

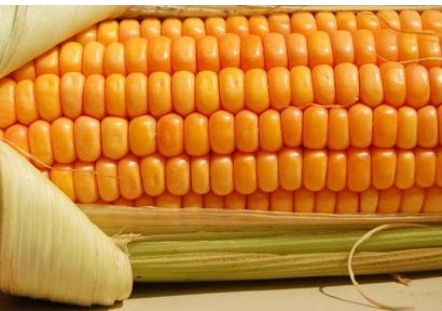


National Agricultural
Marketing Council
Promoting market access for South African agriculture

AGRICULTURAL INDUSTRY TRUSTS

Workshop, Birchwood Hotel

Presented by:
Ms Ntombi Msimang



Background of Trusts

- Trusts - established as a result of closure of Control Boards/ Schemes.
- The process started in 1996 (MAP Act 1996)
- Trusts inherited the assets from former Control Boards
- The Minister approved the Trusts and the Deeds of each Trust
- 13 Industry Trusts
- Trust Deeds provide for appointment of Ministerial Trustees.
- Representing the Minister of DAFF in all trusts.

Trusts assets

- MAP Act provided for the transfer of funds to the trusts on discontinuance of Schemes.
- Funds were levies collected by control boards.
- Approximately R1, 7 billion trusts funds in total.
- Large portion of trusts assets are investments.

Trusts Assets

Trust	Current assets
Maize Trust	R862 million
Mohair Trust	R196 million
Oil and Protein Seed Trust	R177 million
Wool Trust	R205 million
Wine Industry Trust	R140 million
All the other trusts	R204 million
Total	R 1, 784 million

Parliament Expectation

- Allocation of more funds for student bursaries targeting PDI and Universities, in particular.
- Invest on Enterprise Development element on transformation projects.
- Amendments of Trust Deeds in terms of Trustee representation and Objectives

Legal Opinion

- The MAP Act could be amended to bring back the Trusts within its regulatory framework.
- To ensure that the objectives of transformation are introduced in the operation of the Trusts;
- Council does not have any powers to require and enforce amendments to any of the Trust Deeds.

Meetings with Trusts

- NAMC attends Trusts meetings through Senior Manager: Trusts Division
- Chairpersons meetings on annual bases
- Ministerial Trustees reports to NAMC on Trusts progress