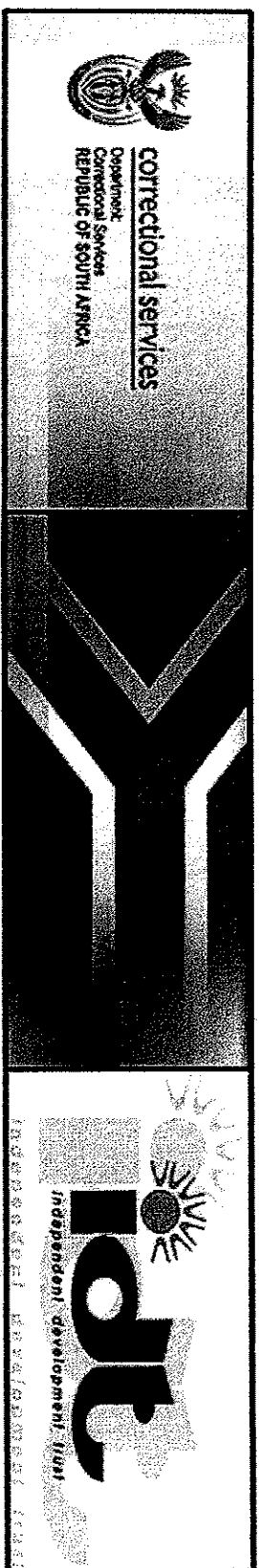


PC Correct

20 March 2013



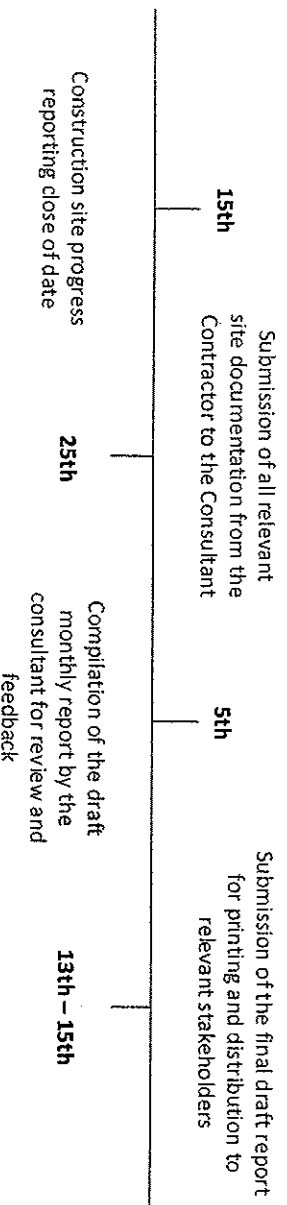
**SECURITY FENCING PROGRAMME
IMPLEMENTED BY THE IDT
STATUS REPORT AS AT
15 JANUARY 2013**

PRESENTED BY THE CHIEF OPERATIONS OFFICER

Reporting Timeline

The information contained in this document illustrates the status quo as at 15th January 2013. Progress is shown for the period of the 15 December 2012 to 15 January 2013.

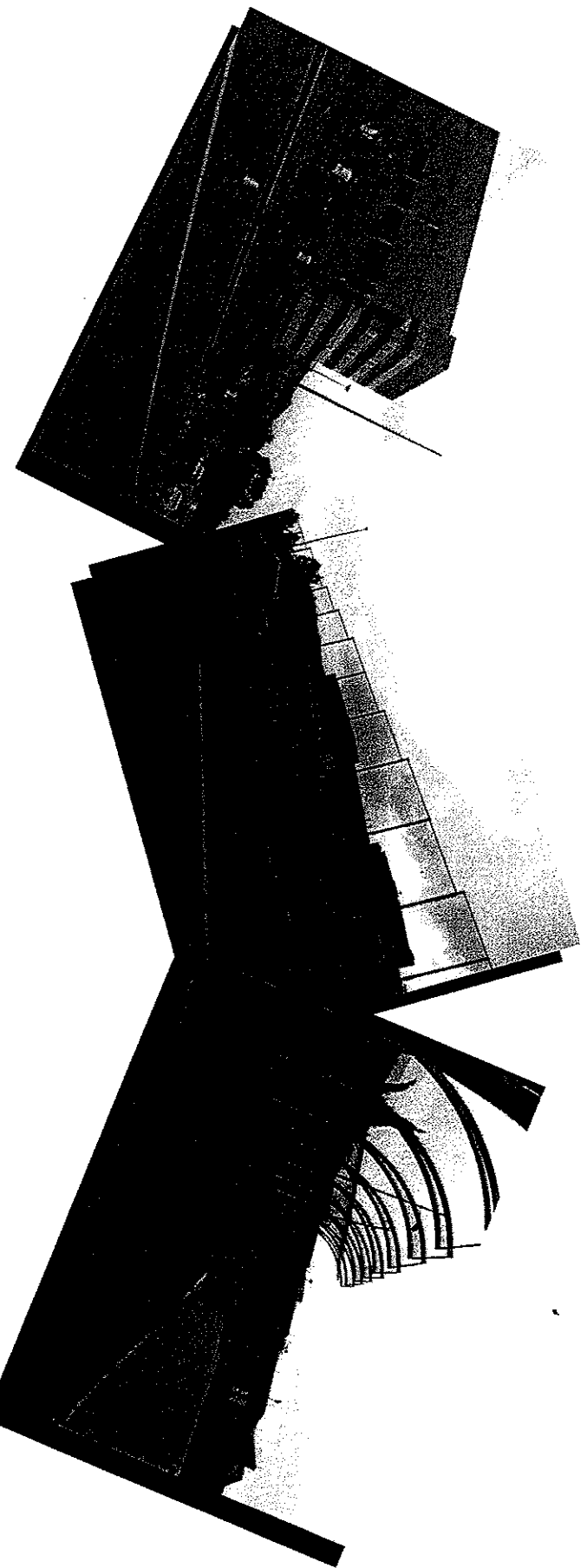
N.B: Due to the construction holiday, no significant progress has been recorded from the 15 December 2012 to the 15 January 2013. The February 2013 report is therefore virtually identical to the January 2013 report.



Overview Executive Summary

This security programme encompasses the installation of high security fencing of 27 Prisons on 13 Facilities as well as the associated integrated security systems and Sally Ports that go with the fencing.

Currently 8 of the 13 facilities are being executed, with the remaining 5 pending financial approval from DCS.



Programme Definitions

Fences

Fences refer to all fencing related work and expenses. Fence poles, mesh, cross bracing, pole excavations, concrete foundations, sleeves etc.

High Security Fences

This refers to the main security fence which is the primary fence closest to the prison. Preferably, it is a 4.5m Bowed fence with Duplo mesh. Where space constraints dictate, this has been replaced by a 5m high straight up Duplo mesh fence. % reflected illustrates the amount of fencing installed above ground level and does not include the below ground works which actually amounts to 70% of the effort and only 30% of the cost. % is calculated by taking the total distance of fence installed divided by the total distance required (Above ground level i.e. not sleeves and foundations). This is measured in metres.

Programme Definitions

- **Security Fence 2.4m / 3.0m**
 - This refers to the boundary and agricultural fences built on site.
 - % reflected illustrates the distance of fencing installed compared to the total distance required. This is measured in metres.

Programme Definitions

Fencing Procurement

- This refers to all fencing materials purchased to date and does not suggest that it is installed or on site. Certain materials were stored centrally or regionally until such time that it is/was required on site. This was mainly for security reasons until such time that the fence lines were finalised. This is measured in Rands.

Technical Procurement

- This refers to all technical materials purchased to date and does not suggest that it is installed or on site. Materials, such as CCTV cameras, field electronics, DVRs, PC's, Servers, generators, cable etc. have been stored in central warehousing to provide adequate security until such time that stock is pulled for pre-commissioning. From there it is stored until it is needed on site for installation at which time it is delivered to site. This is measured in Rands.

Technical Factory Commissioning

- Equipment is connected to test benches where it is networked with other devices that will be installed on the same site. IP addresses are allocated to each device and it is tagged and tested for functionality and asset tracking before being deployed to site. This is measured in number of devices processed.

Programme Definitions

Installation

- Installation regarding Fence, technical and/or building, means any activity done that is labour intensive that results in the installation of the products procured. P&G's and professional fees have also been recorded in this cost centre.

Programme Definitions

•Installation

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•Building Procurement

- Any building materials such as bricks, concrete, roof trusses, doors, steel etc. required to build the buildings is included in this item. This is measured in Rands.

•Building Ground Works

- Costs associated to the preparation of ground works such as poisoning, geotechnical reports, levelling, imported G5/G6 materials, tarring, paving, compacting and foundations is recorded underground works. This is measured in Rands.

Programme Detail

Programme Description	Department of Correctional Services: Security Fencing Programme: Phase 02
Programme Reference	DCSSF02
Contract Value	R 476,519,029.71 (Incl. VAT)
Estimated Construction Completion Cost (incl. CPAP)	R 503,802,540.10 (Incl. VAT & 7% Est. CPAP)
Contract Period	14 months
Contract Commencement	29 Feb 2012
Construction Commencement Date	9 May 2012
Contractual Completion Date	26 April 2013
Extension of Contract Period approved to date	0 Working days
Extension of contract period pending approval (Anticipated)	109 Working days
Expected Overall Contract Completion Date	26 September 2013

National Average as a %

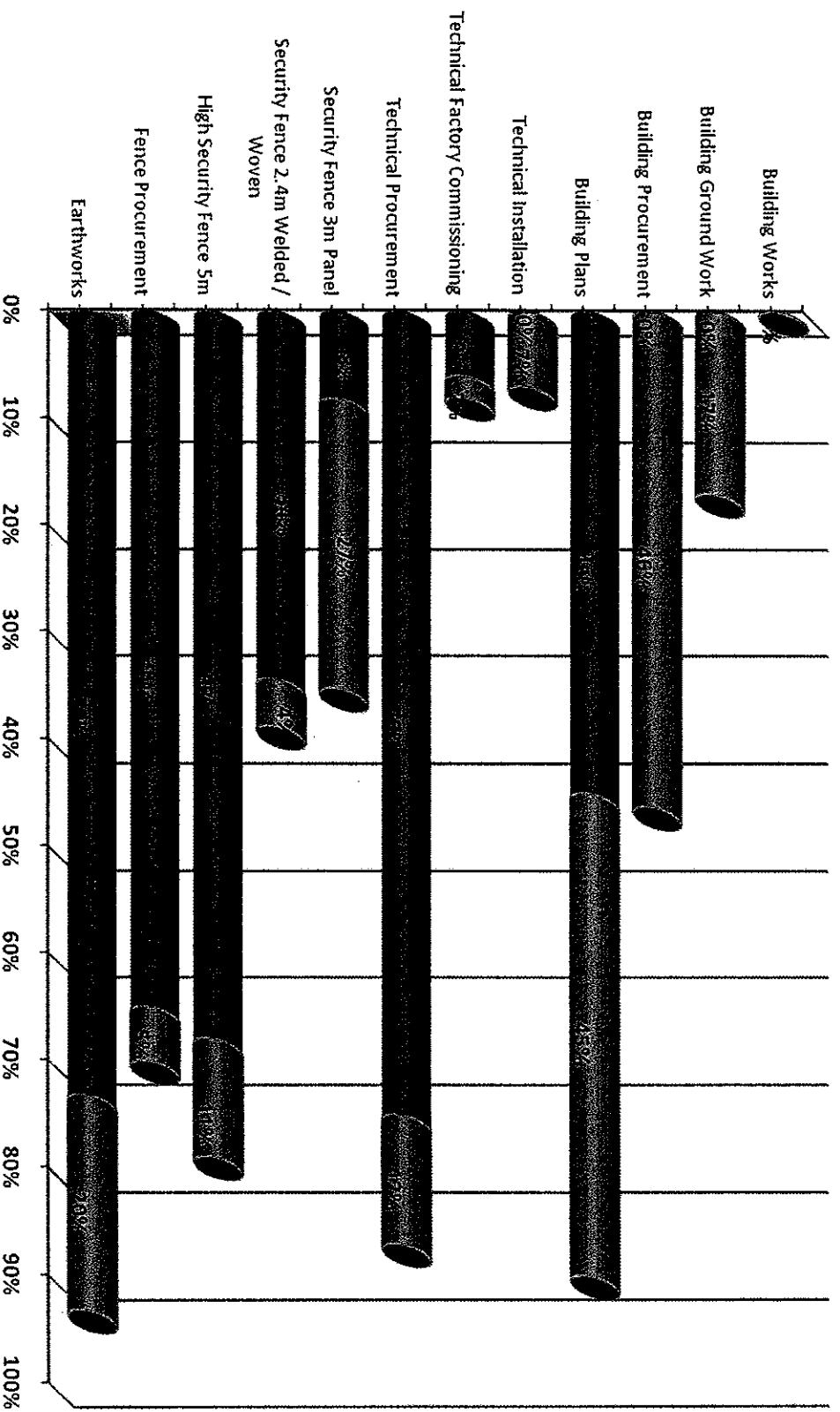


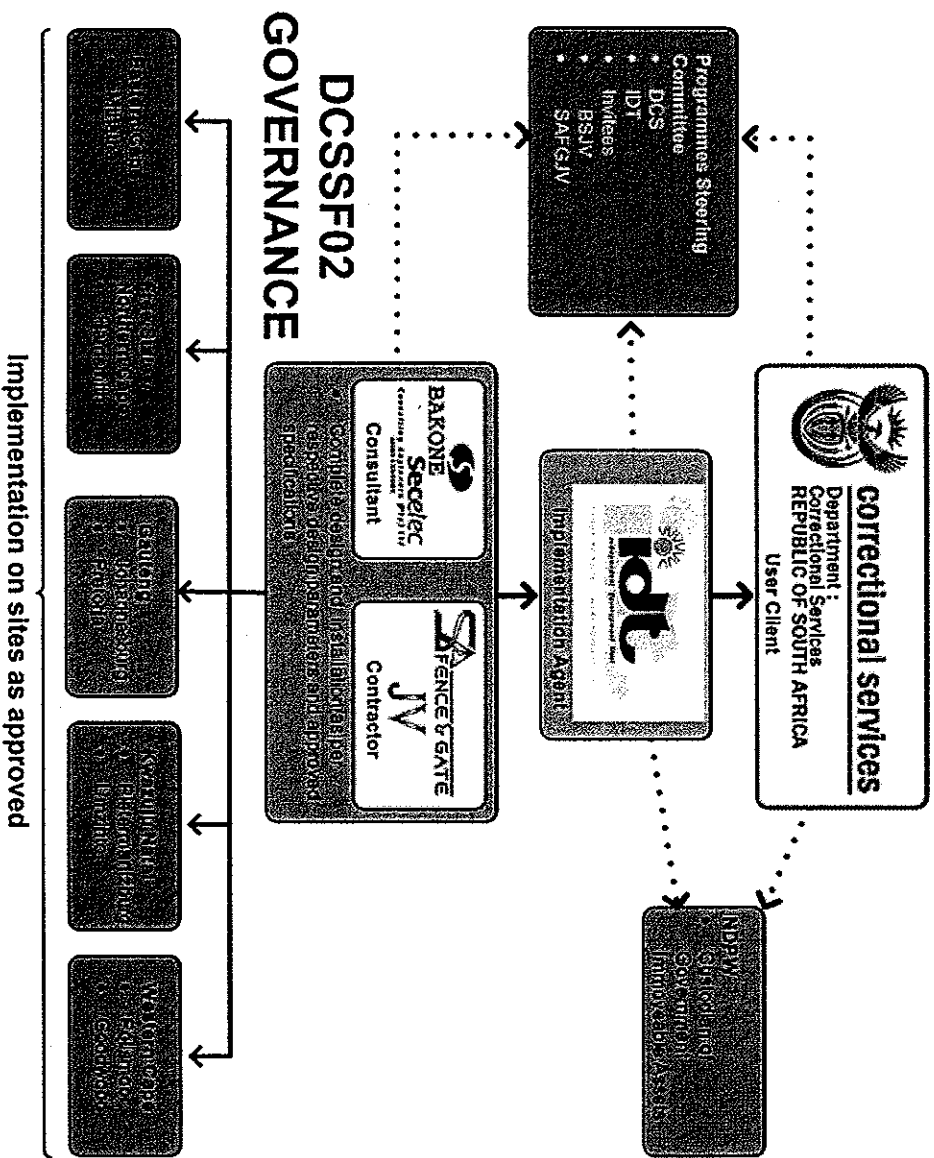
Figure 1 - National (Overall) Progress per category in a bar graph format as a %

Programme Objectives

The programme has been developed to ensure that the facilities meet the following objectives:

- Enhanced security in line with DCS minimum security requirements.
- Define the boundaries of security and other areas.
- Greater controlled access for visitors, members and inmates.
- Greater monitoring and control of inmates to reduce the risk of inmate escapes.
- Improvement of visitor Reception Areas.
- Criminal operational impedance through cell phone detection.
- Integration of security sub-systems.
- Enhanced visibility non-authorized person in High Security areas.
- Enhanced early warning systems.
- Enhanced verification and evidence availability.
- Improved flow control of inmates, visitors and members.

Programme Governance



Financial Information

TOTAL PROGRAMME COST (CONSTRUCTION, CONSULTANT & DISBURSEMENTS)	
Total Programme Cost (incl. CPAP)	R 542,834,283.30 (incl. VAT)
Actual Total expenditure to date	R 337,591,764.87 (incl. VAT)
% Expenditure to date	62.19 %
CONSTRUCTION COST	
Initial Contract Value	R 476,519,029.71 (incl. VAT)
Saving due to approved re-measurement (9 May 2012)	R - 5,675,534.26 (incl. VAT)
Revised Contract Value (as of 9 May 2012)	R 470,843,495.45 (incl. VAT)
Anticipated CPAP (Est. at 7%)	R 32,959,044.68 (incl. VAT)
Est. Construction Completion Cost (incl. CPAP)	R 503,802,540.10 (incl. VAT)
Actual Construction Expenditure to Date	R 311,841,223.45 (incl. VAT)
% Expenditure to Date	61.90 %
CONSULTANT COST	
Est. Consultant Fees (DCSSF02C00001)	R 25,614,377.35 (incl. VAT)
Est. Consultant Fees (DCSSF02C00002)	R 11,662,633.88 (incl. VAT)
Total Est. Consultant Fees	R 37,277,011.23 (incl. VAT)
Actual Consultant Expenditure to Date	R 28,129,019.33 (incl. VAT)
% Expenditure to Date	75.45 %
DISBURSEMENTS	
Est. Disbursements (DCSSF02C00001)	R 1,754,732.00 (incl. VAT)
Actual Disbursement Expenditure to Date	R 0.00 (incl. VAT)
% Expenditure to Date	0 %

Programme Cash Flow

Financial Year	2011/2012	2012/2013	2013/2014
Construction	R 33,485,398.65	R 283,500,000.00	R 153,858,095.80
Consultants	R 0.00	R 29,129,019.33	R 8,147,991.90
Disbursements	R 0.00	R 250,000.00	R 1,504,732.00
TOTAL	R 33,485,398.65	R 312,879,019.33	R 163,510,819.70

Expenditure Breakdown

The following table and pie charts illustrate the allocation of the three categories of work; those being Fencing, Technology and Building works. Each category comprises a materials value and a labour value that ultimately equal the total value.

Tendered Values vs. Amount Spent to Date: (R'm)				
		Tendered Value	Spent to Date	% Spent/Tender
Material	Fences	210	137	65%
	Technical	126	110	87%
	Building	43	17	39%
Labour and P&Gs	Fences	55	49	78%
	Technical	30	2	7%
	Building	12	2	17%
CUMULATIVE TOTAL		R 476 mill	R 311 mill	65%

Expenditure Breakdown

Materials Expenditure Allocation

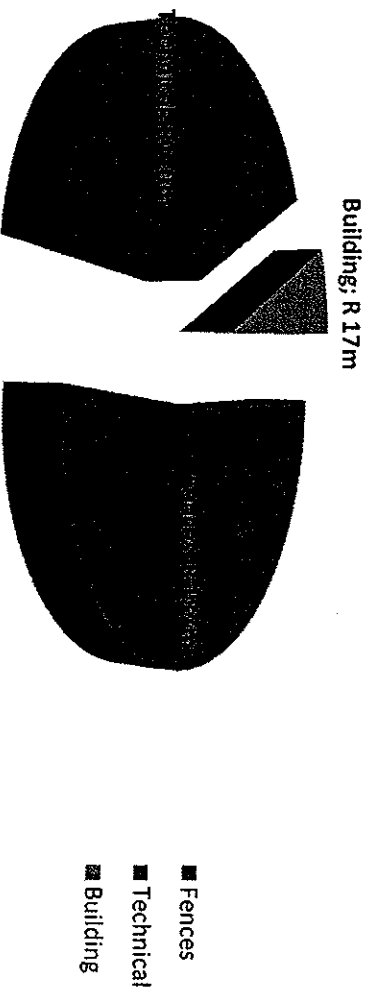


Figure 2 - Value spent on materials per category

Labour and P&G's Expenditure per category

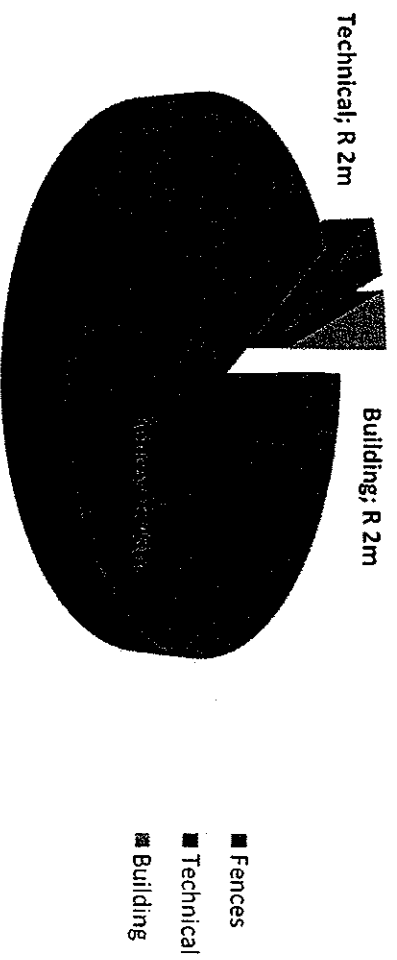


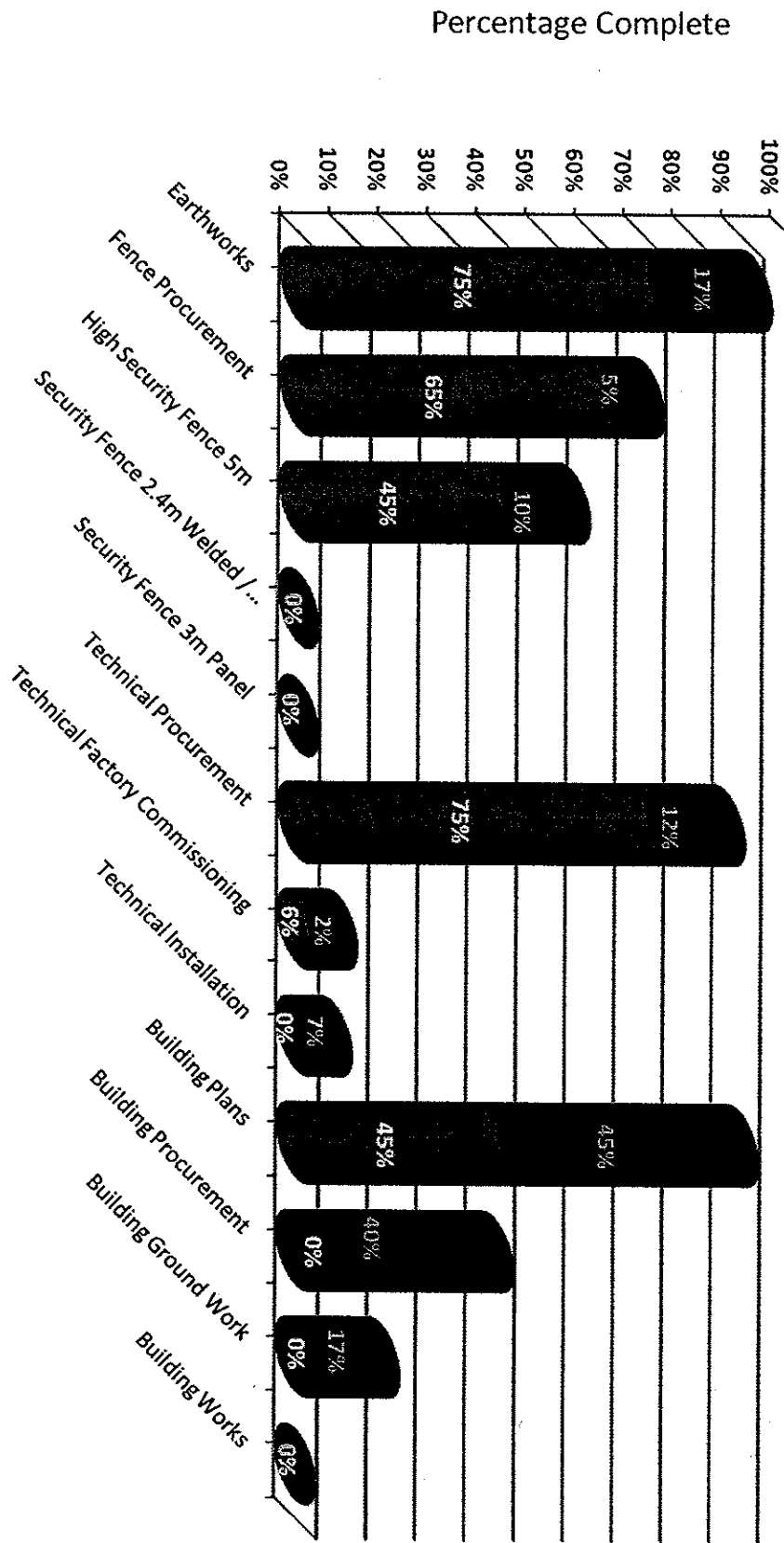
Figure 3 - Value spent on Labour and Overheads per category

Programme and Progress

Mthatha Correctional Facility - DCSSF02EC0001

SITE SPECIFIC DETAILS		
Project Name	Mthatha Correctional Facility	(11/14 months)
Contract Number	DCSSF02EC0001	Contract Portion Value R 29 184 906.53
Contract Period	14 months	Amount Paid To Date R 36 795 419.38
Contract Commencement	29-Feb-12	Expected Final Contract Amount R 58 678 029.08
Date of Site Handover	09-Apr-12	% Paid To Date 62.71%
Construction Commencement Date	09-May-12	
Contractual Completion Date	26-Apr-13	
Extension of Time Claims Received	2	
Extension of Time Claim Awarded	0	
Contract Instructions Issued	0	

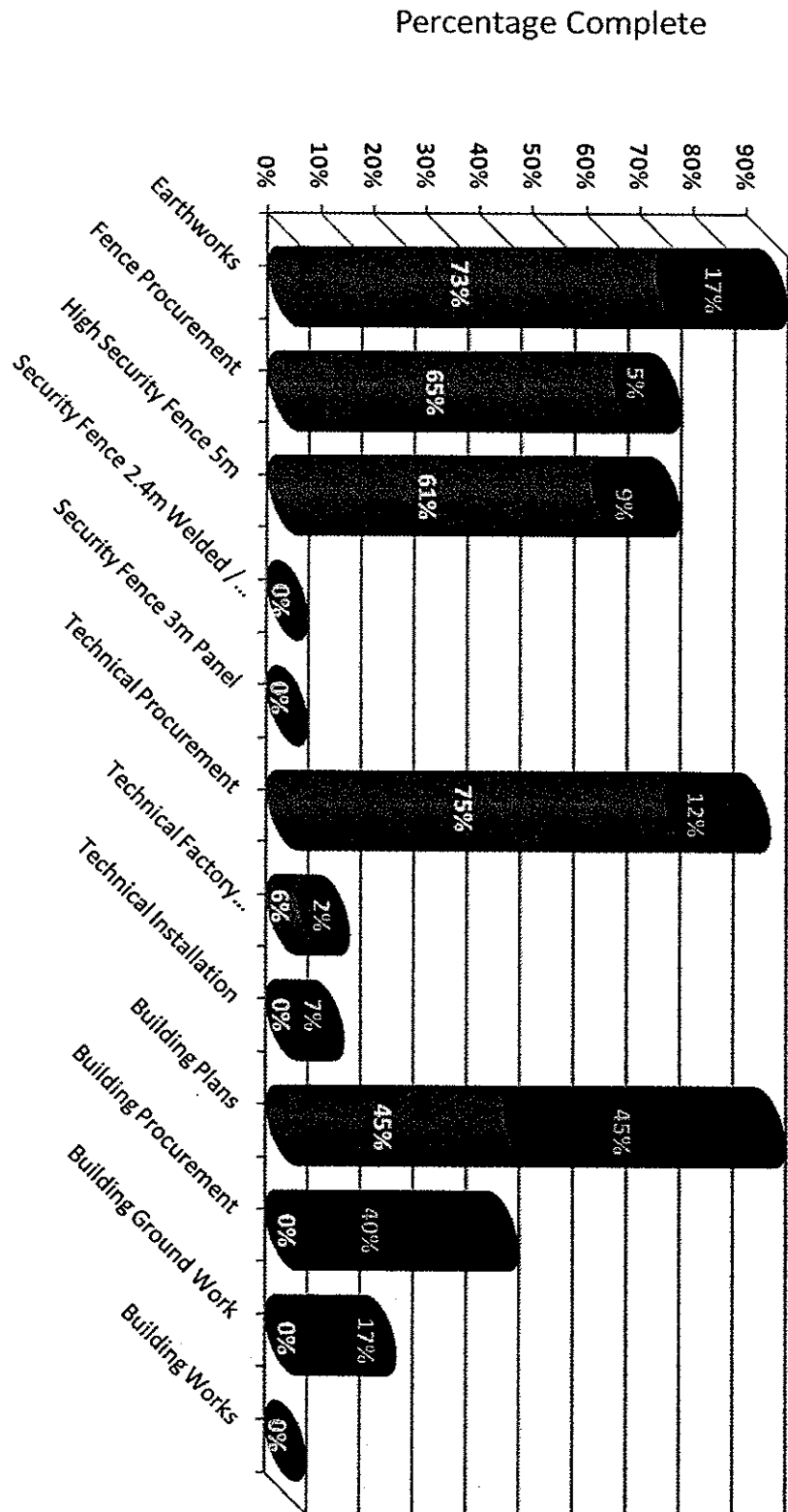
Mthatha Correctional Centre



Harrismith Correctional Facility - DCSSF02FS0002

<u>SITE SPECIFIC DETAILS</u>			
Project Name	Harrismith Correctional Facility	Contract Period Expired	(11/14 months)
Contract Number	DCSSF02FS0002	Contract Portion Value	R 18 550 980.05
Contract Period	14 months	Amount Paid To Date	R 20 706 904.38
Contract Commencement	29-Feb-12	Expected Final Contract Amount	R 30 146 768.11
Date of Site Handover	09-Apr-12	% Paid To Date	68.69%
Construction Commencement Date	09-May-12		
Contractual Completion Date	26-Apr-13		
Extension of Time Claims Received	2		
Extension of Time Claim Awarded	0		
Contract Instructions Issued	0		

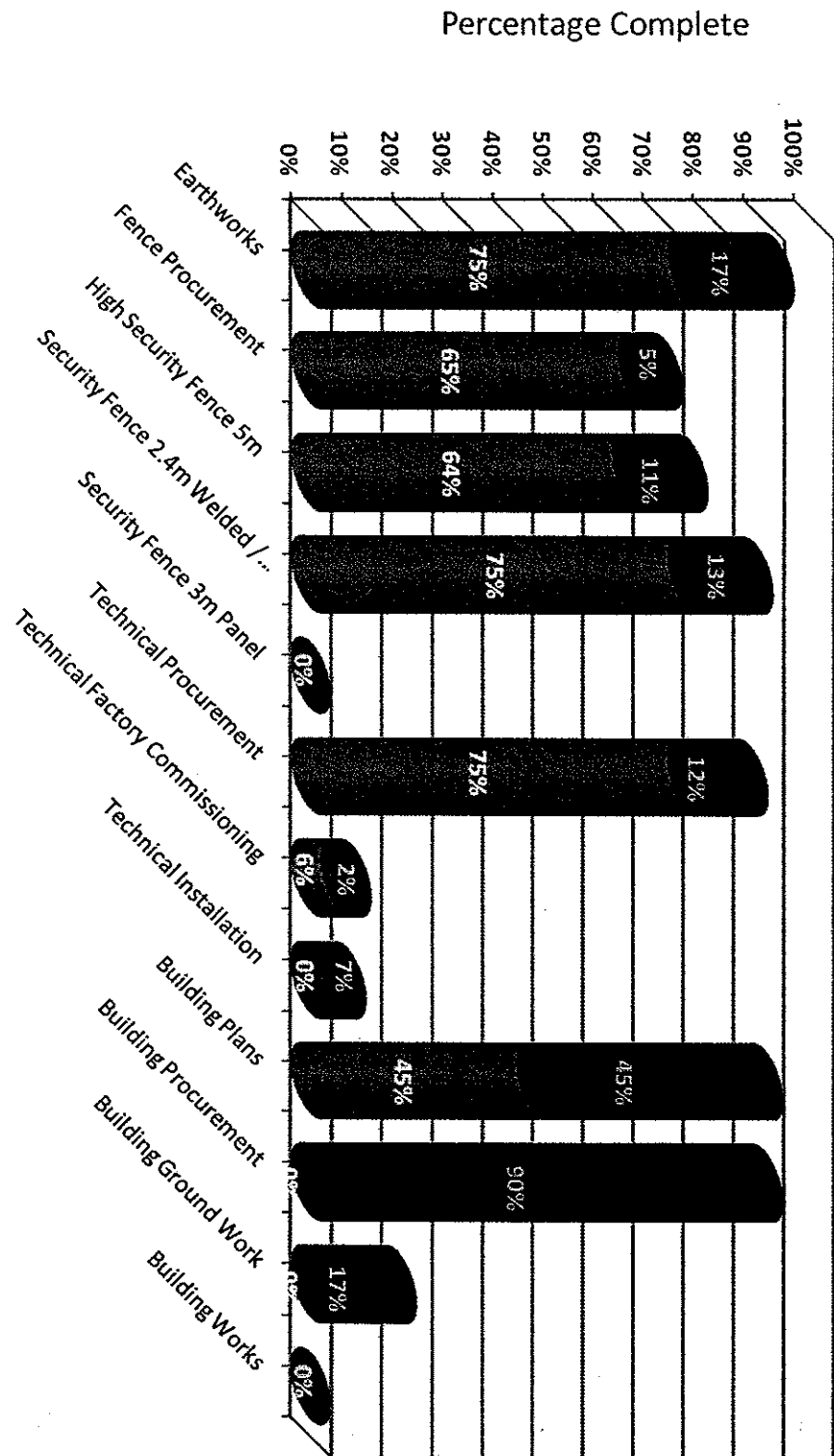
Harrismith Correctional Centre



Johannesburg Correctional Facility - DCSSF02GP0001

<u>SITE SPECIFIC DETAILS</u>		
Project Name	Johannesburg Correctional Facility	(11/14 months)
Contract Number	DCSSF02GP0001	R 76 896 232.13
Contract Period	14 months	R 103 051 671.00
Contract Commencement	29-Feb-12	R 141 838 750.89
Date of Site Handover	09-Apr-12	% Paid To Date 72.65%
Construction Commencement Date	09-May-12	
Contractual Completion Date	26-Apr-13	
Extension of Time Claims Received	2	
Extension of Time Claim Awarded	0	
Contract Instructions Issued	0	

Johannesburg Correctional Centre

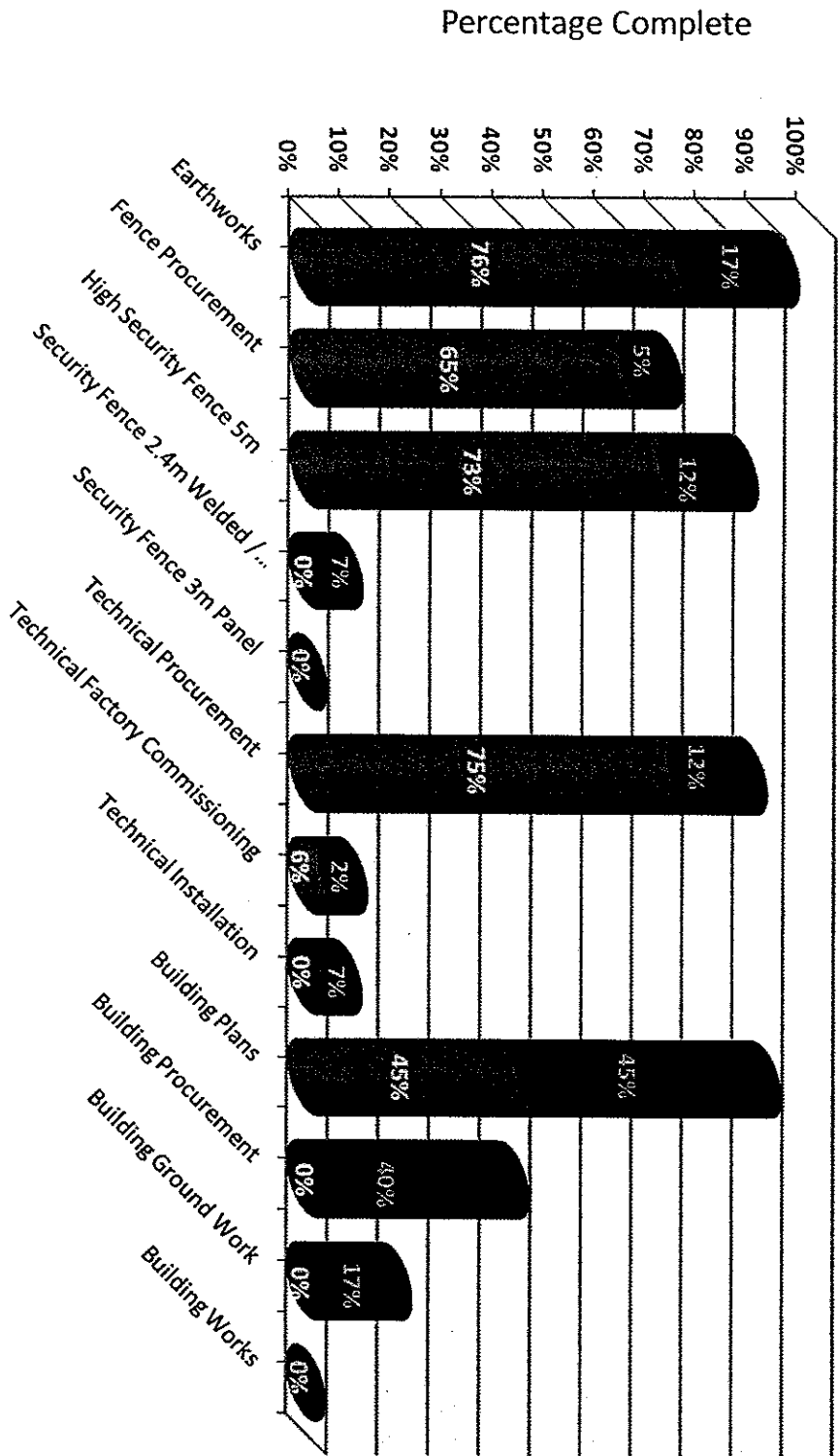


Pretoria Correctional Facility - DCSSF02GP0002

SITE SPECIFIC DETAILS

SITE SPECIFIC DETAILS		
Project Name	Pretoria Correctional Facility	(11/14 months)
Contract Number	DCSSF02GP000 2	R 19 111 063.95
Contract Period	14 months	R 21 152 947.98
Contract Commencement	29-Feb-12	Expected Final Contract Amount R 32 221 951.79
Date of Site Handover	09-Apr-12	% Paid To Date 65.65%
Construction Commencement Date	09-May-12	
Contractual Completion Date	26-Apr-13	
Extension of Time Claims Received	2	
Extension of Time Claim Awarded	0	
Contract Instructions Issued	0	

Pretoria Correctional Centre

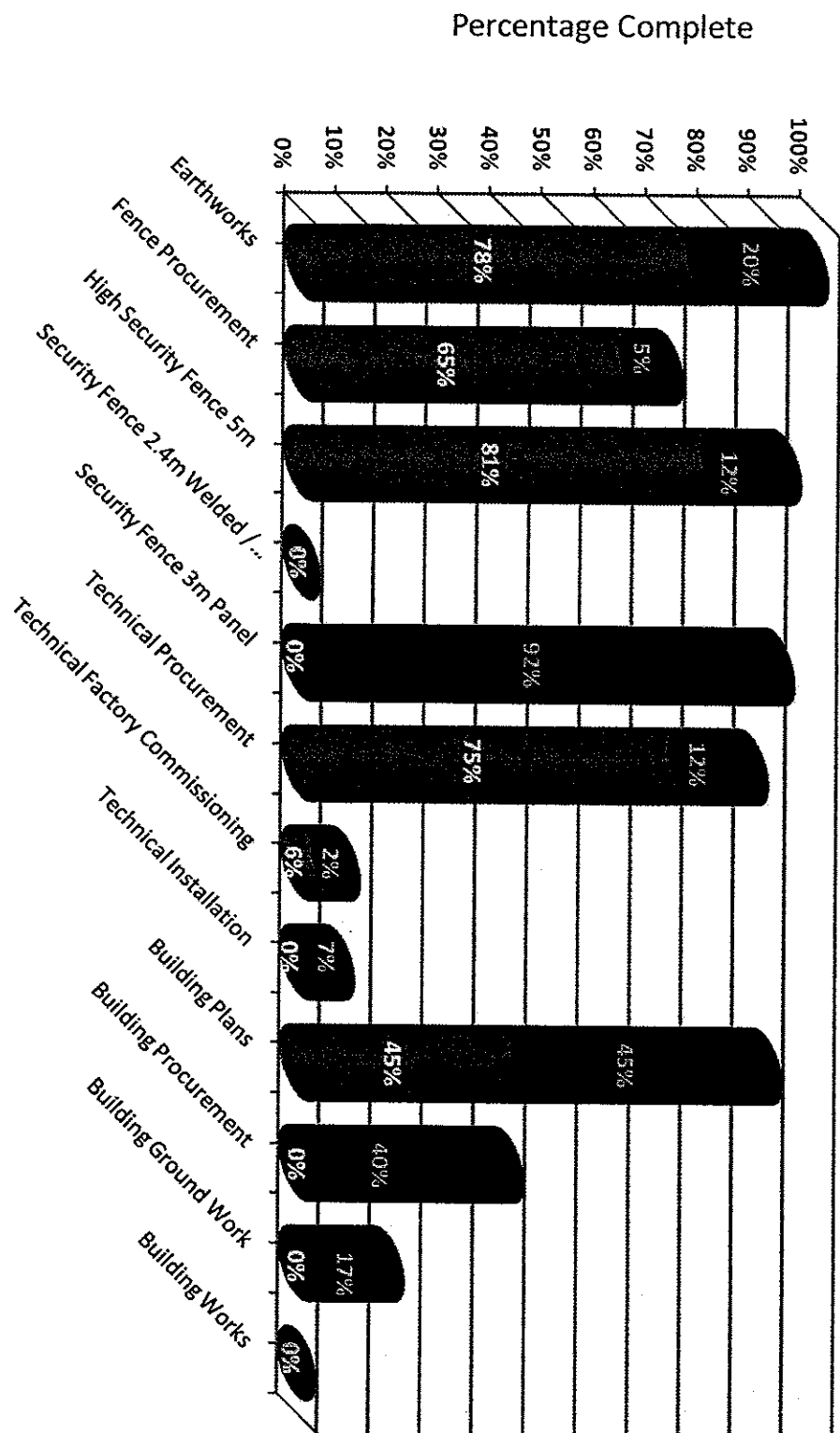


**Pietermaritzburg Correctional Facility -
DCSSF02KKN0002**

SITE SPECIFIC DETAILS

Pietermaritzburg Correctional Facility			Contract Period Expired	(11/14 months)
Project Name	Pietermaritzburg Correctional Facility			
Contract Number	DCSSF02KKN0002	Contract Portion Value	R 30 013 258.07	
Contract Period	14 months	Amount Paid To Date	R 21 355 541.60	
Contract Commencement	29-Feb-12	Expected Final Contract Amount	R 29 564 412.09	
Date of Site Handover	09-Apr-12	% Paid To Date		72.23%
Construction Commencement Date	09-May-12			
Contractual Completion Date	26-Apr-13			
Extension of Time Claims Received	2			
Extension of Time Claim Awarded	0			
Contract Instructions Issued	0			

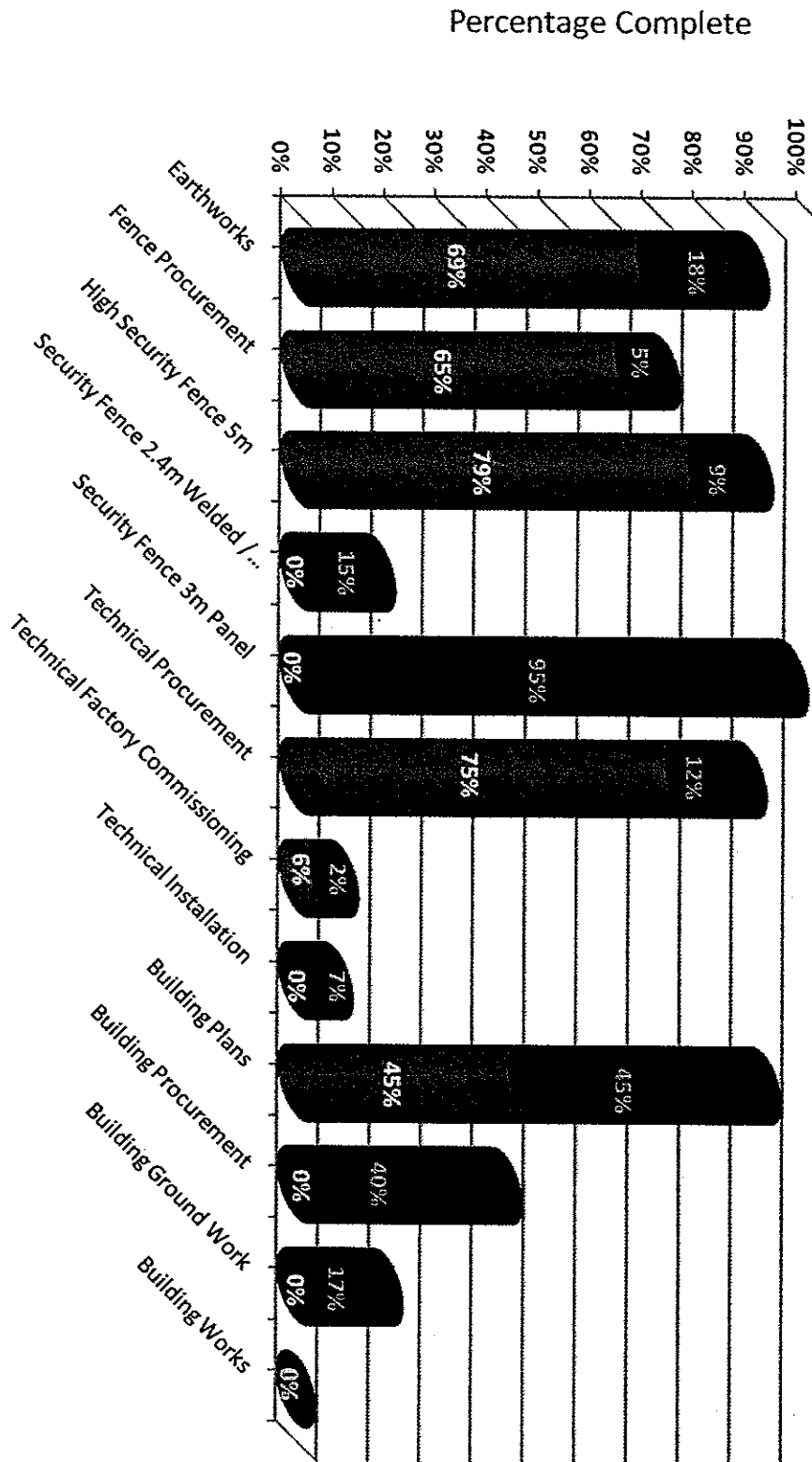
Pietermaritzburg Correctional Centre



Umzinto Correctional Facility - DCSSF02KN0003

<u>SITE SPECIFIC DETAILS</u>		
Project Name	Umzinto Correctional Facility	Contract Period Expired (11/14 months)
Contract Number	DCSSF02KN0003	Contract Portion Value R 22 706 800.34
Contract Period	14 months	Amount Paid To Date R 20 198 106.03
Contract Commencement	29-Feb-12	Expected Final Contract Amount R 33 552 620.43
Date of Site Handover	09-Apr-12	% Paid To Date 60.20%
Construction Commencement Date	09-May-12	
Contractual Completion Date	26-Apr-13	
Extension of Time Claims Received	2	
Extension of Time Claim Awarded	0	
Contract Instructions Issued	0	

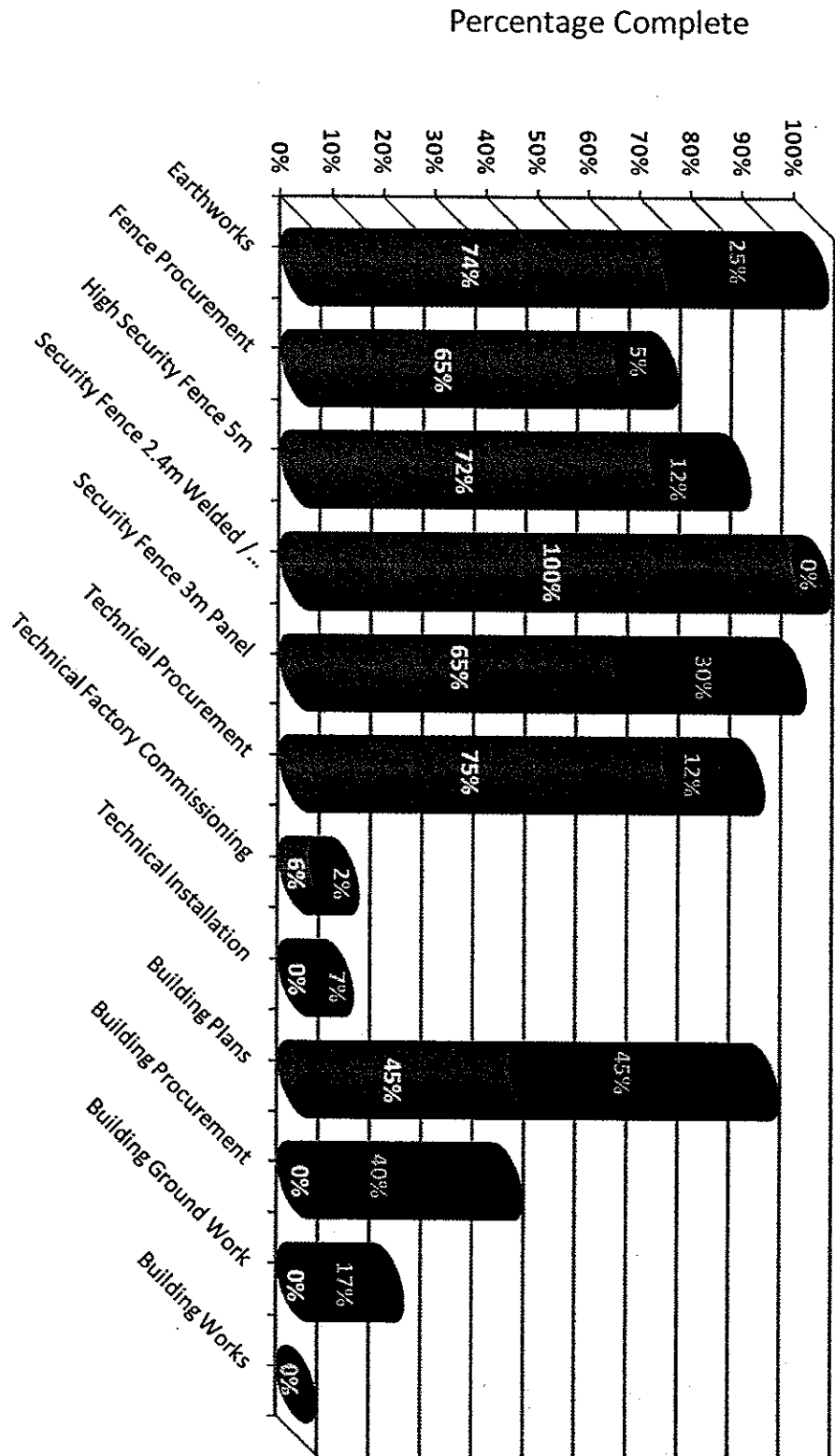
Umzinto Correctional Centre



Pollsmoor Correctional Facility - DCSSF02WC0001

<u>SITE SPECIFIC DETAILS</u>		
Project Name	Pollsmoor Correctional Facility	Contract Period Expired (11/14 months)
Contract Number	DCSSF02WC00 01	Contract Portion Value R 56 556 920.46
Contract Period	14 months	Amount Paid To Date R 73 152 588.42
Contract Commencement	29-Feb-12	Expected Final Contract Amount R 113 197 959.66
Date of Site Handover	09-Apr-12	% Paid To Date 64.62%
Construction Commencement Date	09-May-12	
Contractual Completion Date	26-Apr-13	
Extension of Time Claims Received	2	
Extension of Time Claim Awarded	0	
Contract Instructions Issued	0	

Pollsmoor Correctional Centre



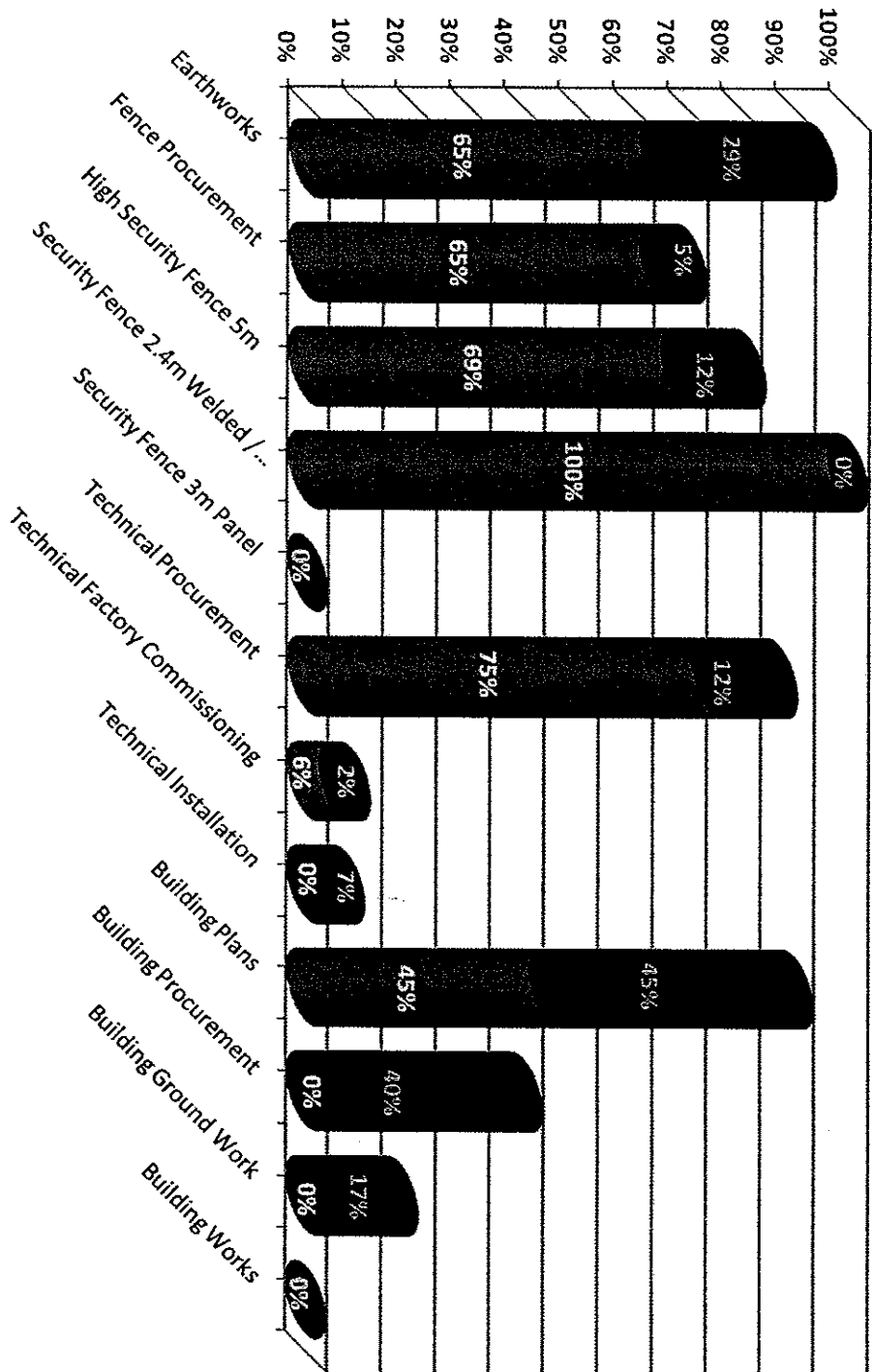
Goodwood Correctional Facility - DCSSF02WC0002

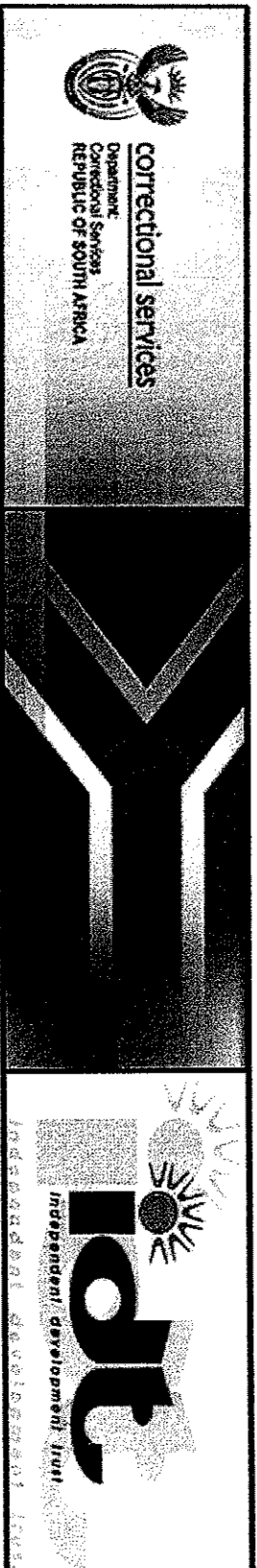
SITE SPECIFIC DETAILS

Goodwood Correctional Facility			
Project Name	Goodwood Correctional Facility	Contract Period Expired	(11/14 months)
Contract Number	DCSSF02WC0002	Contract Portion Value	R 13 478 530.22
Contract Period	14 months	Amount Paid To Date	R 15 428 044.66
Contract Commencement	29-Feb-12	Expected Final Contract Amount	R 31 643 003.40
Date of Site Handover	09-Apr-12	% Paid To Date	48.76%
Construction Commencement Date	09-May-12		
Contractual Completion Date	26-Apr-13		
Extension of Time Claims Received	2		
Extension of Time Claim Awarded	0		
Contract Instructions Issued	0		

Goodwood Correctional Centre

Percentage Complete





Thank you

