

# **NATIONAL CONVENTIONAL ARMS CONTROL COMMITTEE 2008 ANNUAL REPORT**

**Briefing to the PCD  
Parliament, Cape Town  
02 September 2009**

# **INTRODUCTION**

- **To provide an overview of the NCACC's 2008 Annual Report to Parliament.**
- **The period covered is January to December 2008**

# **NCACC's LEGISLATIVE FRAMEWORK AND MANDATE**

- **The NCACC is established in terms of the NCAC Act which forms the basis for the NCACC's existence and operation.**
- **The Act also establishes supporting structures.**
- **The Mandate of the NACCC is to regulate the development, manufacture, trade and transfer of conventional arms in South Africa.**
- **The Act provides for detailed functions of the NCACC.**
- **Over and above this, the NCACC administers the Regulation of Foreign Military Assistance Act (RFMA) and the Prohibition of Mercenary Activities Act.**

# COMPOSITION OF THE NCACC

- The NCACC is a Cabinet Committee *sui generis* appointed specifically by the President.
- The NCACC comprises of 8 Cabinet Ministers and 3 Deputy Ministers.
- By law the positions of Chairperson and Deputy Chairperson are held by Cabinet Ministers who do not have line function interests in the conventional arms business.
- For the reporting period, the NCACC Chair was Min Mufamadi and the Dep Chair was Min Sonjica.

- **Other Members of the previous NCACC were:**

- **Min M.G.P. Lekota.**
- **Min A. Erwin.**
- **Min N.C. Dlamini-Zuma.**
- **Min M.B. Mphahlwa.**
- **Min R. Kasrils.**
- **Min C. Nqakula.**
- **Min M.A. Mangena.**

- **Dep Min A. Pahad.**
- **Dep Min M.E. George.**
- **Dep Min Moleketi.**

# STRUCTURES OF THE NCACC

- For the NCACC to deliver on its mandate, the following structures are established under the NCACC:
  - Directorate Conventional Arms Control to provide the Secretariat and Administrative support.
  - The Inspectorate to look after matters of compliance.
- Over and above these structures, the NCACC is supported by various government departments and agencies which, *inter alia*, include the SAPS, DOD, DICO, NIA, SASS, DTI, NPA and Customs.

# FUNCTIONING OF THE NCACC

- **The NCACC meets on monthly basis to consider arms transfer applications lodged by the defence industry with the Secretariat.**
- **In deciding on these applications, the NCACC considers, a whole range of factors as provided for in Section 15 of the Act (Guiding Principles).**
- **On the basis of its consideration, the NCACC either Approves or Denies permit applications.**
- **In order to facilitate trade, the NCACC delegates some its powers particularly to the Secretariat**
- **The Secretariat executes the decisions of the NCACC.**
- **The Inspectorate checks for compliance with decisions.**



# LEGISLATIVE DEVELOPMENTS

- In the period under review, the following legislative developments took place:
  - Prohibition of Mercenary Activities Act . Signed into law in November 2007. Regulations to implement this Act are pending promulgation at the Presidency.
  - NCAC Act. The Amendment Act was passed by Parliament during 2008 and assented to by the President in April 2009. The Regulations are currently being drafted.

# PROCESSED PERMIT APPLICATIONS

- In the period under review, the NCACC considered and approved the following kinds of permits:

■ Marketing Permits	54
■ Contracting Permits	370
■ Export Permits	2 965
■ Import Permits	1 639
■ Conveyance Permits	16

# VALUES OF PERMITS ISSUED

- **The total values of permits issued by the NCACC in 2008 are as follows:**
  - **Contracting Permits, R 19,5 billion.**
  - **Export Permits, R 5,8 billion.**
  - **Import Permits, R 6,3 billion.**

# COUNTRIES EXPORTED TO

<b>COUNTRY</b>	<b>VALUE</b>
<b>Algeria</b>	<b>138,3 mil</b>
<b>Angola</b>	<b>4,9 mil</b>
<b>Argentina</b>	<b>0 mil</b>
<b>Australia</b>	<b>6,9 mil</b>
<b>Austria</b>	<b>52,1 mil</b>
<b>Azerbaijan</b>	<b>3,0 mil</b>

# COUNTRIES EXPORTED TO

<b>COUNTRY</b>	<b>VALUE</b>
<b>Bangladesh</b>	<b>0 mil</b>
<b>Belgium</b>	<b>9,3 mil</b>
<b>Botswana</b>	<b>12,5 mil</b>
<b>Brazil</b>	<b>4,9 mil</b>
<b>Brunei</b>	<b>0</b>
<b>Bulgaria</b>	<b>0</b>
<b>Burundi</b>	<b>15,1 mil</b>
<b>Canada</b>	<b>155,0 mil</b>
<b>Central African Rep</b>	<b>0</b>
<b>Chad</b>	<b>15,2 mil</b>

# COUNTRIES EXPORTED TO

<b>COUNTRY</b>	<b>VALUE</b>
<b>Chile</b>	<b>2,3 mil</b>
<b>Colombia</b>	<b>248,3 mil</b>
<b>Croatia</b>	<b>0</b>
<b>Czech-Republic</b>	<b>0, 128 mil</b>
<b>DRC</b>	<b>0</b>
<b>Denmark</b>	<b>3,3 mil</b>
<b>Djibouti</b>	<b>0</b>
<b>Egypt</b>	<b>58,5 mil</b>
<b>Estonia</b>	<b>0,4 mil</b>
<b>Finland</b>	<b>27,1 mil</b>
<b>France</b>	<b>14,9 mil</b>

# COUNTRIES EXPORTED TO

<b>Gabon</b>	<b>5,2 mil</b>
<b>Georgia</b>	<b>1,4 mil</b>
<b>Germany</b>	<b>104,9 mil</b>
<b>Ghana</b>	<b>45,0 mil</b>
<b>Greece</b>	<b>0</b>
<b>Guinea</b>	<b>0</b>
<b>India</b>	<b>232,2 mil</b>
<b>Indonesia</b>	<b>66,4 mil</b>
<b>Iraq</b>	<b>14,8 mil</b>
<b>Ireland</b>	<b>1,2 mil</b>
<b>Italy</b>	<b>22, 4 mil</b>
<b>Japan</b>	<b>1,0 mil</b>
<b>Jordan</b>	<b>18,7 mil</b>

# COUNTRIES EXPORTED TO

<b>Kazakhstan</b>	<b>0,5 mil</b>
<b>Kenya</b>	<b>0</b>
<b>Kuwait</b>	<b>7,0 mil</b>
<b>Lesotho</b>	<b>4,2 mil</b>
<b>Libya</b>	<b>0</b>
<b>Madagascar</b>	<b>0</b>
<b>Malawi</b>	<b>14,5</b>
<b>Malaysia</b>	<b>138, 5 mil</b>
<b>Mauritius</b>	<b>0</b>
<b>Mozambique</b>	<b>0,2 mil</b>
<b>Nepal</b>	<b>13,6 mil</b>
<b>Netherlands</b>	<b>11,1 mil</b>



# COUNTRIES EXPORTED TO

<b>Niger</b>	<b>7,6 mil</b>
<b>Nigeria</b>	<b>51,0 mil</b>
<b>Norway</b>	<b>0</b>
<b>Oman</b>	<b>23,3 mil</b>
<b>Pakistan</b>	<b>29,6 mil</b>
<b>PRC</b>	<b>82,7 mil</b>
<b>Peru</b>	<b>1,5 mil</b>
<b>Philippines</b>	<b>2,9 mil</b>
<b>Poland</b>	<b>6,1 mil</b>
<b>Portugal</b>	<b>32,6 mil</b>
<b>Rep of Korea</b>	<b>22,7 mil</b>
<b>Russian Federation</b>	<b>0</b>

# COUNTRIES EXPORTED TO

<b>Rwanda</b>	<b>4,6 mil</b>
<b>Saudi Arabia</b>	<b>36,1 mil</b>
<b>Singapore</b>	<b>26,7 mil</b>
<b>Slovak Republic</b>	<b>5,3 mil</b>
<b>Slovenia</b>	<b>6,1 mil</b>
<b>Spain</b>	<b>271.7 mil</b>
<b>Sudan</b>	<b>64,0 mil</b>
<b>Swaziland</b>	<b>2,0 mil</b>
<b>Sweden</b>	<b>92,9 mil</b>
<b>Switzerland</b>	<b>4,4 mil</b>
<b>Taiwan</b>	<b>0,6 mil</b>

# COUNTRIES EXPORTED TO

<b>Tanzania</b>	<b>11,2 mil</b>
<b>Thailand</b>	<b>197,5 mil</b>
<b>Tunisia</b>	<b>300,0 mil</b>
<b>Turkey</b>	<b>70,6 mil</b>
<b>Uganda</b>	<b>2,1 mil</b>
<b>Ukraine</b>	<b>1,4 mil</b>
<b>UAE</b>	<b>185,2 mil</b>
<b>UK</b>	<b>456,6 mil</b>
<b>USA</b>	<b>2,6 billion</b>
<b>Venezuela</b>	<b>24,2 mil</b>
<b>Vietnam</b>	<b>5,2 mil</b>
<b>Zambia</b>	<b>18,9 mil</b>

# EXPORTS COMPARISONS

<b>Total Export (2008)</b>	<b>R 5,8 billion</b>
<b>Total Export (2007)</b>	<b>R 4 billion</b>
<b>Total Export (2006)</b>	<b>R 2,9 billion</b>

**Thank You**