

RV PRICE : NOV. 2019

R4 086.26 (Industry Average: 12.47%). D Factor 0.394717, SASRI Levy: R0,83

TRANSFORMATION INTERVENTIONS PAYMENTS FOR THE 2019/2020 SEASON

By Sfiso Mnguni, Head: Grower Affairs

Payments for Transformation Interventions 1, 2, 3 and 5 will be received by growers at the end of November 2019. SASA reported that some millers have expressed that their payment systems may not allow for a detailed breakdown of transformation interventions payment per interventions Payments will be done in one of the following two ways:

PAYMENT METHOD	WRITING ON THE GROWERS' CANE PAYMENT STATEMENT
Net Payment [the sum of all interventions less any SASA recoveries and Umthombo per grower]	A single line item titled ' Net Transformation Interventions ' will appear on the growers cane payment statement
Net Payment per intervention [Amount per intervention less any SASA recoveries and Umthombo sessions per intervention for the grower]	A list of line items titled ' Net Payment for Intervention # ' will appear on the growers' cane payment statement

Umthombo will send SMS confirmation to growers who have agreed to the Umthombo sessions of the amount that has been ceded from the transformation interventions to their Retention Savings Accounts.

Rules for qualifying for 2019/2020 Season

INTERVENTION	WHO QUALIFIES	VALUE
Intervention 1: Increase in premium cane price	Black Growers who delivered an amount less than or equal to 1 800.000 tons cane in the season. Consolidated Farming Operations if the tonnage divided by the number of beneficiaries in a Project or Co-operative is less than or equal to 1800.000 tons.	R 60m
Intervention 2: Establishment of premium cane price	Black Growers and Joint Ventures who delivered: <ul style="list-style-type: none"> • from 1800.001 tons to 10 000 tons [Category A growers] • more than 10 000.001 tons [Category B growers] as at and including the last working day of the first week of January 2020. Consolidated Farming Operations if the tonnage divided by the number of beneficiaries in a Project or Co-operative equals more than 1800.001 tons.	R35m
Intervention 3 & 5: Subsidization of cane transport costs Subsidization of membership levies	All growers who qualify for Intervention 1 will automatically qualify for Interventions 3 and 5. Black Grower Codes on communal land, who qualify for Intervention 2, but the grant payable shall be limited to the maximum of 1800.000 tons per Grower Code.	R20m + R7m

PLEASE NOTE: A meeting has been scheduled for the 3rd of December to discuss interventions 4, 8 and the unallocated R28 million.

