

**RECAP & DEVELOPMENT  
PROGRAM  
under  
Strategic Land Reform  
Interventions**



rural development  
& land reform

Department:  
Rural Development & Land Reform  
REPUBLIC OF SOUTH AFRICA



# Presentation outline

1. Objectives of Recap
2. Recap Overview
3. Two elements of Recap
  1. Capitalization
  2. Development
4. Recap interventions Strategies
  1. Strategic Partnership
  2. Mentorship
5. Recap Process flow
6. Conclusion



## **Objectives of Recapitalization and Development program (RADP)**

1. To increase Production
2. To guarantee food Security
3. Graduate emerging farmers to commercial farmers
4. Create jobs opportunities within agricultural sector
5. To establish rural development monitors

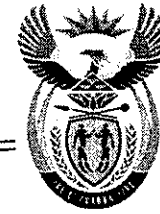


# Overview of Recap

Covers the past and future transaction with special focus to all Land reform programs  
Also covers the private farmers through the provision of gurantees

## **NB:**

- Stringent conditions will be issued for those who qualify to avoid creating culture of entitlement.
- Not all farms will qualify for RADP – Farms will be selected based on their potentiality informed by assessment and creditable BP
- Provincial structures / teams will be responsible to do this assessment

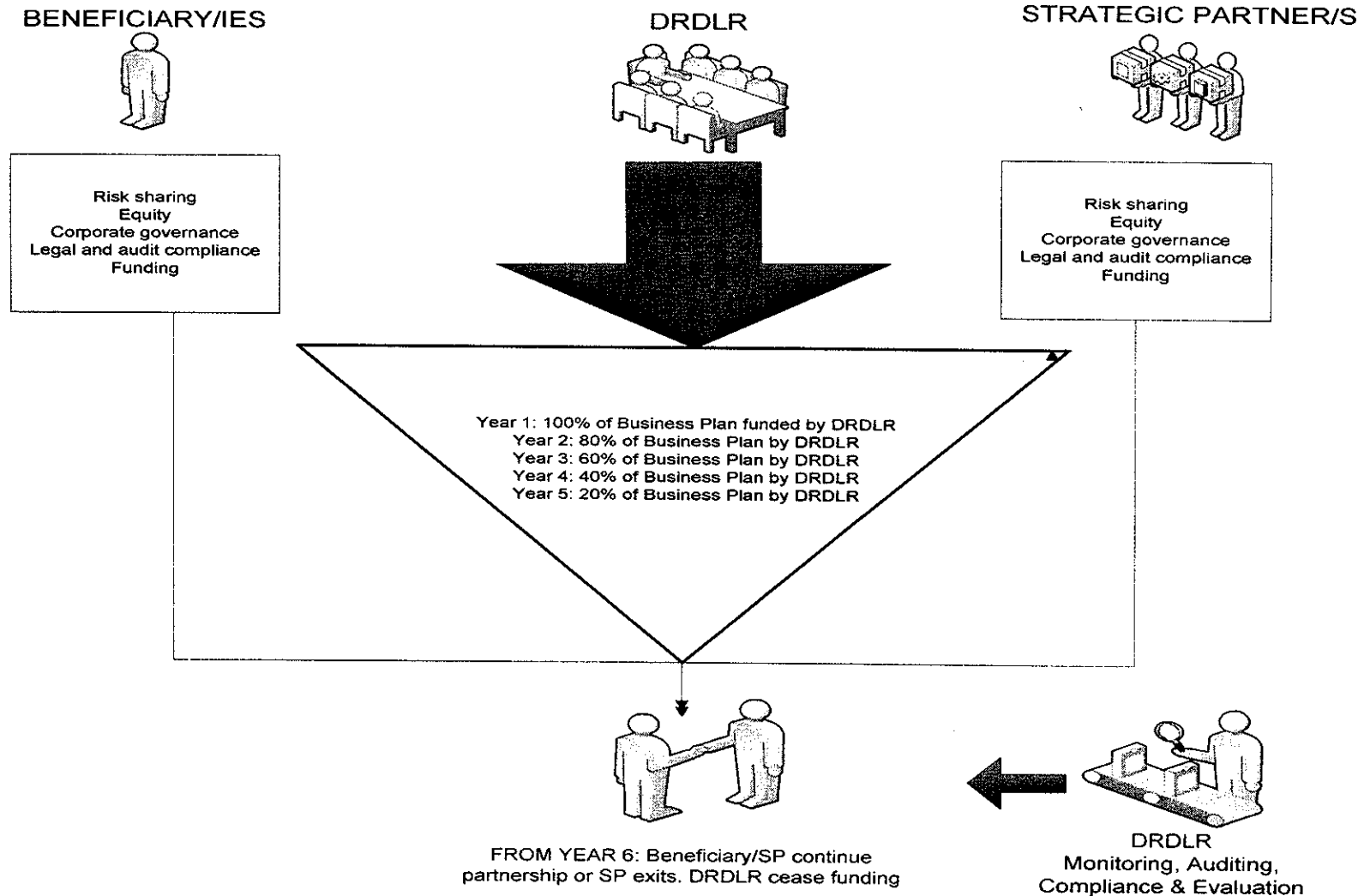


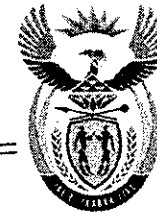
## Areas of RADP intervention

- All beneficiaries who received land under land reform programs
- 
- Land reform farms that have a mortgage component and that are on the verge of being repossessed.
- Emerging farmers who purchased farms with loan finance from different financial institutions without any support from the state and are experiencing the same challenges as land reform beneficiaries.
- Irrigation schemes and farms in communal areas



# Disbursement of RADP Funds






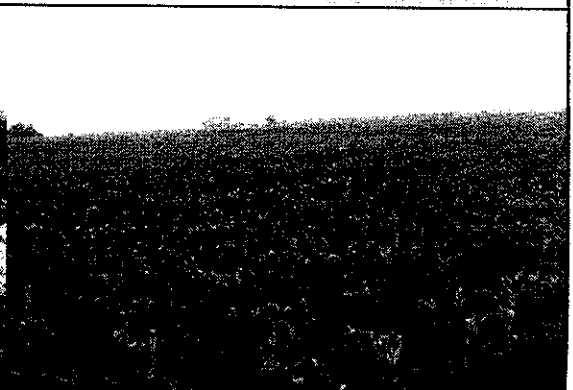




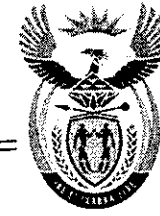
# FUNDING FOR RADP



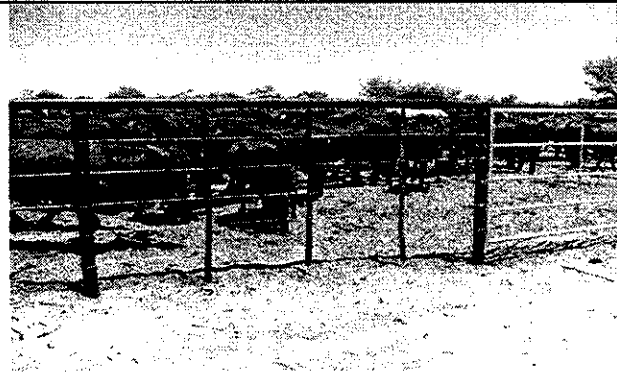



- The funding under Recapitalization and Development will strictly be guided by a comprehensive business plan and no submission will be approved without a business plan.
- All projects will be funded 100% based on the five year RADP funding model stipulated below:
  - a) Phase 1: 100% funding: covers the 100% of the developmental needs (i.e. Infrastructural & Operational inputs) on the primary value chain.
  - b) Phase 2: 80% funding: cover 80% of the costed needs of the developments whilst the remaining should be derived from the proceeds of the primary chain (phase 1 proceeds)
  - c) Phase 3: 60% funding: cover 60% of the costed needs of the developments whilst the remaining should be derived from the proceeds of the previous developments (phase 1 and phase 2 proceeds)
  - d) Phase 4: 40% funding: cover 40% of the costed needs of the developments whilst the remaining should be derived from the proceeds of the previous developments (phase 1, 2 and 3 proceeds)
  - e) Phase 5: 20% funding: cover 20% of the costed needs of the developments whilst the remaining should be derived from the proceeds of the previous developments (phase 1, 2, 3 & 4 proceeds).






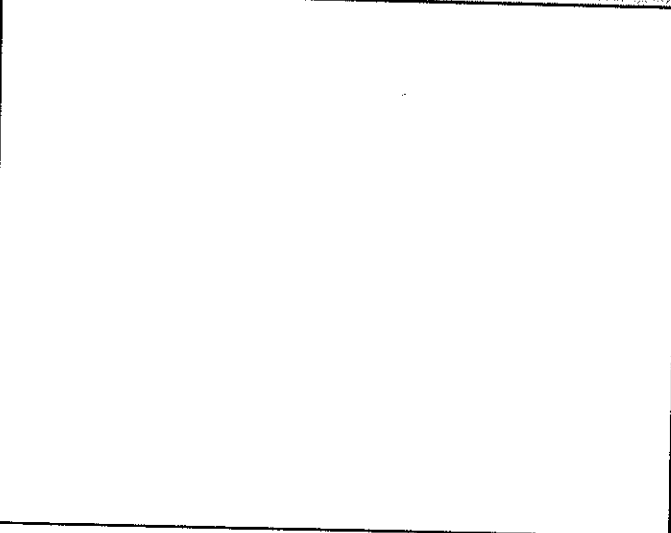
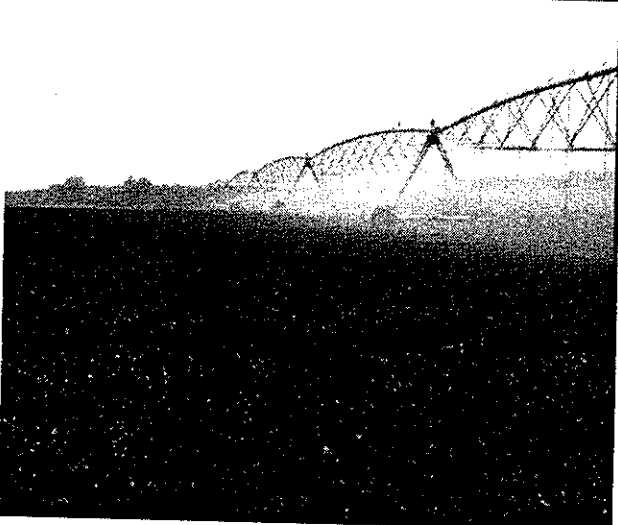

FREE STATE		
BEFORE	DURING	AFTER
		
LIMPOPO		
		



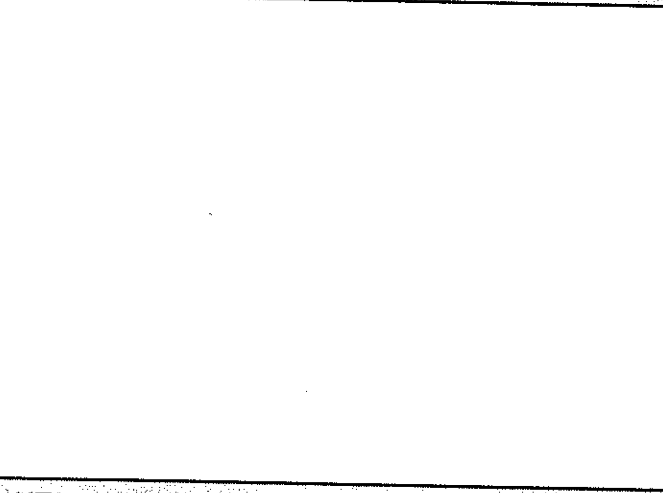
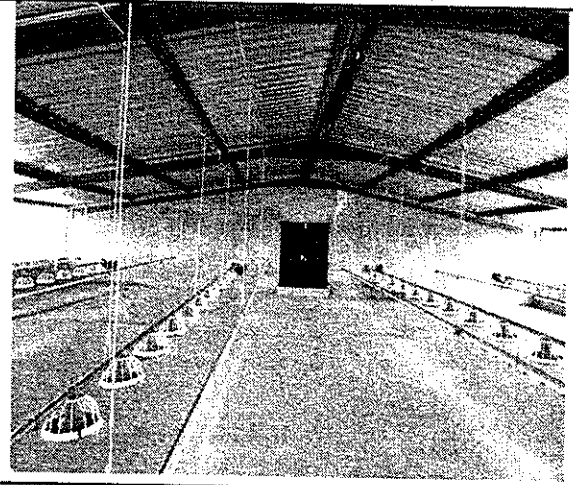


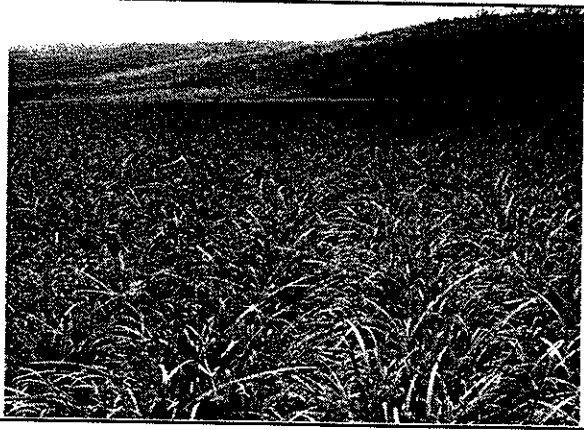



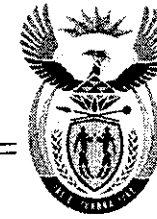
<b>NORTHERN CAPE</b>		
<b>BEFORE</b>	<b>DURING</b>	<b>AFTER</b>
		
<b>EASTERN CAPE</b>		
		



<b>MPUMALANGA</b>		
<b>BEFORE</b>	<b>DURING</b>	<b>AFTER</b>
		
<b>GAUTENG:</b>		
		



NORTH WEST		
BEFORE	DURING	AFTER
		
KZN		
		



**WESTERN CAPE**

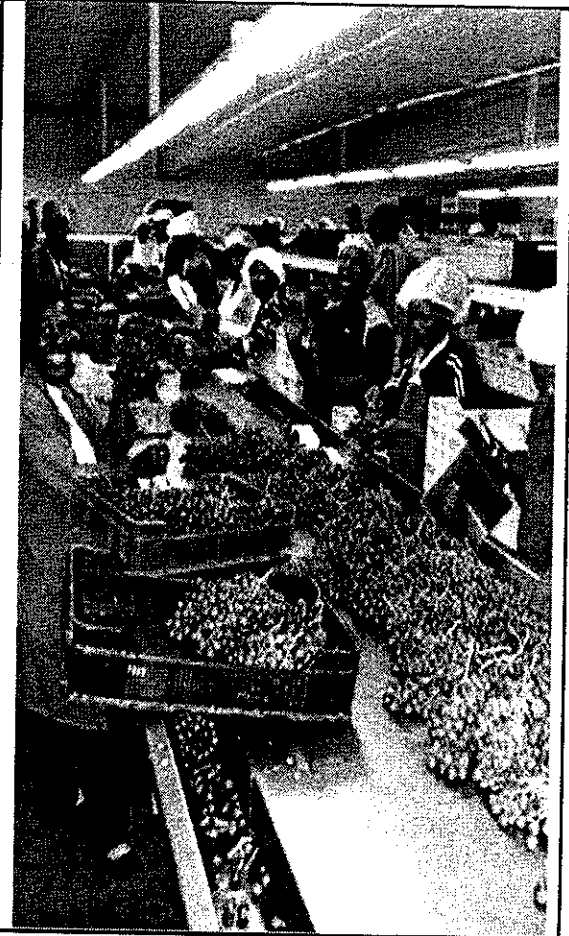
**BEFORE**



**DURING**



**AFTER**





## RADP STATISTICAL PERFORMANCE (2010-2012)

**Critical statistical performance of the programme since its inception.**

2010/2011 + 2011/2012								
PROVINCES	PROJ WITH S/PARTNER	PROJ WITH MENTOR	PROJ WITHOUT S/PARTNER NOR MENTOR	TOTALS PROJ	NUMBER OF S/PARTNERS	NUMBER OF MENTORS	NUMBER OF S/PARTNERS & MENTORS	BENEFICIARIES
Eastern Cape	9	2	2	13	3	2	5	1,733
Free State	31	26	57	114	5	1	6	1,016
Gauteng	29	26	61	116	7	20	27	286
KwaZulu-Natal	81	5	13	99	4	1	5	1,119
Limpopo	0	35	18	53	0	13	13	251
Mpumalanga	14	0	42	56	5	0	5	271
Northern Cape	19	11	2	32	3	4	7	143
North West	61	2	37	100	3	0	3	439
Western Cape	12	0	0	12	4	0	4	469
Total	256	107	232	595	34	41	75	5,727

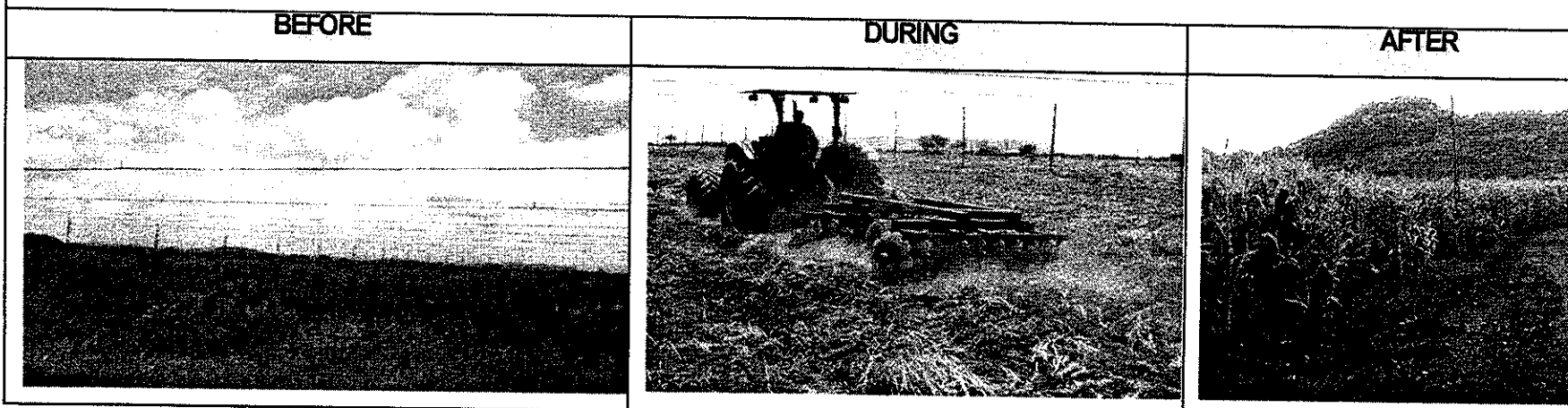


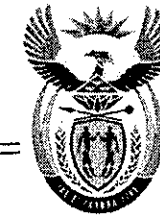


# IRRIGATION SCHEMES

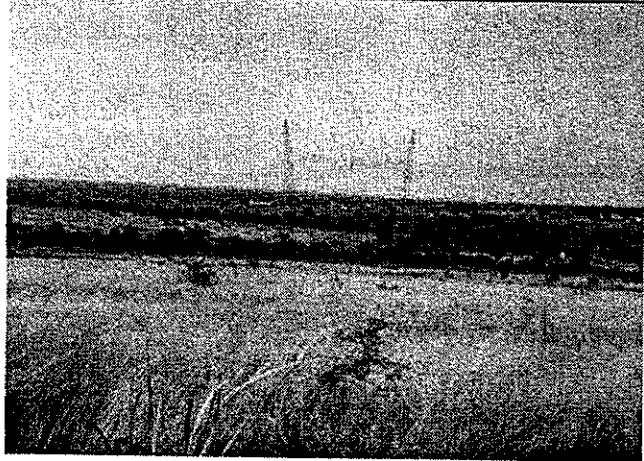


LIMPOPO: MAPELA IRRIGATION SCHEME						
STRATEGIC PARTNER	NUMBER OF PROJECTS	COMMODITIES	BENEFICIARIES	PROGRESS	CHALLENGES	PROPOSED MEASURES
BAKONZI Agrico	1	Grain (Maize) and Vegetables (butternut)	60	<ul style="list-style-type: none"> <li>Created 14 with 10 being temporary jobs</li> <li>R1 835 931.41 already spend on machinery, planting and operational cost</li> </ul>	None	None

## PICTORIAL DEMONSTRATION



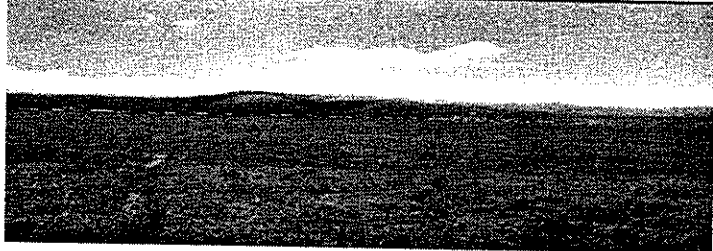




# IRRIGATION SCHEMES Cont...

MPUMALANGA: LANGELOOP IRRIGATION SCHEME						
STRATEGIC PARTNER	NUMBER OF PROJECTS	COMMODITIES	BENEFICIARIES	PROGRESS	CHALLENGES	PROPOS MEASUR
<b>IRRIGATION SCHEMES</b>						
Mpumalanga Cane Growers Association	1	Sugar Cane	40	<ul style="list-style-type: none"> <li>• R821 632.89 spend on land preparation and planting</li> <li>• Created 27 jobs with 9 being permanent</li> </ul>	<ul style="list-style-type: none"> <li>• Informal water access</li> </ul>	Engagemen with DWA to formalise allocations
<b>PICTORIAL DEMONSTRATION</b>						
BEFORE			DURING		AFTER	
						





# IRRIGATION SCHEMES Cont...

EASTERN CAPE : KEISKAMMA IRRIGATION SCHEME						
STRATEGIC PARTNER	NUMBER OF PROJECTS	COMMODITIES	BENEFICIARIES	PROGRESS	CHALLENGES	PROPOSED MEASURE
Amadlelo Agric	1	Livestock(Dairy)	32	<ul style="list-style-type: none"> <li>• Created 110 temporary job</li> <li>• Infrastructure developed e.g. Roads, fencing, milking parlour, centre pivot.</li> <li>• R16,000,000.00 already spent</li> </ul>	<ul style="list-style-type: none"> <li>• Lack of succession plan</li> <li>• pressure problems with the main supply to the unit</li> </ul>	<ul style="list-style-type: none"> <li>• Engage with current beneficiaries to involve youth.</li> </ul>
<b>BEFORE</b>			<b>DURING</b>		<b>AFTER</b>	
						





# IRRIGATION SCHEMES Cont...

EASTERN CAPE : NCORA IRRIGATION SCHEME						
STRATEGIC PARTNER	NUMBER OF PROJECTS	COMMODITIES	BENEFICIARIES	PROGRESS	CHALLENGES	PROPOS MEASURI
ASGISA	1 (Ncora)	Grain (Maize)	1200	<ul style="list-style-type: none"> <li>• Created 28 temporary jobs</li> <li>• Maize has been planted on 728 ha</li> <li>• R 12,000,000.00 spend already spent</li> </ul>	<ul style="list-style-type: none"> <li>• Lack of succession plan</li> <li>• pressure problems with the main supply to the unit</li> </ul>	<ul style="list-style-type: none"> <li>• Engage wit current beneficiarie involve you</li> </ul>
<b>BEFORE</b>			<b>DURING</b>		<b>AFTER</b>	
						



rural development  
& land reform

Department:  
Rural Development & Land Reform  
REPUBLIC OF SOUTH AFRICA

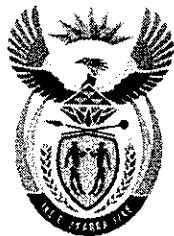
# IRRIGATION SCHEMES Cont...



<b>Challenges</b>	<b>Proposed Solution</b>
1. Lack of mentors and Strategic partners to support identified	Intensify the recruitment of Mentors and Strategic Partners through their Commodity organisations and farmers organisations
2. Unwillingness of Strategic Partners to invest in the projects	Modelling farm operations into business entities which will show opportunities within a value chain
3. Lack Budget to fully fund the projects as proposed in the Business Plans and funding model over five years period	Budget according to the funding model
4. Alignment disbursement of funds with BP due the quality of Business Plan from Mentors and Strategic Partners	Develop a Business Plan template to ensure quality of proposal
5. Poor prioritization of activities to be funded in the farm	Establishment of provincial committees to check prioritisation and prising within the BP
6. Beneficiaries causing delays in terms of implementation due to prioritization on their personal needs which in most cases causes a dispute with Strategic Partners and Mentors	Workshop all partners (Strategic Partners, Mentors and Beneficiaries on the RADP policy and Guidelines.



# Thank You



rural development  
& land reform

---

Department:  
Rural Development & Land Reform  
REPUBLIC OF SOUTH AFRICA