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**NATIONAL ASSEMBLY**

**QUESTION FOR WRITTEN REPLY**

**QUESTION NUMBER: 1151 [NW1291E]**

**DATE OF PUBLICATION: 15 MAY 2017**

**1151. Mr A M Figlan (DA) to ask the Minister of Finance**

(a) What was the total amount borrowed by the six largest state-owned entities in the 2015- 16 financial year and (b) what was the total amount of debt service costs paid by the entities?

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**REPLY:**

1. **and b)**

The total amount borrowed by the largest state-owned entities is split into two, which constitutes borrowings by capex entities and borrowings by state-owned development finance institutions (DFIs). The amount that was reflected in financial statements as outstanding / borrowing by capex SOCs, which include ACSA, Eskom, SAA, SANRAL, TCTA and Transnet amounted to R557.1 billion for the 2015-16 financial year as shown in the table below. The interest these entities incurred amounted to R43.9 billion for the 2015-16 financial year.

(*Note: the interest incurred refers to the gross interest incurred by the entity before any adjustments such as capitalized interest costs, which would typically “understate” the interest incurred by the entity*.)



The amount of debt that was outstanding or classified as borrowings by state-owned DFIs (Land Bank, DBSA and IDC) for the 2015-16 financial year amounted to R112.8 billion. The interest that these DFIs incurred for the 2015-16 financial year amounted to R7.1 billion.



In total, all the nine entities had a total of R669.9 billion shown as balance sheet debt for the 2015-16 financial year with a total interest of R51 billion worth of interest incurred for the same year.

In terms of the funding, the 6 capex SOCs raised gross borrowings (before any repayments) of R117.7 billion for the 2015-16 financial year relative to a budgeted amount of R101.4 billion.



In terms of the funding, the 3 DFIs raised gross borrowings (before any repayments) of R58.8 billion for the 2015-16 financial year relative to a budgeted amount of R76.2 billion.

