## NATIONAL ASSEMBLY QUESTION FOR WRITTEN REPLY QUESTION NUMBER: 22 [NW26E] DATE OF PUBLICATION: 8 FEBRUARY 2018

## 22. Mr T J Brauteseth (DA) to ask the Minister of Finance:

- (1) With regard to the contract concluded between SA Airways Technical (SAAT) and a certain company (name furnished as Allen Radio Corporation), (a) on what date was the specified contract awarded to the specified company and (b) what (i) is the monetary value and (ii) are the terms and conditions of the contract;
- (2) what (a) is the (i) name and (ii) professional designation of each team member of SAAT who visited the company before the contract was awarded, (b) was the purpose of the specified visit, (c) are the details of the trip's itinerary and (d) was the cost of the visit to the company;
- (3) whether he will furnish Mr T J Brauteseth with copies of all the minutes of each meeting that took place on the specified trip?

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## REPLY:

(1) a) The contract was awarded on 16 May 2016.

- b) (i) The monetary value is/was R1 253 636 151.81
  - (ii) The contract is for supply of components for a period of five years.

(2) There were four (4) trips that were undertaken by different board members and officials of SAA Technical and SAA. These were on different dates and at the time thereof, there was no tender. See the table below for details:

#Trip	Names (a(i))	<b>Designation</b> (a(ii))	Purpose (b)	Itinerary (c)	Cost (d)
1 <sup>st</sup> Trip	Dr John Tambi	Board member	SAA Technical (SAAT)	04 – 08 May 2015	R88,188.88
	Mrs Yakhe Kwinana	Board member	was facing an		
	Mr Musa Zwane	SAAT CEO	immediate cash flow		
	Adv Nontsasa Memela	HOD: Procurement	challenge hence the		
			need for a visit to one		
			of the biggest MROs in		
			the world to learn and		
			share best practices		
			and to align the scope		
			of the combined		
			services to the Long-		
			Term Strategy (LTTS).		
			It was also to consider		
			a number of smart		
			solutions available		
			within the global MRO		
			industry. The visit also		
			provided an		
			opportunity to engage		
			in a process of seeking		
			partnerships in areas		
			where SAAT was		
			lacking.		

#Trip	Names (a(i))	Designation (a(ii))	Purpose (b)	Itinerary (c)	Cost (d)
2 <sup>nd</sup> Trip	<ul> <li>Mr Stefanus Meyer</li> <li>Ismail Randaree</li> <li>Mr Chaile Makaleng</li> </ul>	<ul> <li>GM: Operations</li> <li>HOD: Planning</li> <li>HOD: Maintenance</li> </ul>	This visit focused on technical and operational aspects following the feedback to the Board on the 1 <sup>st</sup> trip.	22 – 26 June 2015	R20,768.16
3 <sup>rd</sup> Trip	Adv. Nontsasa Memela	HOD: Procurement	The purpose of the trip was visiting the supply chain AAR facility in Chicago	29 Jun–12 July 2015	R49,202.40
4 <sup>th</sup> Trip	<ul> <li>Musa Zwane</li> <li>Ms Ursula Fikelepi</li> <li>Mr Phinda Ncala</li> </ul>	<ul> <li>SAAT CEO</li> <li>GM: Legal</li> <li>CIO</li> </ul>	This trip focused on the IT and supply chain management systems.	06 – 10 July 2015	R20,495.16

(3) No minutes were kept for each meeting on the specified trips.