
GENERAL NOTICES • ALGEMENE KENNISGEWINGS

DEPARTMENT OF TRADE AND INDUSTRY**NOTICE 286 OF 2016**

I, **Dr Rob Davies**, Minister of Trade and Industry, hereby:

- (a) Issue for public comment, the **Industrial Development Corporation (IDC) BROAD-BASED BLACK ECONOMIC EMPOWERMENT FACILITATOR STATUS**; and
- (b) Invite interested persons and the public to submit comments on the Facilitator Status within **30 days** from the date of this publication.

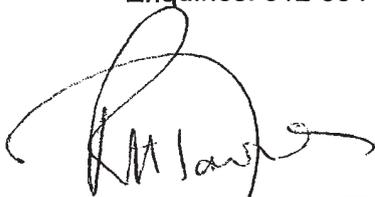
Interested parties are requested to forward their comments in writing for attention BMaphoto@thedti.gov.za and KMhlongo@thedti.gov.za respectively or forward to the following address (es)

the dti Campus
77 Meintjies Street
Sunnyside, Pretoria
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c/o BEE Unit

or

Private Bag X84
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Enquiries: 012 394 3574/ 1892



Dr Rob Davies, MP
Minister of Trade and Trade

3 / 3 / 2016

B-BBEE FACILITATOR STATUS

INDUSTRIAL DEVELOPMENT CORPORATION

The B-BBEE Codes of Good Practice as amended (“the codes”) states that the Minister of Trade and Industry may designate certain Organs of State or public entities to be B-BBEE Facilitators. The facilitators’ status was introduced for certain types of public entities in particular the Development Finance Institutions (DFIs) to facilitate B-BBEE ownership. The aim is for them to use the status to be able to raise capital or to accumulate resources that can be used for the empowerment of black people. Therefore, when a designated organ of state or public entity own shares in a private or listed company the shares will be treated as follows:

- 100% by black people
- 40% by black women
- 20% by Black designated groups.

Profile of IDC

IDC is a national development finance institution set up to promote economic growth and industrial development. IDC is 100% owned by the South African Government under the supervision of the Economic Development Department.

By focussing on having a transformational impact on communities, IDC aims to broaden ownership of the economy and ensure the benefits of growth reach a wider range of participants. IDC outcomes related to promoting entrepreneurship and building black entrepreneurs aim at greater and active involvement of black people to play a more active role in determining the shape of industry in South Africa.

IDC has several instruments available to promote black economic empowerment. Internally it should ensure that it excels in all elements of broad-based empowerment as envisaged in the Codes of Good Practice. A much more powerful instrument however is its ability to influence B-BBEE through the funding that it provides.

IDC’s role in Broad-Based Black Economic Empowerment

IDC’s role in B-BBEE is guided by its objective of leading industrial capacity development. This objective means that IDC should always first consider growth and development of the economy and the resultant impact on job creation. However, while pursuing this growth, IDC should continuously aim to ensure that black people participate meaningfully in the economy. This participation is not only intended to help create a more equitable society through wider distribution of the economic benefits, but also seeks to empower black entrepreneurs to participate in building the industries required to grow the economy.

The outcomes of which should be job creation, promoting entrepreneurial development, having transformational impact on communities and growing black industrialists directly address black economic empowerment.

IDC submitted to the Minister of Trade and Industry an application to be granted the B-BBEE facilitator status. The facilitator status would have positive impact in advancing and addressing the challenges faced by our government, such as access to finance, local procurement and creation of black industrialists.