



**Mr Musa Zwane**

**NATIONAL ASSEMBLY**

**QUESTION FOR WRITTEN REPLY**

**QUESTION NUMBER: 2121 [NW2352E]**

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**2121. Mr R A Lees (DA) to ask the Minister of Finance:**

What is the (a) full financial value of (i) funds and (ii) guarantees received by SA Airways (SAA) from (aa) the National Treasury and/or (bb) any other national department from 1 January 1997 to date, (b) detailed breakdown of these allocations to each department of SAA in each year, (c) motivation for providing the funds in each case and (d) detailed breakdown of the amounts of guarantees (i) requested and (ii) granted in each case?

NW2352E

**REPLY:**

a(i): A summary of funds received and repaid is reflected in the table below, as per the records in the annual financial statements:

<b>Financial Year</b>	<b>Funds Received or Paid</b>
	Initial capitalisation R3 137 million
2003/4	R6 089 million shareholder loan advanced
2004/5	R 4 000 million shareholder convertible loan
2005/6	R 1 600 million of shareholder convertible loan repaid (balance of R2 400 million remained)
2006/7	R 8 450 million of above loans was capitalised
2007/8	R1 564 million subordinated loan raised. Capitalised in 2009/10
2017/18	R2 208 million recapitalisation (30 June 2017)

a(ii): A summary of the Going Concern guarantees and utilisation towards loans or other purposes as is listed in the table below:

<b>Guarantee Awarded</b>	<b>Amount</b>	<b>Utilisation</b>	<b>Balance</b>
	<b>R'm</b>	<b>R'm</b>	<b>R'm</b>
Subordinated Loan – Nedbank (Mar 2007)	1 300	1 300	Nil
Going Concern Guarantee (Sep 2009)	1 600		
(Allocated to ATL, Sep '16)		541	
Working Capital Utilisation (Dec '14)		1 055	4
Going Concern Guarantee (Sep 2012)	5 006		
Working Capital Utilisation (Jul '14)		1 300	
Working Capital Utilisation (Jul '14)		1 500	
Working Capital Utilisation (Dec '14)		1 700	
Working Capital Utilisation (Dec '14)		295	211
Going Concern Guarantee (Dec 2014)	6 488		
Working Capital Utilisation (Dec '14)		450	
Working Capital Utilisation (Apr '15)		1 500	
Working Capital Utilisation (Jun '15)		1 500	
Working Capital Utilisation (Jun'16) Bridge		1 000	2 038
Going Concern Guarantee (Sep 2016)	4 720		
General Short Term Banking Facilities (Dec'16)		830	
Working Capital Utilisation (Dec'16) Bridge		1 292	
Working Capital Utilisation (Mar'17) Bridge		757	
LC and Guarantee Facilities (Mar'17)		522	
ATL Credit Card Exposure (Apr'17)		768	
Working Capital Utilisation (May'17) Bridge		104	447
<b>TOTAL</b>	<b>19 114</b>	<b>16 414</b>	<b>2 700</b>

