



NATIONAL CONVENTIONAL ARMS CONTROL COMMITTEE
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Reference: AC 5/1/9A

March 2012

Speaker: National Assembly
Parliament of the Republic of South Africa
P.O. Box 15
CAPE TOWN
8000

Dear Speaker

**2011 NATIONAL CONVENTIONAL ARMS CONTROL COMMITTEE (NCACC)
ANNUAL REPORT**

Appendix A: January to December 2011 Statistics on Permits Issued

*B: January to December 2011 South Africa's Statistics for Conventional
Arms Exports*

*C: January to December 2011 Statistics on Permits Issued for Peace
Keeping/Military Exercise/Humanitarian Aid and Military Training*

INTRODUCTION

Section 23 (1) (c) of the National Conventional Arms Control Act, (Act 41 of 2002) provides that the National Conventional Arms Control Committee (NCACC) must present to Parliament and release to the public an annual report on all conventional arms exports conducted during the preceding calendar year. In accordance with the legislative requirement cited above, the NCACC wishes to present this 2011 Annual Report to the National Assembly, for submission to Parliament.

This 2011 Annual Report provides information on conventional arms exports conducted by South Africa over the period 01 January to 31 December 2011. The Quarterly Report presents this information in a manner consistent with the provisions of the National Conventional Arms Control Act (Act 41 of 2002). To that end, the following categories of information are covered by the report:

- Names of importing countries (countries where conventional arms were exported to).

- Types of conventional arms exported.
- Rand value of the exports.
- Reasons for temporary transfers.

NCACC'S LEGISLATIVE FRAMEWORK AND MANDATE

The National Conventional Arms Control Committee (NCACC) is a Committee established in terms of law to regulate the conventional arms sector in South Africa. Section 3 of the National Conventional Arms Control Act (Act 41 of 2002) provides for the object and mandate of the NCACC. Section 4 of this Act provides for the functions of the NCACC. These could be summarized as the regulation of development, manufacturing and transfer of conventional arms in South Africa. The regulations to the National Conventional Arms Control Act (Act 41 of 2002) dated 28 May 2004 provides details on how the regulation of the conventional arms sector is conducted in South Africa.

Section 5 of the National Conventional Arms Control Act (Act 41 of 2002) provides for the membership of the NCACC. Members of the NCACC are Cabinet Ministers and Deputy Ministers specifically appointed by the President. The positions of the Chairpersons of the NCACC are held by Cabinet Ministers who do not have line function interests in the conventional arms business. This has been done for purposes of ensuring the NCACC's objectivity in the conduct of its business.

In order to provide for secretariat and administrative support to the NCACC, Section 8 of the National Conventional Arms Control Act (Act 41 of 2002) provides for the establishment of the Directorate Conventional Arms Control (DCAC). This Directorate is located within the Department of Defence (Defence Secretariat). This Directorate has a specific function as provided for in the Act. Briefly, this function is to provide for an administrative mechanism to prepare documentation for the NCACC and to serve as the line of communication between the NCACC, the defence industry and all other relevant stakeholders. This Directorate also ensures the execution of the NCACC's decisions and policies.

As a further support structure to the NCACC Section 9 of the National Conventional Arms Control Act, (Act 41 of 2002) establishes the Inspectorate. The purpose of the Inspectorate is to ensure that trade in conventional arms is conducted in compliance with the provisions of the Act. The Inspectorate also ensures that the internal regulatory processes of the Committee are complied with.

The NCACC has ensured that all the necessary institutional mechanism and structures prescribed by the Act to support the efficient regulation of conventional arms are in place. The NCACC is supported by other government departments and agencies. These include the Department of International Relations & Cooperation, Department of Defence, Department of Trade and Industry, Department of State Security and the South African Police Service. Over and above these, the NCACC can be assisted by any other relevant institutions of government as and when required.

2011 MEMBERSHIP OF THE NCACC

In the period under review, (January to December 2010) the NCACC comprised of the following Cabinet Ministers appointed by the President in terms of the provisions of the National Conventional Arms Control Act (Act 41 of 2002):

- Minister J.T. Radebe (Chairperson)
- Minister G.N. Pandor (Deputy Chairperson)
- Minister L.N. Sisulu
- Minister R. Davies
- Minister S. Cwele
- Minister M. Nkoana-Mashabane
- Minister N. Mthethwa
- Deputy Minister T.S.P. Makwetla
- Deputy Minister E. Ebrahim
- Deputy Minister N.M. Nene

LEGISLATIVE DEVELOPMENTS

The NCACC administers both the National Conventional Arms Control Act (Act 41 of 2002) and the Prohibition of Mercenary Activities and the Regulations of Certain Activities in a Country of Armed Conflict Act (Act 27 of 2006). This Act is not in operation yet pending the approval of its Regulations.

The National Conventional Arms Control Amendment Act (Act 73 of 2008), was assented to by the President in April 2009. The final draft Regulations were approved by the NCACC in its December 2011 meeting and are in the process of promulgation.

PERMIT APPLICATIONS

As its primary function, the NCACC considers the defence industry's permit applications and issues or denies such permits. In executing this important function, the NCACC considers all relevant factors as stipulated in Section 15 of the National Conventional Arms Control Act (Act 41 of 2002). The NCACC considers each and every permit application submitted on the basis of its own merits in line with the *case-by-case principle* as contemplated in the Act. In the period under review, the NCACC considered the following categories and numbers of permit applications:

- Registration Permit Applications, 113
- Marketing Permit Applications, 26.
- Contracting Permit Applications, 369.
- Export Permit Applications, 3672.
- Import Permit Applications, 2609.
- Conveyance Permit Applications, 18

Details on these applications in terms of approvals, countries, values and categories of equipment involved are contained in Appendix A, B and C of this report.

COMPLIANCE AND VERIFICATION MATTERS

As indicated above, Section 9 of the National Conventional Arms Control Act (Act 41 of 2002) provides that Conventional Arms Control Inspectorate be established for the purposes of ensuring that the Defence Industry and all other relevant role players comply with the laid down conventional arms control regulations. In line with its statutory function, the Conventional Arms Control Inspectorate has conducted various activities.

CONCLUSION

In the period under review, the NCACC conducted all the activities indicated above in pursuance of its functions as contemplated in the National Conventional Arms Control Act (Act 41 of 2002). In conclusion, it is important to note that the activities of the NCACC, over the reporting period, have contributed significantly to the strengthening of the country's arms control regime thus positioning South Africa firmly in the international arena.

Yours faithfully

J. Raabe 30/03/12

(J.T. RADEBE)

**CHAIRPERSON OF THE NATIONAL CONVENTIONAL ARMS CONTROL COMMITTEE
(NCACC): MINISTER OF JUSTICE AND CONSTITUTIONAL DEVELOPMENT**

APPENDIX A:

JANUARY TO DECEMBER 2011 STATISTICS ON PERMITS ISSUED

**STATISTICAL INFORMATION ON TYPES AND QUANTITIES OF
PERMITS ISSUED**

PERIOD: 01/01/2011-31/12/2011

REGISTRATION

Number of companies registered	113
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MARKETING

Number of Marketing Permits Issued	26
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CONTRACTING

Number of Contracting Permits Issued	369
Number of Contracting Applications Denied	8
Total Value of Contracts Approved	32,594,811,031.00
Total Number of Countries Contracted with	78

EXPORT

Number of Export Permits Issued	3,672
Total Value of Exports	9,185,336,543.00
Total Number of Countries Exported To	82

IMPORT

Number of Import Permits Issued	2,609
Total Value of Imports	4,211,077,139.00
Total Number of Countries Imported From	65

CONVEYANCE

Number of Conveyance Permits Issued	18
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APPENDIX B:

JANUARY TO DECEMBER 2011

**SOUTH AFRICA'S STATISTICS
FOR CONVENTIONAL ARMS
EXPORTS**

SUMMARY OF EXPORT PERMITS ISSUED PER COUNTRY

Country	Category	ZAR Value	Explanation
ALGERIA	A	8,000,540.00	Repairs and sales
	C	364,475,455.00	Repairs and sales
	G	10,184,801.00	Repairs and sales
	SUB TOTAL	382,660,796.00	
ANGOLA	A	12,500,000.00	Sales
	C	7,250,000.00	Sales
	SUB TOTAL	19,750,000	
ARGENTINA	A	37,350.00	Sales
	C	17,983,456.00	Sales
	SUB TOTAL	18,020,806.00	
AUSTRALIA	C	9,287,694.00	
	SUB TOTAL	9,287,694.00	
AUSTRIA	A	13,755,214.00	Evaluations
	SUB TOTAL	13,755,214.00	
AZERBAIJAN	C	32,015,172.00	Demonstrations, integration, training, repairs and sales
	E	573,999.00	Sales
	G	3,929,355.00	Sales
	SUB TOTAL	36,518,526.00	
BAHRAIN	C	0.00	Repairs
	SUB TOTAL	0.00	
BELGIUM	A	1,303,000.00	Sales
	C	11,011,224.00	Demonstrations, repairs and sales
	SUB TOTAL	12,314,224.00	
BOTSWANA	A	160,000.00	Sales
	C	150,000.00	Sales
	SUB TOTAL	310,000.00	
BRAZIL	A	2,249,686.00	Demonstrations, tests and sales
	B	18,768.00	Demonstrations and sales
	C	0.00	Demonstrations, exhibitions, repairs, sales and tests
	SUB TOTAL	2,268,454.00	

Country	Category	ZAR Value	Explanation
BRUNEI	A	10,226,900.00	Sales
	SUB TOTAL	10,226,900.00	
BURUNDI	A	15,200,000.00	Sales
	C	2,174,000.00	Sales
	G	2,600,000.00	Sales
	SUB TOTAL	19,974,000.00	
CANADA	A	68,320.00	Demonstrations, sales and tests
	C	35,315,633.00	Demonstrations, evaluations, sales, repairs and tests
	D	24,366,526.00	Sales
	G	0.00	Evaluations
	SUB TOTAL	59,750,479.00	
CHILE	C	92,142.00	Repairs, tests and sales
	SUB TOTAL	92,142.00	
COLOMBIA	A	63,611,229.00	Demonstrations, evaluations and sales
	C	14,371,822.00	Demonstrations and sales
	SUB TOTAL	77,983,051.00	
CZECH REPUBLIC	C	65,000.00	Sales
	SUB TOTAL	65,000.00	
DEMOCRATIC REP OF CONGO	A	1,366,400.00	Sales
	SUB TOTAL	1,366,400.00	
DENMARK	C	0.00	Tests
	SUB TOTAL	0.00	
ECUADOR	C	341,745,626	Demonstrations, repairs and sales
	SUB TOTAL	341,745,626	
EGYPT	A	30,959,422.00	Sales
	C	108,236,824.00	Repairs and sales
	G	1,900,000.00	Sales
	SUB TOTAL	141,096,246.00	
ESTONIA	A	230,650.00	Sales
	C	11,550.00	Sales
	G	12,950.00	Sales
	SUB TOTAL	255,150.00	

Country	Category	ZAR Value	Explanation
FINLAND	A	297,150,847.00	Demonstrations, repairs and sales
	B	863,851.00	Sales
	C	9,015,434.00	Repairs and sales
	G	20,000.00	Sales
	SUB TOTAL	307,050,132.00	
FRANCE	A	16,227,314.00	Evaluations, repairs and sales
	C	68,856,778.00	Demonstrations, evaluations, exhibition, integration, modifications, repairs and sales
	G	3,809,460.00	Exhibition, repairs and sales
	SUB TOTAL	88,893,552.00	
GABON	A	30,344,230.00	Sales
	C	733,725.00	Sales
	G	149,000.00	Sales
	SUB TOTAL	31,226,955.00	
GERMANY	A	2,815,200.00	Demonstrations, evaluations, repairs, sales and tests
	C	96,705,713.00	Demonstrations, repairs, sales and tests
	G	0.00	Demonstrations, Exhibition, repairs sales and tests
	SUB TOTAL	99,520,913.00	
GHANA	C	218,000.00	Sales
	SUB TOTAL	218,000.00	
GREECE	C	6,774,329.00	Demonstrations, repairs and sales
	SUB TOTAL	6,774,329.00	
INDIA	A	27,031,699.00	Demonstrations, evaluations, repairs and sales
	B	0.00	Demonstrations
	C	180,627,941.00	Demonstrations, repairs, sales and tests
	G	1,558,720.00	Demonstrations, evaluations and sales
	SUB TOTAL	209,218,360.00	
INDONESIA	A	4,487,013.00	Demonstrations and sales
	C	44,415,701.00	Sales
	SUB TOTAL	48,902,714.00	

Country	Category	ZAR Value	Explanation
IRELAND	A	3,325,593.00	Sales
	SUB TOTAL	3,325,593.00	
ITALY	C	20,616,139.00	Demonstrations and sales
	G	0.00	Repairs
	SUB TOTAL	20,616,139.00	
JAPAN	A	30,562.00	Sales
	C	0.00	Demonstrations
	SUB TOTAL	30,562.00	
JORDAN	A	13,018,817.00	Sales
	SUB TOTAL	13,018,817.00	
KENYA	A	195,260,286.00	Sales
	C	9,300,219.00	Repairs and sales
	D	32,072,727.00	Sales
	SUB TOTAL	236,633,232.00	
KUWAIT	A	14,895,383.00	Evaluations, tests and sales
	B	0.00	Evaluations
	C	0.00	Evaluations
	SUB TOTAL	14,895,383.00	
LESOTHO	A	2,031,000.00	Sales
	B	107,918.00	Sales
	C	1,393,406.00	Sales
	D	527,526.00	Sales
	SUB TOTAL	4,059,850.00	
MALAWI	A	17,000,000.00	Sales
	C	21,889,695.00	Sales
	SUB TOTAL	38,889,695.00	
MALAYSIA	A	21,162,790.00	Sales
	C	17,704,560.00	Demonstrations, exhibition, repairs and sales
	G	0.00	Demonstrations and integrations
	SUB TOTAL	38,867,350.00	
MEXICO	A	2,079,028.00	Sales
	C	1,537,372.00	Sales
	SUB TOTAL	3,616,400.00	

Country	Category	ZAR Value	Explanation
MOZAMBIQUE	D	3,175,200.00	Sales
	SUB TOTAL	3,175,200.00	
NAMIBIA	C	2,359,170.00	Demonstrations and sales
	SUB TOTAL	2,359,170.00	
NEPAL	C	247,588.00	Demonstrations and sales
	SUB TOTAL	247,588.00	
NETHERLANDS	A	7,773,146.00	Evaluations and sales
	C	3,541,374.00	Repairs, tests and sales
	G	0.00	Tests
	SUB TOTAL	11,314,520.00	
NEW ZEALAND	C	0.00	Repairs
	SUB TOTAL	0.00	
NIGERIA	A	20,660,500.00	Sales
	C	4,621,008.00	Sales
	SUB TOTAL	25,281,508.00	
NORWAY	A	0.00	Evaluations
	C	7,222,000.00	Repairs and sales
	G	0.00	Evaluations and exhibitions
	SUB TOTAL	7,222,000.00	
OMAN	A	5,070,652.00	Demonstrations, repairs and sales
	B	1,384,500.00	Sales
	C	356,500.00	Demonstrations, repairs and sales
	G	66,453.00	Sales
	SUB TOTAL	6,878,105.00	
PAKISTAN	A	0.00	Repairs
	C	21,363,982.00	Demonstrations, repairs and sales
	G	28,093,576.00	Repairs, tests and sales
	SUB TOTAL	49,457,558.00	
PEOPLES REPUBLIC OF CHINA	A	723,224.00	Sales
	C	13,225,000.00	Demonstrations and sales
	SUB TOTAL	13,948,224.00	
PHILIPPINES	A	77,401,867.00	Sales
	SUB TOTAL	77,401,867.00	

Country	Category	ZAR Value	Explanation
POLAND	A	0.00	Evaluations
	C	0.00	Demonstrations
	SUB TOTAL	0.00	
PORTUGAL	C	5,569,149.00	Repairs and sales
	SUB TOTAL	5,569,149.00	
QATAR	C	589,161.00	Repairs and sales
	SUB TOTAL	589,161.00	
REPUBLIC OF CONGO	A	2,500,000.00	Sales
	C	15,693,563.00	Sales
	G	242,725.00	Sales
	SUB TOTAL	18,436,288.00	
REPUBLIC OF KOREA	A	24,180,000.00	Evaluations and sales
	C	24,021,445.00	Evaluations, exhibitions, repairs and sales
	G	2,892,996.00	Sales and training
	SUB TOTAL	51,094,441.00	
ROMANIA	C	17,117,970.00	Repairs and sales
	SUB TOTAL	17,117,970.00	
RUSSIAN FEDERATION	C	0.00	Demonstrations
	SUB TOTAL	0.00	
RWANDA	C	1,125,885.00	Sales
	SUB TOTAL	1,125,885.00	
SAUDI ARABIA	A	677,552.00	Demonstrations, exhibition, evaluations and sales
	B	75,304,414.00	Sales
	C	151,611,333.00	Demonstrations, evaluations, repairs and sales
	G	515,017.00	Sales
	SUB TOTAL	228,108,316.00	
SENEGAL	A	9,622,623.00	Sales
	B	1,910,510.00	Sales
	C	1,527,190.00	Sales
	G	990,397.00	Sales
	SUB TOTAL	14,050,720.00	

Country	Category	ZAR Value	Explanation
SIERRA LEONE	A	5,250,000.00	Sales
	SUB TOTAL	5,250,000.00	
SINGAPORE	A	3,779,285.00	Evaluations, sales and tests
	B	0.00	Evaluations and replacements
	C	1,588,423.00	Demonstrations, repairs and sales
	SUB TOTAL	5,367,708.00	
SLOVAK REPUBLIC	A	17,353,600.00	Sales
	SUB TOTAL	17,353,600.00	
SLOVENIA	C	0.00	Repairs
	SUB TOTAL	0.00	
SPAIN	A	115,026,928.00	Evaluations, repairs and sales
	C	322,625,113.00	Repairs and sales
	G	0.00	Replacements
	SUB TOTAL	437,652,041.00	
SRI LANKA	C	69,478.00	Sales
	SUB TOTAL	69,478.00	
SWEDEN	A	927,195.00	Repairs, sales, tests and training
	C	2,550,341,100.00	Evaluations, sales, repairs and tests
	G	0.00	Repairs and tests
	SUB TOTAL	2,551,268,295.00	
SWITZERLAND	A	41,610.00	Evaluations, repairs and sales
	C	8,757,409.00	Demonstrations, evaluations, repairs, sales and tests
	G	276,562.00	Sales and tests
	SUB TOTAL	9,075,581.00	
TAIWAN	A	3,021,897.00	Sales
	C	824,820.00	Demonstrations and sales
	SUB TOTAL	3,846,717.00	
THAILAND	A	109,902,336.00	Sales
	B	4,326,525.00	Sales
	C	2,681,747.00	Demonstrations, sales and tests
	G	293,158.00	Sales
	SUB TOTAL	117,203,766.00	

Country	Category	ZAR Value	Explanation
TURKEY	A	70,000,000.00	Exhibition and sales
	B	3,000,000.00	Exhibition and sales
	C	430,000.00	Demonstrations, repairs and sales
	D	0.00	Exhibition
	G	0.00	Exhibition
	SUB TOTAL	73,430,000.00	
UGANDA	A	31,945,748.00	Sales
	C	42,764,523.00	Repairs and sales
	SUB TOTAL	74,710,271.00	
UKRAINE	A	242,760.00	Sales
	C	34,650.00	Sales
	D	73,500.00	Sales
	G	11,900.00	Evaluations and sales
	SUB TOTAL	362,810.00	
UNITED ARAB EMIRATES	A	145,661,869.00	Demonstrations, exhibition, evaluations, and sales
	C	121,435,424.00	Demonstrations, exhibition, evaluations, integrations, repairs and sales
	G	12,461,824.00	Exhibition, repairs and sales
	SUB TOTAL	279,559,117.00	
UNITED KINGDOM	A	16,516,324.00	Demonstrations, exhibitions, evaluations, sales and tests
	B	4,241,907.00	Sales
	C	177,878,980.00	Exhibitions, Integrations, Repairs, sales
	D	0.00	Demonstrations and exhibition
	G	313,037.00	Demonstrations, exhibitions, repairs and sales
	SUB TOTAL	198,950,248.00	
UNITED NATIONS	C	317,692.00	Sales
	SUB TOTAL	317,692.00	
UNITED STATES OF AMERICA	A	182,003,300.00	Demonstrations, evaluations, exhibition and sales
	B	214,000.00	Exhibition and sales
	C	999,287,790.00	Demonstrations, integrations, evaluations, repairs, sales and tests
	D	1,302,196,355.00	Demonstrations, exhibition, repairs, sales and tests

Country	Category	ZAR Value	Explanation
	G	1,412,528.00	Demonstrations, repairs and sales
	SUB TOTAL	2,485,113,973.00	
VENEZUELA	B	0.00	Repairs and tests
	C	4,294,525.00	Sales
	SUB TOTAL	4,294,525.00	
VIETNAM	C	9,627,865.00	Demonstrations, repairs and sales
	SUB TOTAL	9,627,865.00	
ZAMBIA	A	50,022,420.00	Sales
	C	13,285,166.00	Demonstrations, repairs and sales
	D	1,791,916.00	Sales
	G	207,000.00	Sales
	SUB TOTAL	65,306,502.00	
GRAND TOTAL		9,185,336,543.00	

PEACE KEEPING/MILITARY EXERCISE/HUMANITARIAN AID AND TRAINING REPORT

COUNTRY	CATEGORY	NON-MONETARY EXPORTS REASON(S)	NAME
BOTSWANA	B	Joint Military Exercise	Exercise Stalwart
BRAZIL	B	Military Shooting Competition	Military World Games
CENTRAL AFRICAN REPUBLIC	A	Capacity Building and Donation	
	B	Peace-keeping Operation	Operation Vimbezela
	C	Donation	
DEMOCRATIC REP OF CONGO	A	Peace-keeping Operation	Operation Monuc (UN), Operation Mistral
	C		
GHANA	A	Peace-keeping Operation	Operation Ikhala
	B	Peace Keeping Operation	Operation Vryheid
IVORY COAST	C		
	G		
MALAWI	B	Joint Military Exercise	Exercise Good Tidings
MOZAMBIQUE	B	Peace Keeping Operation	Operation Copper
	B	Peace Keeping Operation	Exercise Stalwart
UNITED KINGDOM	B	Military Shooting Competition	British Small-Bore Competition
	B	Military Joint Military Exercise	Africa Command

APPENDIX C:

JANUARY TO DECEMBER 2011

**SOUTH AFRICA'S STATISTICS ON
PERMITS ISSUED FOR
PEACEKEEPING/MILITARY
EXERCISES/HUMANITARIAN AID
AND MILITARY TRAINING**

PEACE KEEPING/MILITARY EXERCISE/HUMANITARIAN AID AND TRAINING REPORT

COUNTRY	CATEGORY	NON-MONETARY EXPORTS REASON(S)	NAME
BOTSWANA	B	Joint Military Exercise	Exercise Stalwart
BRAZIL	B	Military Shooting Competition	Military World Games
CENTRAL AFRICAN REPUBLIC	A	Capacity Building and Donation	
	B	Peace-keeping Operation	Operation Vimbezela
	C	Donation	
DEMOCRATIC REP OF CONGO	A	Peace-keeping Operation	Operation Monuc (UN), Operation Mistral
	C		
GHANA	A	Peace-keeping Operation	Operation Ikhala
	B	Peace Keeping Operation	Operation Vryheid
IVORY COAST	C		
	G		
MALAWI	B	Joint Military Exercise	Exercise Good Tidings
MOZAMBIQUE	B	Peace Keeping Operation	Operation Copper
	B	Peace Keeping Operation	Exercise Stalwart
NAMIBIA	B	Military Shooting Competition	British Small-Bore Competition
	B	Military Joint Military Exercise	Africa Command
UNITED KINGDOM	B		
UNITED STATES OF AMERICA	B		