industrial Development

R29.4 million has been rolled over for the Intsimbi national tooling initiative.

Virements and shifts

Programmes

1. Administration
2. International Trade and Economic Development
3. Empowerment and Enterprise Development
4. Industrial Development
5. Consumer and Corporate Regulation
6. The Enterprise Organisation
7. Trade and Investment South Africa
8. Communication and Marketing

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 1		(13 558)	Programme 1		5 929
Compensation of employees	Vacant posts	(4 594)	Goods and services	Mainly for computer services, audit costs, administrative costs, and venues and facilities	4 594
Goods and services	Reduction mainly on consultants and special services and travel	(1 218)	Machinery and equipment	Mainly for furniture for regional offices and computers	1 218
	Reduction on consultants and special services	(117)	Software and other intangible assets	For software	117
			Programme 3		2 800
	Reduction on consultants and special services	(2 800)	Goods and services	For research projects	2 800
			Programme 4		1 992
	Reduction on consultants and special services	(1 992)	Goods and services	For a research project	1 992
			Programme 5		500
	Reduction on consultants and special services	(500)	Goods and services	For a research project	500
			Programme 1		2 337
Machinery and equipment	Reduction on computer equipment	(1 937)	Goods and services	Mainly for communication	1 937
	Reduction on computer equipment	(400)	Software and other intangible assets	For software	400
Percentage of programme budget		3.0%			

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 2			Programme 7		
Compensation of employees	Vacant posts	(2 618)	Compensation of employees	For Trade and Investment South Africa	2 618
Goods and services	Reduction mainly on consultants and special services, venues and facilities, travel, communication and legal costs	(3 432)	Programme 5		
			Goods and services	For the anti-piracy campaign	3 432
Percentage of programme budget		4.6%			
Programme 3			Programme 7		
Compensation of employees	Vacant posts	(1 222)	Compensation of employees	For Trade and Investment South Africa	1 222
Goods and services	Reduction mainly on legal costs, venues and facilities, advertising and computer services	(635)	Programme 3		
		(30)	Machinery and equipment	Mainly for computers	635
		(110)	Households	For donations and gifts	30
		(2 728)	Programme 7		
		(500)	Compensation of employees	For Trade and Investment South Africa	110
Foreign governments and international organisations	Reduction on transfer to United Nations Industrial Development Organisation	(500)	Goods and services	For Trade and Investment South Africa	2 728
			Programme 4		
Percentage of programme budget		0.7%	Departmental agencies and accounts	For the South African National Accreditation System	500
Programme 4			Programme 4		
Goods and services	Reduction mainly on venues and facilities	(280)	Machinery and equipment	For computers	280
	Reduction mainly on consultants and special services	(2 294)	Universities and technikons	For various centres of excellence	2 294
	Reduction mainly on venues and facilities and advertising	(6 435)	Public corporations and private enterprises	For the Council for Mineral Technology and Research and the Industrial Development Corporation	6 435
	Reduction on travel and subsistence	(2 000)	Foreign governments and international organisations	For United Nations Industrial Development Organisation: automotive component supplier development programme	2 000
Machinery and equipment	Reduction on computer equipment	(47)	Public corporations and private enterprises	For the Industrial Development Corporation: customised sector programmes	47
Percentage of programme budget		1.1%			

2010 Adjusted Estimates of National Expenditure

FROM:			TO:		
Programme by economic classification	Motivation	R thousand	Programme by economic classification	Motivation	R thousand
Programme 6		(641 944)	Programme 6		1 500
Goods and services	Reduction mainly on consultants and special services	(1 500)	Machinery and equipment	Mainly for computers	1 500
			Programme 3		25 000
Public corporations and private enterprises	Reduction on the black business supplier development programme	(15 000)	Departmental agencies and accounts	For the Small Enterprise Development Agency	15 000
	Reduction mainly on the industrial development programme	(10 000)	Public corporations and private enterprises	For the Industrial Development Corporation: support programme for industrial innovation	10 000
	Reduction on the enterprise investment programme	(11 490)	Programme 4		43 944
	Reduction on the enterprise investment programme	(32 454)	Public corporations and private enterprises	For the South African Bureau of Standards for research	11 490
	Reduction mainly on the enterprise investment programme, and on the small medium enterprise development programme	(94 000)	Public corporations and private enterprises (Capital)	For the Centurion Aerospace Village	32 454
	Reduction mainly on the automotive production and development programme, business processing outsourcing, and the enterprise investment programme	(422 000)	Programme 6		516 000
	Reduction on the enterprise investment programme	(20 500)	Public corporations and private enterprises	Mainly for export market and investment assistance	94 000
Public corporations and private enterprises	Reduction on the critical infrastructure programme	(35 000)	Public corporations and private enterprises	For the Coega, Richards Bay and East London industrial development zones	422 000
			Programme 7		20 500
			Non-profit institutions	For the Proudly South African campaign	20 500
			Programme 6		35 000
			Public corporations and private enterprises	For Coega Development Corporation for the industrial development zone	35 000
Percentage of programme budget		20.2%			
Programme 7		(1 050)	Programme 7		1 050
Goods and services	Reduction in venues and facilities, and catering	(1 050)	Machinery and equipment	For computers	1 050
Percentage of programme budget		0.4%			
Programme 8		(20 009)	Programme 5		68
Goods and services	Reduction on advertising	(68)	Goods and services	For the anti-piracy campaign	68
	Reduction mainly on consultants and special services, advertising and contractors	(18 151)	Programme 7		18 151
	Reduction mainly on contractors	(1 790)	Goods and services	For Trade and Investment South Africa	18 151
			Programme 8		1 790
			Compensation of employees	For unfunded post	1 790
Percentage of programme budget		24.3%¹			
Total		(698 892)			698 892

1. In terms of the PFMA, only the legislature may approve this virement.

Other adjustments – R14.7 million**Adjustments due to significant and unforeseeable economic and financial events**

Programme 7: Trade and Investment South Africa

An additional R14.7 million is allocated for higher personnel remuneration increases than the main budget provided for, including the increased housing allowance.

Funds shifted within a vote to follow a functions shift within the same vote

Programme 4: Industrial Development

R5.003 million has been shifted from programme 3 following the shift of the following functions: Centurion Aerospace Village; North-West University: Advanced Manufacturing; University of Johannesburg: Capacity Building Programme; University of Pretoria: Advanced Engineering Centre of Excellence; and the University of the Witwatersrand: National Aerospace Skills Sectors Support Centre.

Expenditure for 2009/10 and preliminary expenditure for 2010/11

Programme	2009/10 Expenditure outcome					2010/11 Preliminary expenditure		
	Adjusted appropriation	Apr 09 - Sep 09	% of adjusted appropriation	Apr 09 - Mar 10	% of adjusted appropriation	Adjusted appropriation	Apr 10 - Sep 10	% of adjusted appropriation
R thousand								
1.Administration	468 136	176 431	37.7	400 111	85.5	443 251	191 471	43.2
2.International Trade and Economic Development	130 406	70 132	53.8	122 999	94.3	125 088	51 246	41.0
3.Empowerment and Enterprise Development	1 173 856	717 556	61.1	1 167 670	99.5	796 034	357 683	44.9
4.Industrial Development	426 917	217 613	51.0	413 060	96.8	1 132 961	581 416	51.3
5.Consumer and Corporate Regulation	165 510	120 084	72.6	133 824	80.9	195 531	76 770	39.3
6.The Enterprise Organisation	3 356 884	1 585 154	47.2	3 343 575	99.6	3 085 852	860 586	27.9
7.Trade and Investment South Africa	294 051	139 672	47.5	298 979	101.7	351 476	139 476	39.7
8.Communication and Marketing	70 124	18 956	27.0	43 092	61.5	64 015	19 362	30.2
Total	6 085 884	3 045 598	50.0	5 923 310	97.3	6 194 208	2 278 010	36.8
Economic classification								
Current payments	1 132 145	382 572	33.8	935 076	82.6	1 143 952	444 781	38.9
Compensation of employees	513 018	195 750	38.2	437 711	85.3	569 849	237 470	41.7
Goods and services	619 127	186 822	30.2	497 365	80.3	574 103	207 311	36.1
Transfers and subsidies	4 916 752	2 656 858	54.0	4 961 921	100.9	5 032 762	1 828 771	36.3
Departmental agencies and accounts	1 197 316	823 657	68.8	1 208 297	100.9	859 609	424 765	49.4
Universities and technikons	3 000	–	0.0	15 500	516.7	2 298	–	0.0
Foreign governments and international organisations	34 022	163	0.5	31 402	92.3	39 084	2 000	5.1
Public corporations and private enterprises	3 671 919	1 831 208	49.9	3 696 547	100.7	4 096 296	1 391 451	34.0
Non-profit institutions	7 597	–	0.0	7 597	100.0	33 000	10 000	30.3
Households	2 898	1 830	63.1	2 578	89.0	2 475	555	22.4
Payments for capital assets	36 987	6 165	16.7	23 160	62.6	17 494	4 457	25.5

Programme	2009/10 Expenditure outcome					2010/11 Preliminary expenditure		
	Adjusted appropriation	Apr 09 - Sep 09		Apr 09 - Mar 10		Adjusted appropriation	Apr 10 - Sep 10	
Apr 09 - Sep 09		% of adjusted appropriation	Apr 09 - Mar 10	% of adjusted appropriation	Apr 10 - Sep 10		% of adjusted appropriation	
R thousand								
Machinery and equipment	32 467	4 413	13.6	20 440	63.0	12 964	4 452	34.3
Software and other intangible assets	4 520	1 752	38.8	2 720	60.2	4 530	5	0.1
Payments for financial assets	-	3	-	3 153	-	-	1	-
Total	6 085 884	3 045 598	50.0	5 923 310	97.3	6 194 208	2 278 010	36.8

Main expenditure trends for the first half of 2010/11

Total expenditure for 2009/10 was 97.3 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 was R2.3 billion or 36.8 per cent of the adjusted appropriation of R6.2 billion for the year as a whole. In comparison, mid-year expenditure in 2009/10 was R3 billion, or 50 per cent of the 2009/10 adjusted appropriation. Expenditure in the first six months of 2010/11 decreased by R767.6 million or 25.2 per cent, compared to expenditure in the first six months of 2009/10.

The main expenditure decrease compared to 2009/10 is due to the transfer of functions from the Department of Trade and Industry to the Economic Development Department (for example, the Competition Commission, the International Trade Administration Commission, Khula, the South African Micro Finance Apex Fund, the Competition Tribunal and the Industrial Development Corporation).

Departmental receipts

	2009/10					2010/11			
	Adjusted estimate	Audited outcome			Actual receipts				
Apr 09 - Sep 09		% of adjusted estimate	Apr 09 - Mar 09	% of adjusted estimate	Budget estimate	Adjusted estimate	Apr 10 - Sep 10	% of adjusted estimate	
R thousand									
Departmental receipts	66 718	343 540	514.9	510 034	764.5	108 260	108 260	20 340	18.8
Sales of goods and services produced by department	38 913	1 128	2.9	3 163	8.1	3 590	3 590	1 550	43.2
Fines, penalties and forfeits	-	305 725	-	336 296	-	-	-	13	-
Interest, dividends and rent on land	16 000	780	4.9	122 965	768.5	22 260	22 260	96	0.4
Sales of capital assets	2	-	-	-	-	-	-	-	-
Transactions in financial assets and liabilities	11 803	35 907	304.2	47 610	403.4	82 410	82 410	18 681	22.7
Total	66 718	343 540	514.9	510 034	764.5	108 260	108 260	20 340	18.8

Main departmental revenue trends for the first half of 2010/11

Departmental revenue collection in the first six months of 2010/11 was R20.3 million, or 18.8 per cent of the adjusted revenue estimate of R108.3 million for the year as a whole. In comparison, mid-year revenue collection in 2009/10 was R343.5 million, or 514.9 per cent of the 2009/10 adjusted estimate. Departmental revenue collection in the first six months of 2010/11 decreased by R323.2 million or 94.1 per cent, compared to revenue in the first six months of 2009/10.

The main revenue decrease compared to 2009/10 is due to the shifting of the Competition Commission and the Industrial Development Corporation functions to the Economic Development Department. The Department of Trade and Industry no longer receives revenue from penalties instituted by the Competition Commission against companies or from the annual dividend payable by the Industrial Development Corporation.

Changes to transfers and subsidies, including conditional grants

Summary of changes to transfers and subsidies per programme

		2010/11						
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments	Total adjustments appropriation	Adjusted appropriation	
3. Empowerment and Enterprise Development Departmental agencies and accounts								
Departmental agencies (non-business entities)								
Current								
	385 121	-	-	15 000	-	15 000	400 121	
Small Enterprise Development Agency	385 121	-	-	15 000	-	15 000	400 121	
Universities and technikons								
Current								
	3	-	-	-	(3)	(3)	-	
University of the Witwatersrand: National Aerospace Skills Sector Support Centre	1	-	-	-	(1)	(1)	-	
North-West University: Advanced Manufacturing	1	-	-	-	(1)	(1)	-	
University of Pretoria: Advanced Engineering Centre of Excellence	1	-	-	-	(1)	(1)	-	
Foreign governments and international organisations								
Current								
	4 500	-	-	(500)	-	(500)	4 000	
United Nations Industrial Development Organisation	4 500	-	-	(500)	-	(500)	4 000	
Public corporations and private enterprises								
Public corporations								
Other transfers								
Capital								
	45 000	-	-	10 000	-	10 000	55 000	
Industrial Development Corporation: Support Programme for Industrial Innovation	45 000	-	-	10 000	-	10 000	55 000	

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

R thousand	2010/11						Adjusted appropriation
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
Public corporations and private enterprises							
Private enterprises							
Other transfers							
Capital	5 000	-	-	-	(5 000)	(5 000)	-
Centurion Aerospace Village Households	5 000	-	-	-	(5 000)	(5 000)	-
Other transfers to households							
Current	-	-	-	30	-	30	30
Gifts, Donations and Sponsorships	-	-	-	30	-	30	30
4. Industrial Development Departmental agencies and accounts							
Departmental agencies (non-business entities)							
Current	17 739	-	-	500	-	500	18 239
South African National Accreditation System	17 739	-	-	500	-	500	18 239
Universities and technikons							
Current	-	-	-	2 294	3	2 297	2 297
North-West University: Advanced Manufacturing University of Pretoria: Advanced Engineering Centre of Excellence	-	-	-	792	1	793	793
University of the Witwatersrand: National Aerospace Skills Sector Support Centre	-	-	-	-	1	1	1
University of Johannesburg: Capacity Building Programme	-	-	-	-	1	1	1
University of Stellenbosch: Furniture Centre for Competitiveness	-	-	-	1 501	-	1 501	1 501
Foreign governments and international organisations							
Current	5 000	-	-	2 000	-	2 000	7 000
United Nations Industrial Development Organisation: Automotive Component Supplier Development Programme	5 000	-	-	2 000	-	2 000	7 000

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

		2010/11						
		Adjustments appropriation						
R thousand	Main appropriation	Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments	Total adjustments appropriation	Adjusted appropriation	
Public corporations and private enterprises								
Public corporations								
Other transfers								
Current	215 865	-	-	14 472	-	14 472	230 337	
South African Bureau of Standards: Research Contribution	167 355	-	-	11 490	-	11 490	178 845	
Council for Mineral Technology and Research: Customised Sector Programmes	-	-	-	400	-	400	400	
Industrial Development Corporation: Customised Sector Programmes	48 510	-	-	2 582	-	2 582	51 092	
Public corporations and private enterprises								
Private enterprises								
Subsidies on production or products								
Current	3 000	-	-	3 500	-	3 500	6 500	
National Foundry Technology Network: Metals	3 000	-	-	3 500	-	3 500	6 500	
Public corporations and private enterprises								
Private enterprises								
Other transfers								
Current	3 000	29 400	-	-	5 000	34 400	37 400	
Intsimbi National Tooling Initiative	3 000	29 400	-	-	-	29 400	32 400	
Centurion Aerospace Village	-	-	-	-	5 000	5 000	5 000	
Capital	-	-	-	32 454	-	32 454	32 454	
Centurion Aerospace Village	-	-	-	32 454	-	32 454	32 454	

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

R thousand	2010/11						Adjusted appropriation
	Main appropriation	Adjustments appropriation				Total adjustments appropriation	
		Roll-overs	Unforeseeable/unavoidable	Virements and shifts	Other adjustments		
6. The Enterprise Organisation							
Public corporations and private enterprises							
Public corporations							
Other transfers							
Capital	475 000	–	–	457 000	–	457 000	932 000
Coega Development Corporation	475 000	–	–	239 000	–	239 000	714 000
East London Industrial Development Zone	–	–	–	198 000	–	198 000	198 000
Richards Bay Industrial Development Zone Company	–	–	–	20 000	–	20 000	20 000
Public corporations and private enterprises							
Private enterprises							
Subsidies on production or products							
Current	2 024 452	–	–	(590 444)	–	(590 444)	1 434 008
Business Process Outsourcing	223 060	–	–	(160 000)	–	(160 000)	63 060
Small and Medium Enterprise Development Programme	697 248	–	–	(120 000)	–	(120 000)	577 248
Sector Development Programme	4 800	–	–	(4 800)	–	(4 800)	–
Industrial Development Zones	5 644	–	–	(5 644)	–	(5 644)	–
Enterprise Investment Programme	346 700	–	–	(100 000)	–	(100 000)	246 700
Automotive Production and Development Programme: Production Allowance	747 000	–	–	(200 000)	–	(200 000)	547 000
Public corporations and private enterprises							
Private enterprises							
Other transfers							
Current	151 619	–	–	79 000	–	79 000	230 619
Black Business Supplier Development Programme	40 621	–	–	65 000	–	65 000	105 621
Export Market and Investment Assistance	110 998	–	–	13 000	–	13 000	123 998
South African Capital Goods Feasibility Study Fund	–	–	–	1 000	–	1 000	1 000
Capital	115 680	–	–	(35 000)	–	(35 000)	80 680
Critical Infrastructure Programme	115 680	–	–	(35 000)	–	(35 000)	80 680
7. Trade and Investment South Africa							
Non-profit institutions							
Current	5 000	–	–	20 500	–	20 500	25 500
Proudly South African Campaign	5 000	–	–	20 500	–	20 500	25 500