

NOTICE 385 OF 2013**ECONOMIC DEVELOPMENT DEPARTMENT****INTERNATIONAL TRADE ADMINISTRATION COMMISSION OF SOUTH AFRICA****EXPORT CONTROL**

Following the publication under General Notices 33 and 34 in the Government Gazette of 25 January 2013, of the draft policy directive and export control guidelines on the exportation of ferrous and non-ferrous waste and scrap metal, this Notice serves to inform interested parties, including scrap metal merchants, recyclers, and the industrial users of scrap metal for further processing, that the International Trade Administration Commission of South Africa (ITAC) is considering the recommendation of a price preference system, in essence a price preferential rate to the extent of 20% below the LME benchmark spot price for the published types and grades of scrap metal, to ensure that the domestic foundries and mills have access to the critical supply of affordable scrap.

It is the intention that the industrial users of scrap be given first option and opportunity to purchase the quantity of scrap for which an export permit is applied for, at a price preferential rate of 20% below the LME benchmark price for that particular type and grade of metal scrap. If this option is not taken up after 15 working days, the export permit application will be approved and processed and an export permit issued. The exporter will then be able to export the scrap at the transacted price between buyer and seller.

Interested parties are hereby invited to submit written representations on the proposed system. The representations should include pertinent company-specific financial information, cost and price structures as well as data on the type and prices of metal scrap exported and the type and prices of metal scrap available for further processing by domestic users. The comments received by the Commission will be considered in determining the final preferential rate should the Minister of Economic Development decide to issue a final policy directive. Based on the comments received, the Commission may determine, if appropriate, a lower or higher price preference than 20%.

Representations and comments must be submitted within a period of 2 weeks from publication of this Notice to Senior Managers; Mr Philip Snyman or Ms Nomonde Somdaka at psnyman@itac.org.za/ nsomdaka@itac.org.za, or must be hand delivered at ITAC's offices; The dti Campus, Block E, 77 Meintjies Street, Sunnyside, Pretoria, 0002