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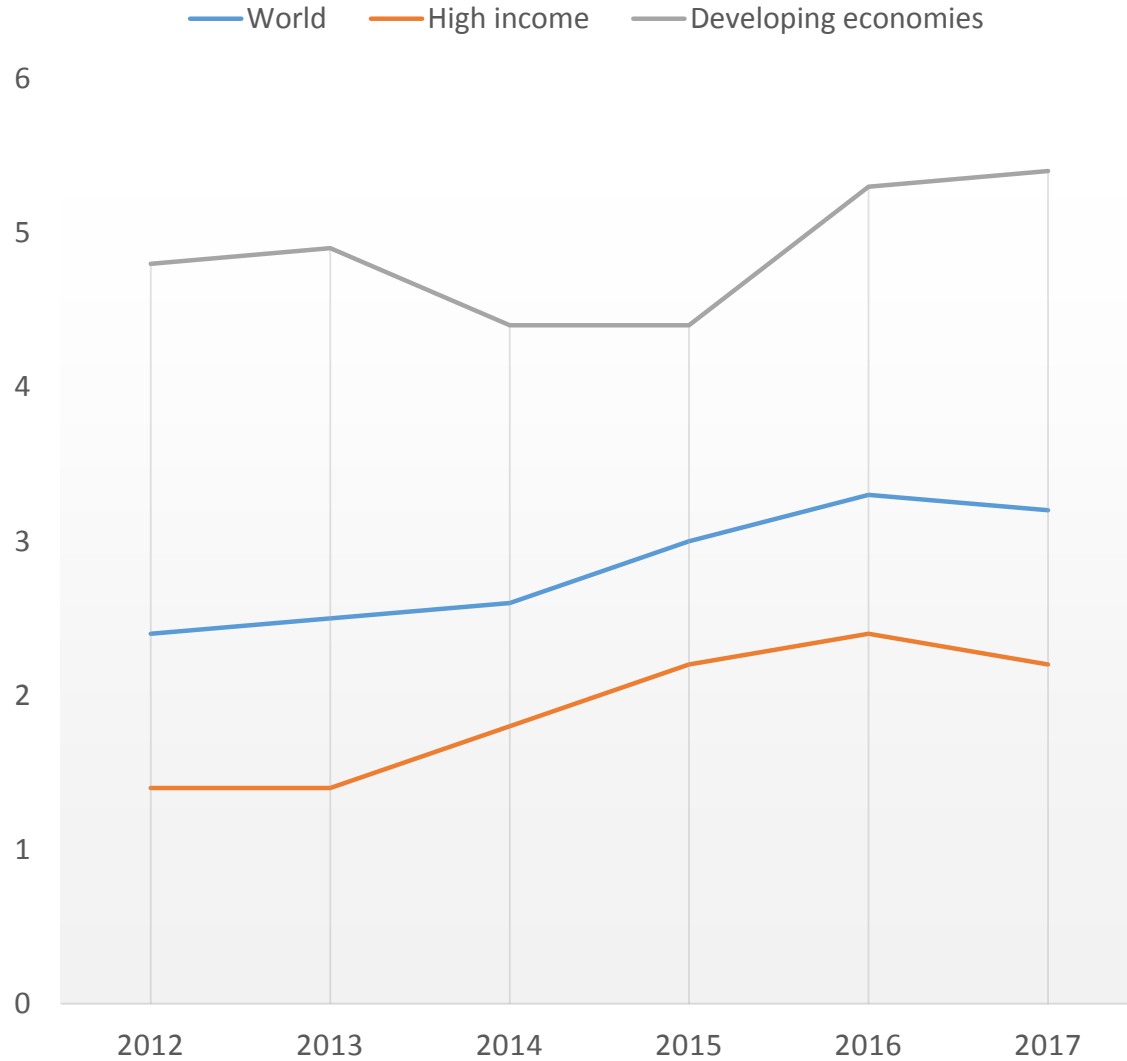
Centre For Risk Analysis



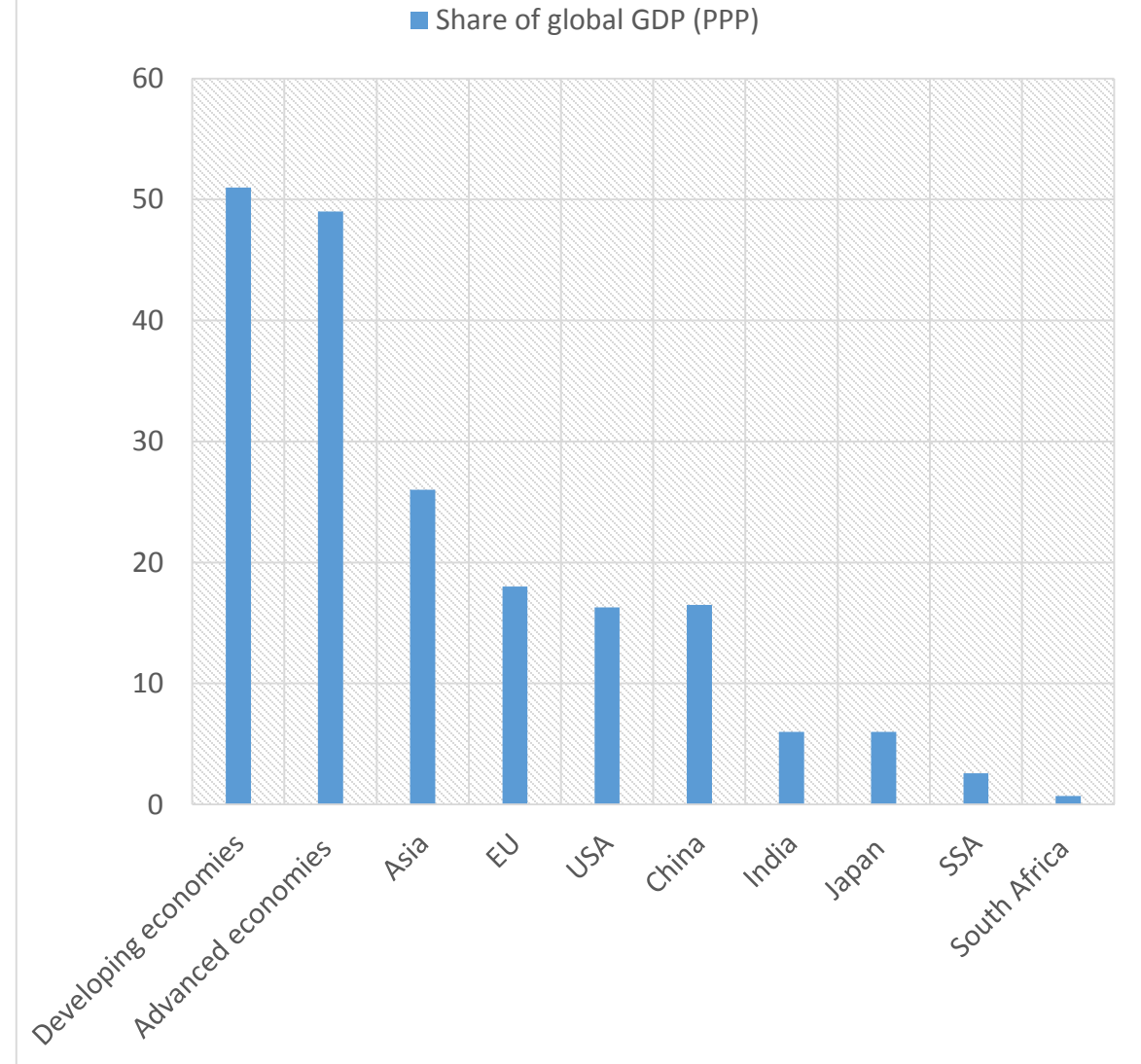
SOUTH AFRICA'S NEXT 10 YEARS: TRENDS, RISKS, SCENARIOS, AND PROBABILITIES

Produced by the Centre for Risk Analysis at the IRR
June 2015

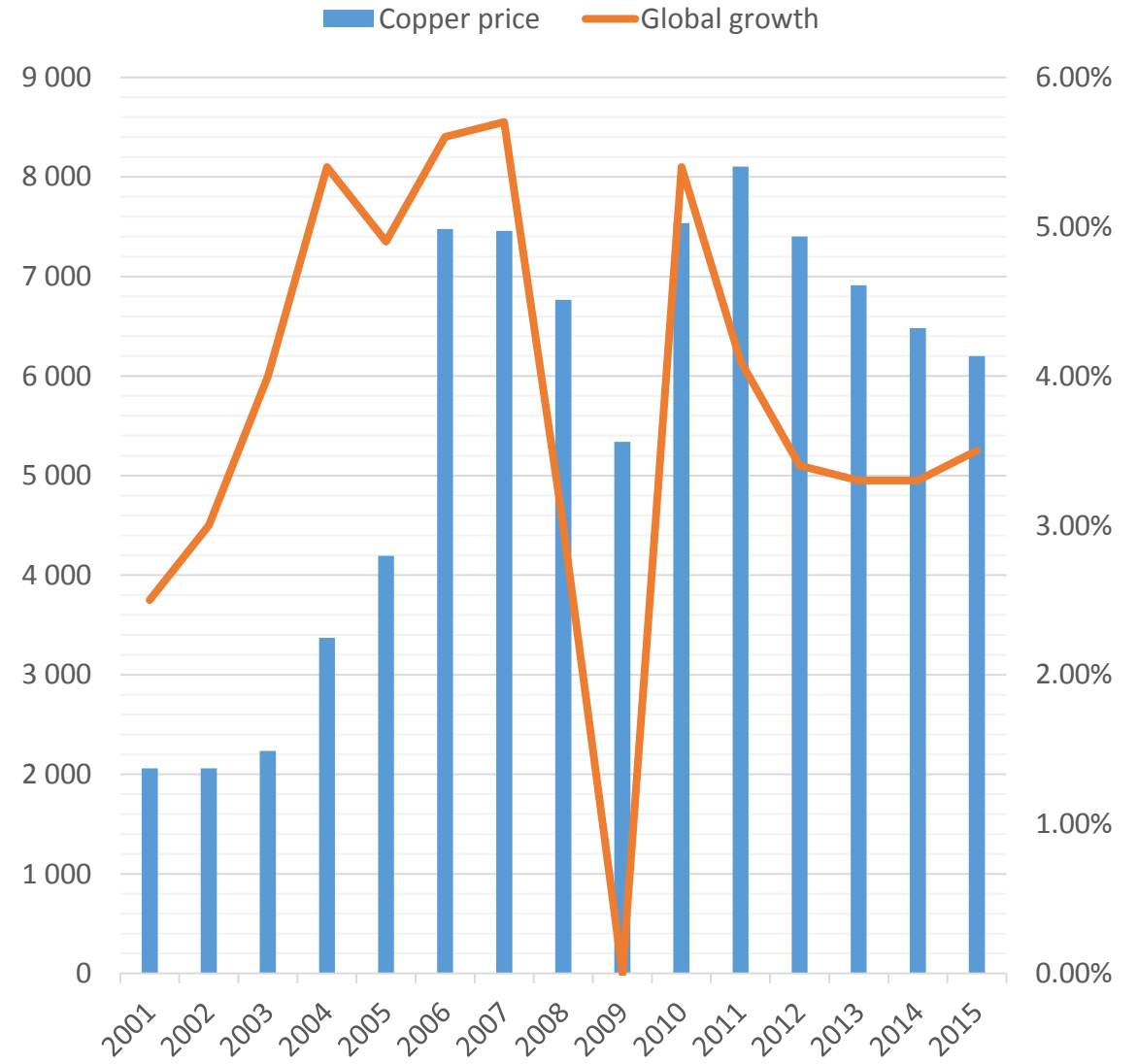
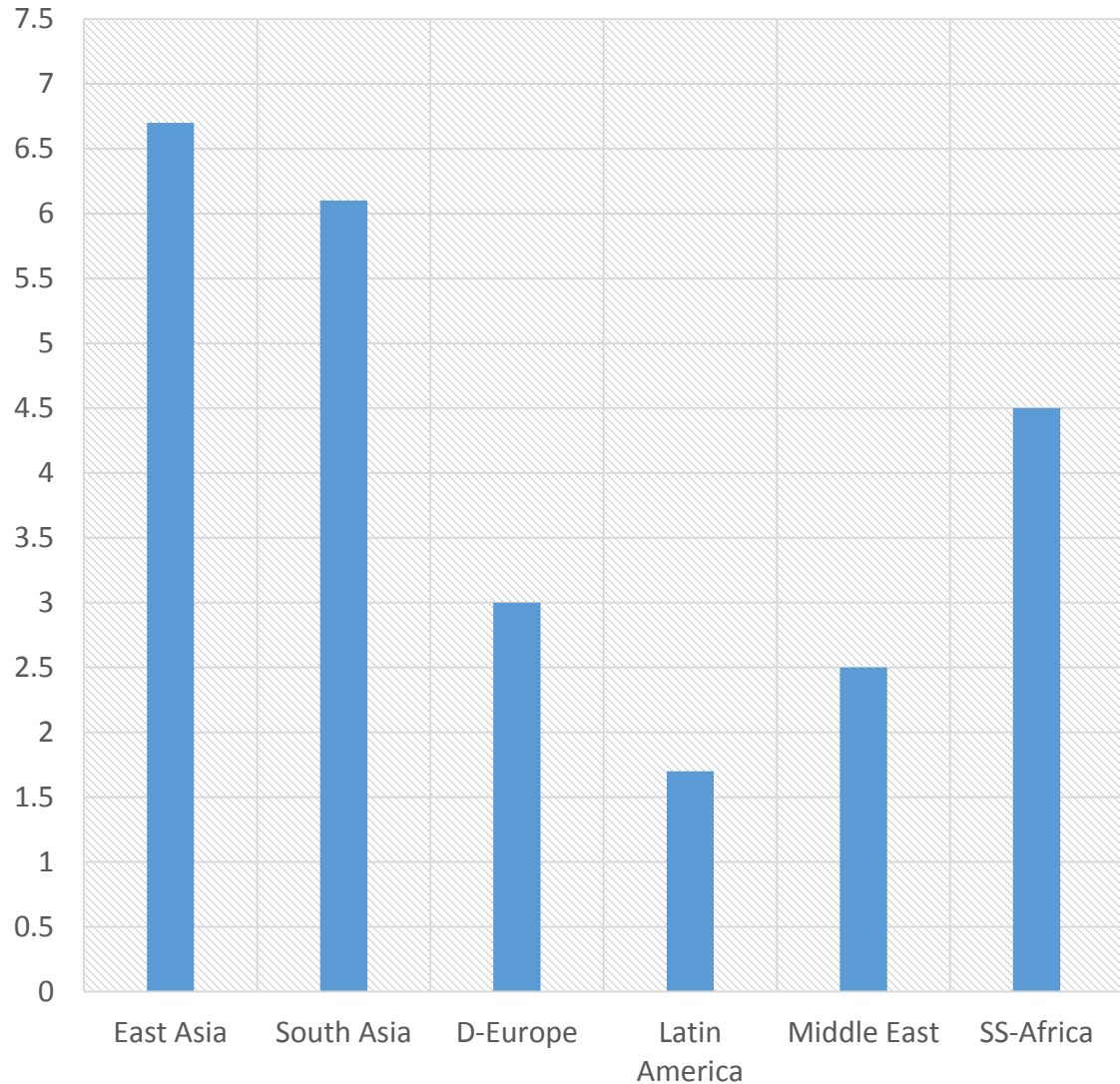
Global economic outlook



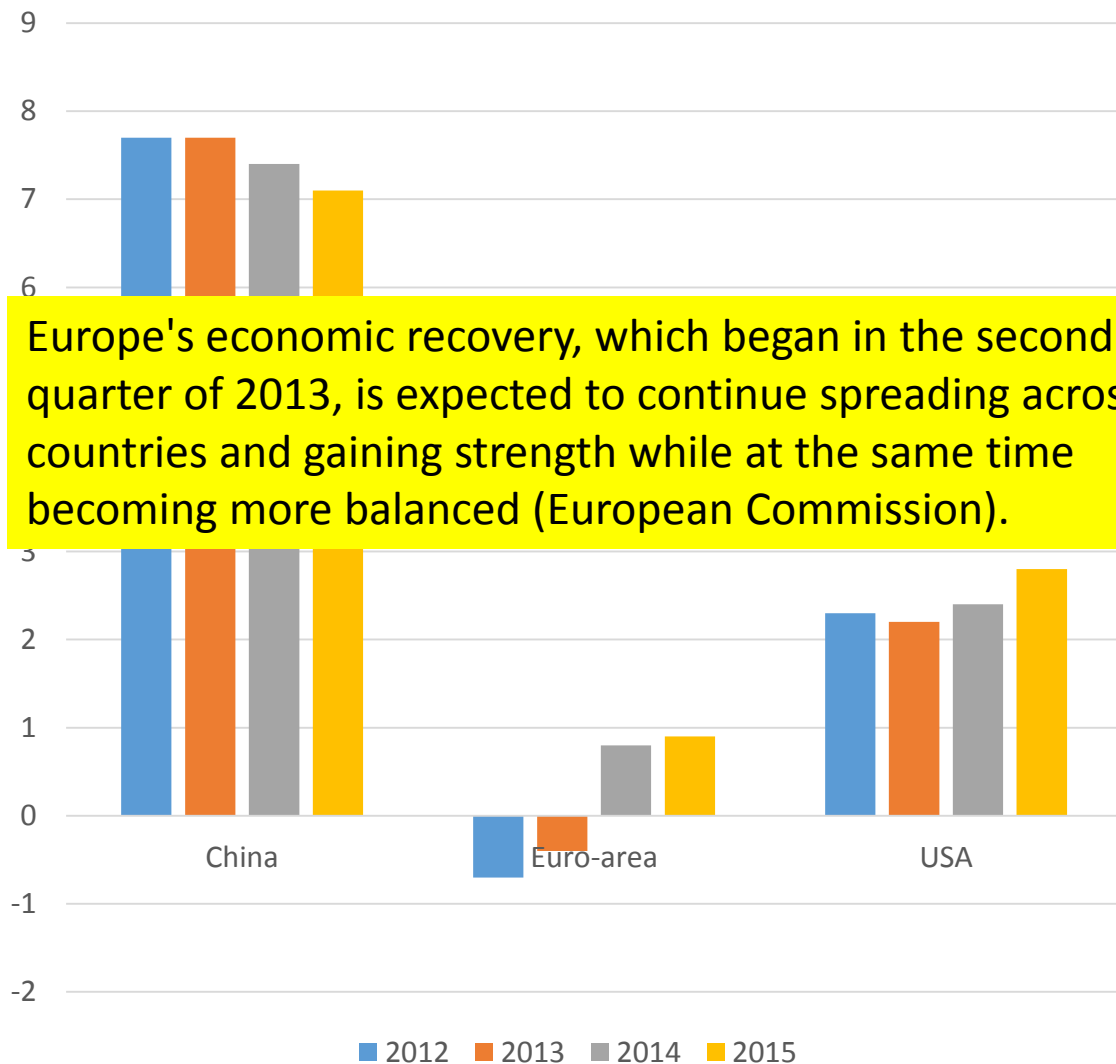
Share of global PP adj GDP by region



Developing regions

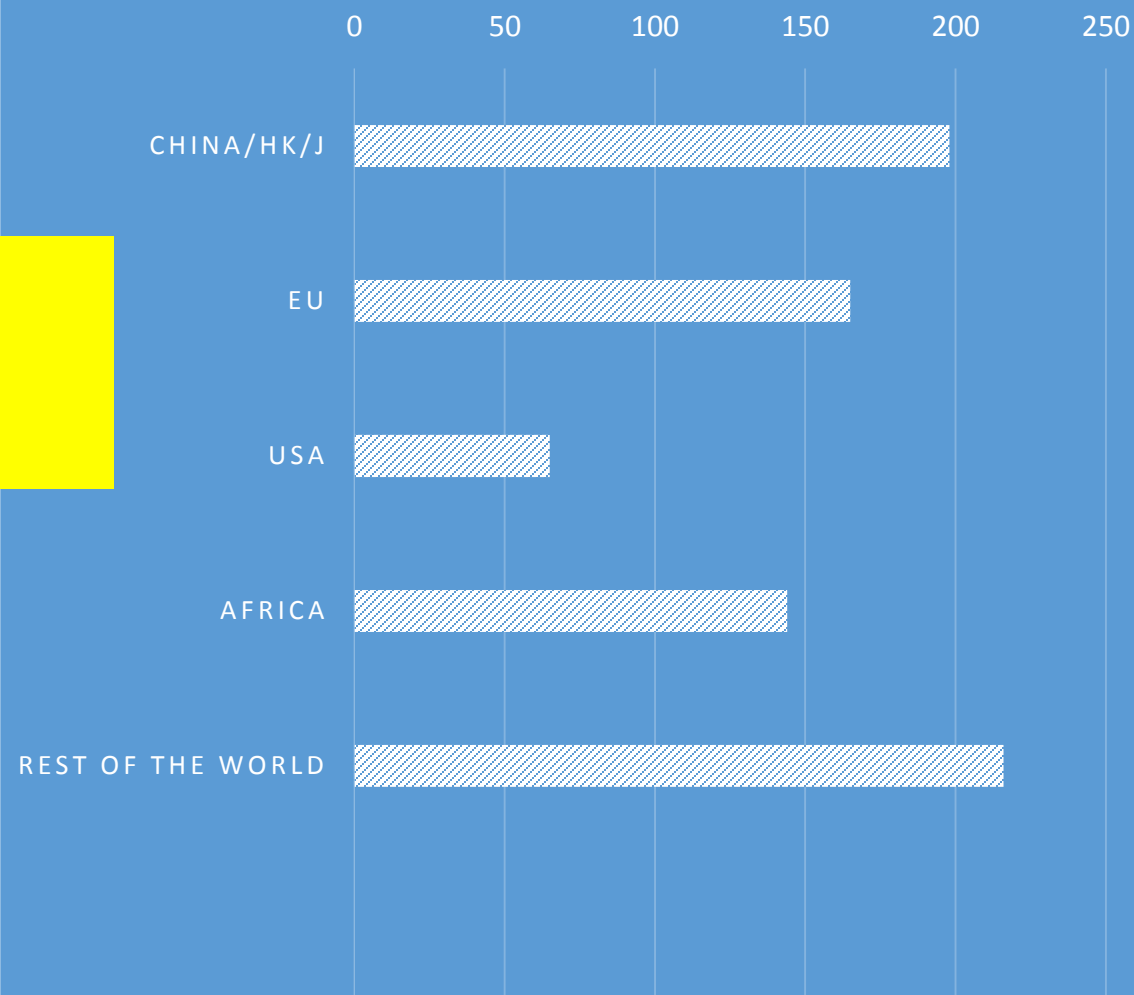


Growth rates key economies

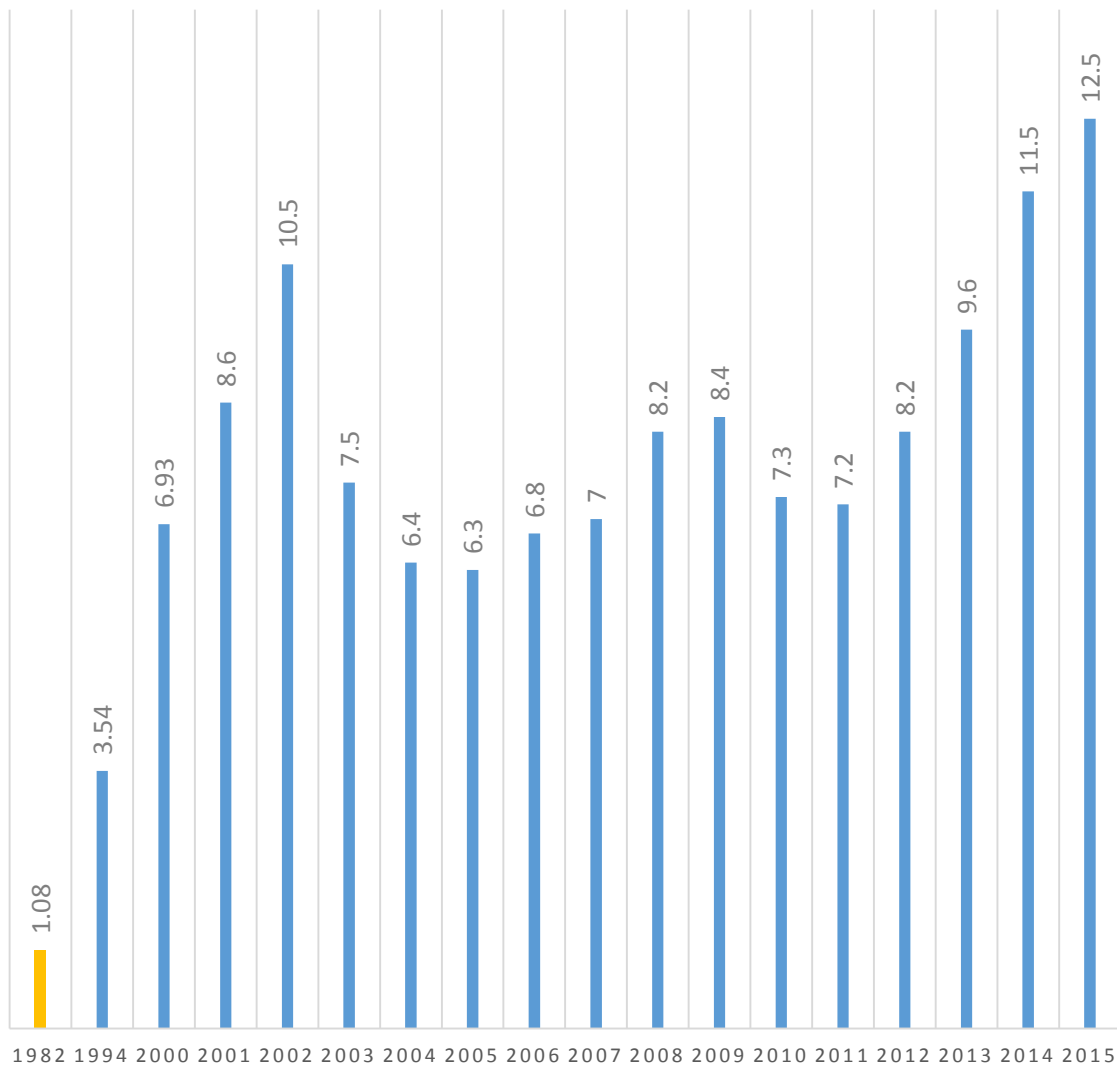


Europe's economic recovery, which began in the second quarter of 2013, is expected to continue spreading across countries and gaining strength while at the same time becoming more balanced (European Commission).

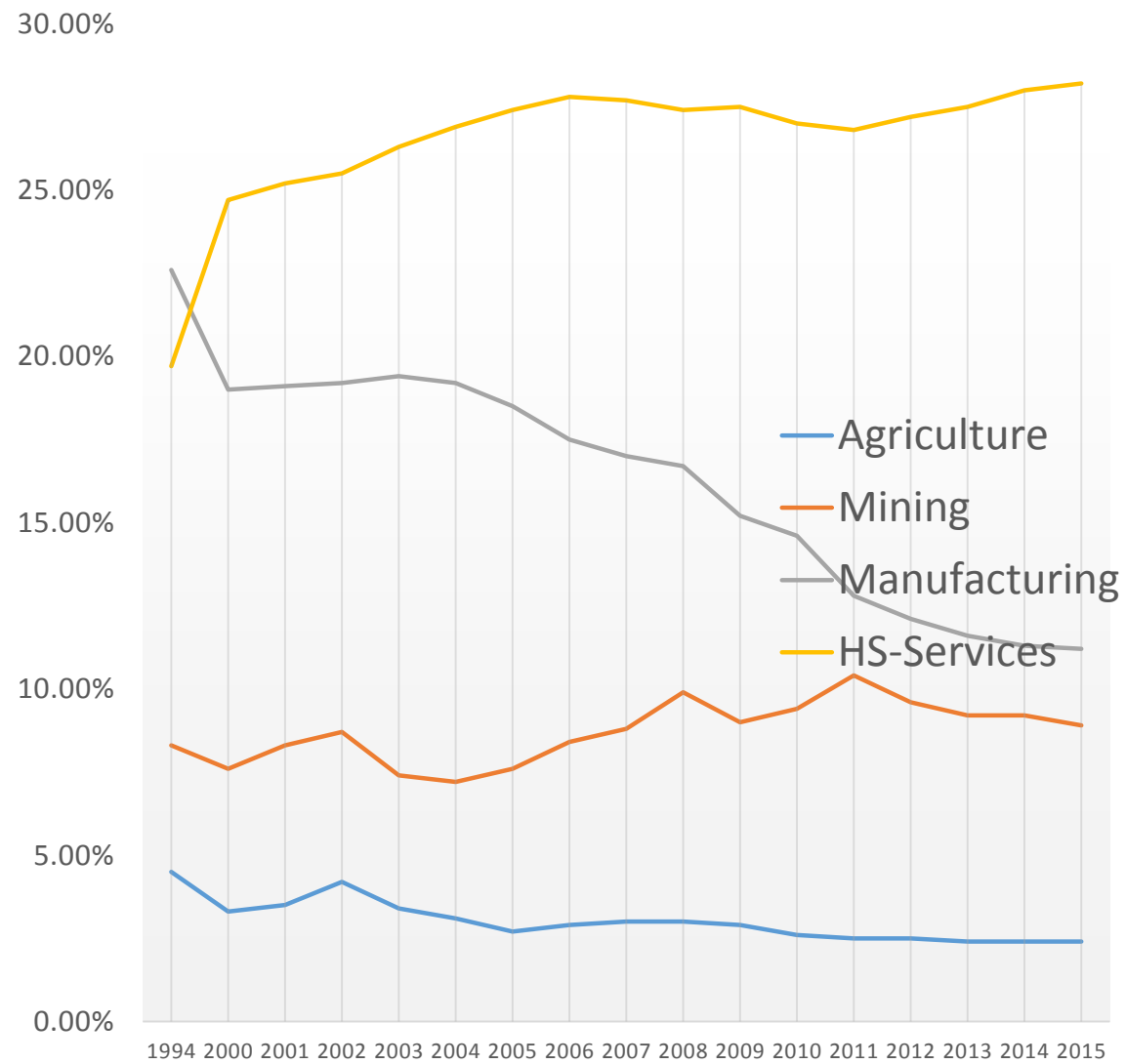
SOUTH AFRICA'S EXPORT PARTNERS (RBN)



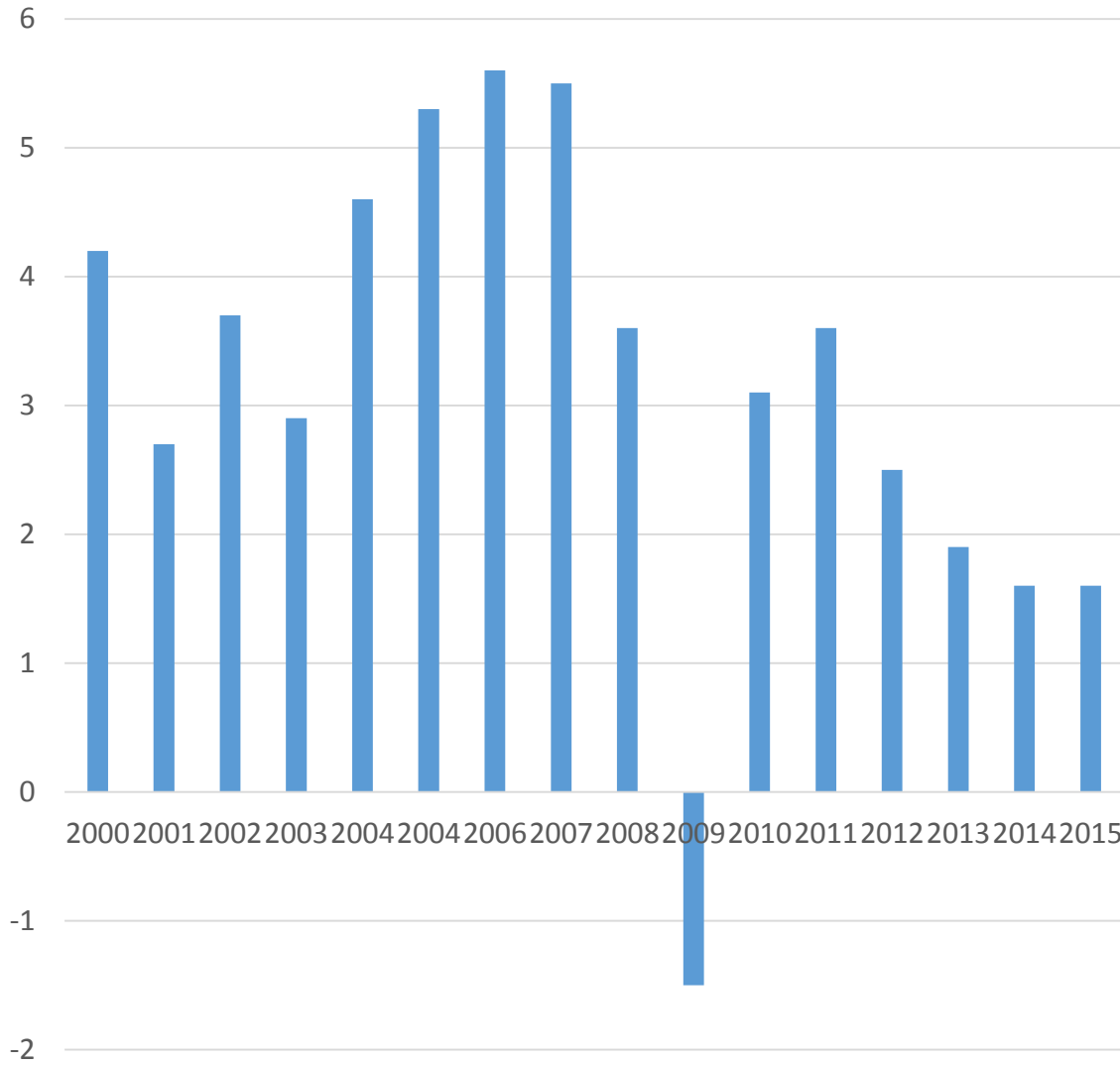
THE RAND



Structure of GDP



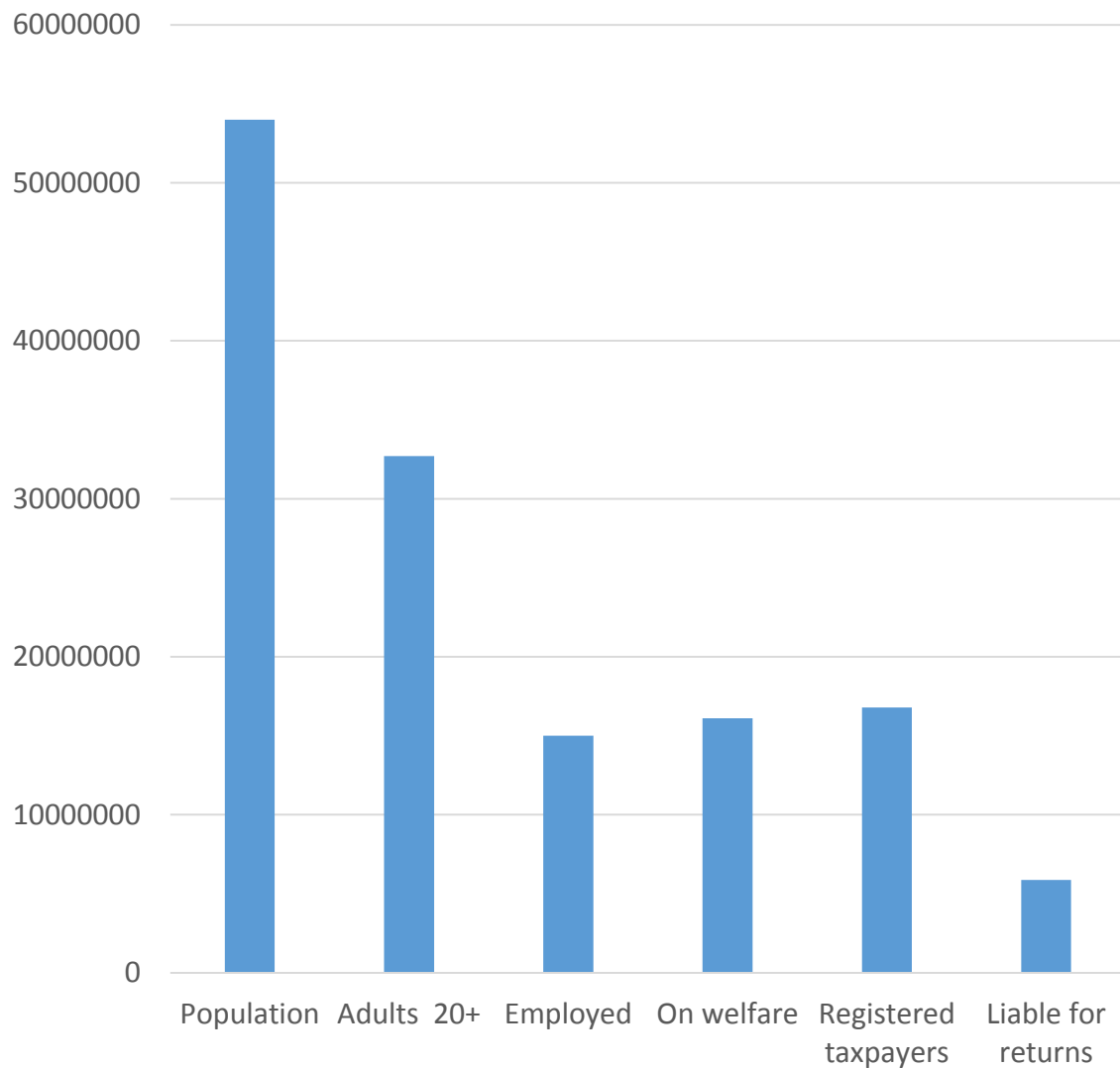
South Africa growth



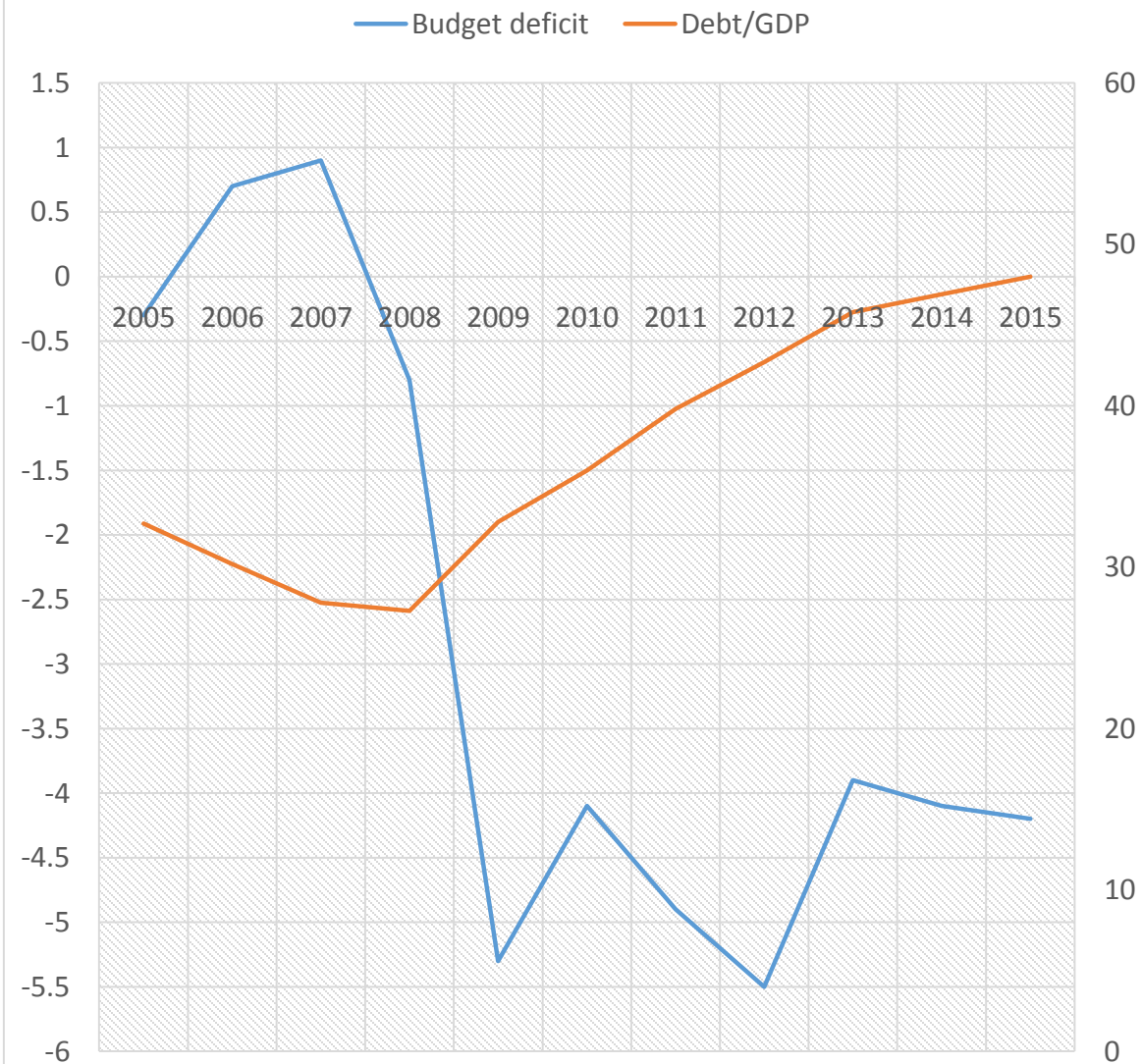
Interest rates, inflation, deficit

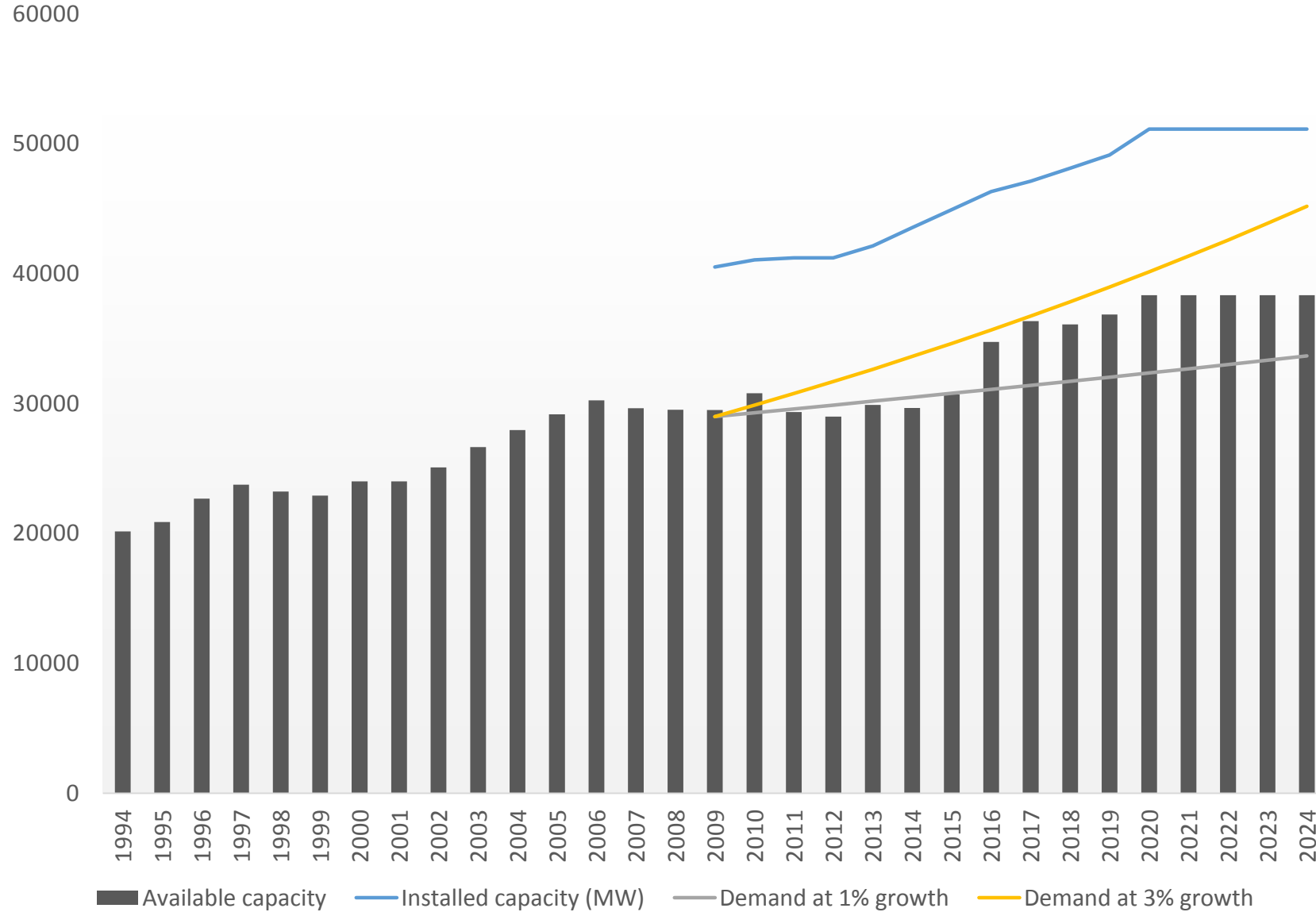


Taxpayers



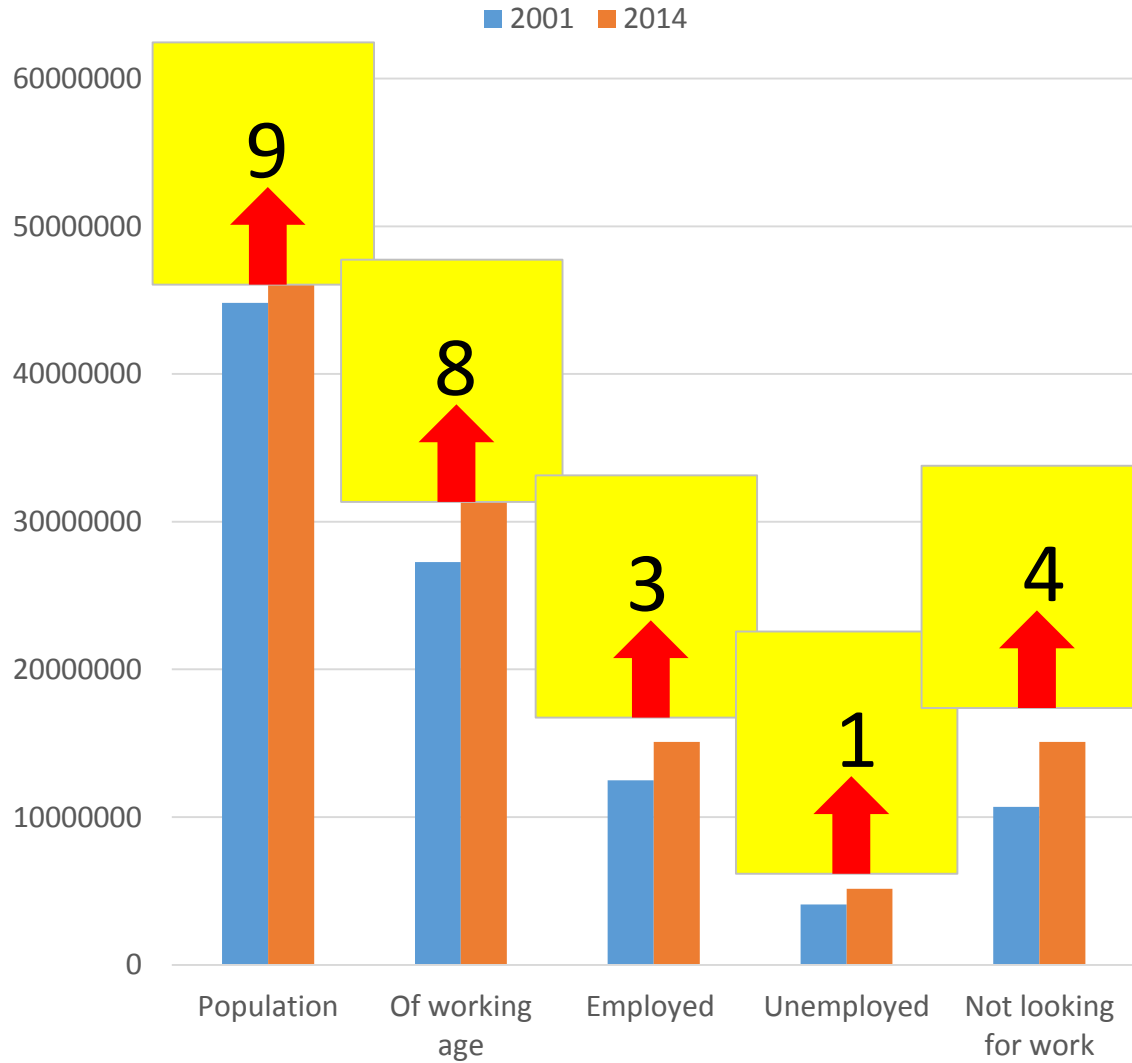
Budget deficit and government debt



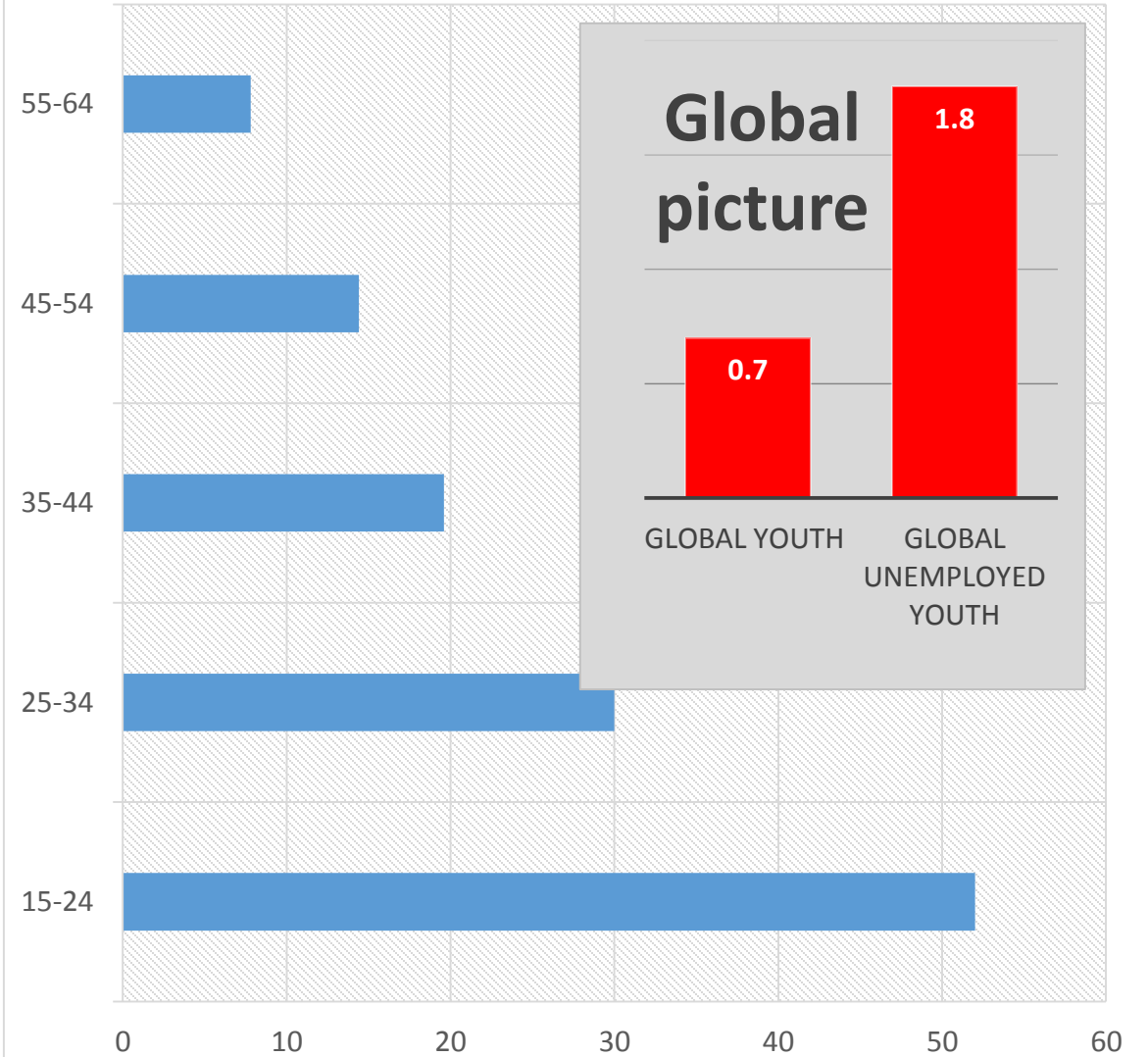


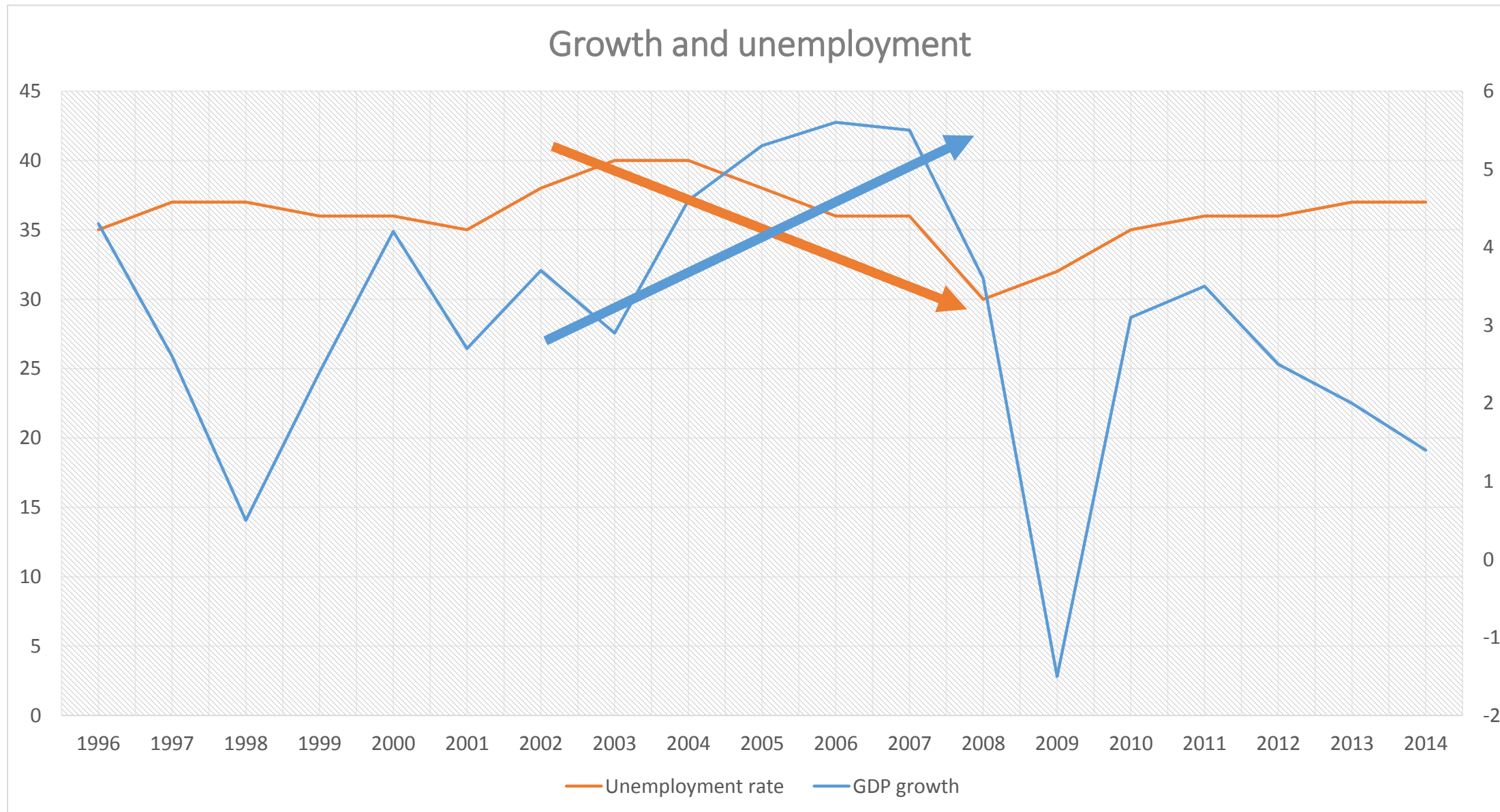
and...
any significant
further
breakdown in
existing power
infrastructure will
force growth
forecasts to be
revised
downwards

Jobs and unemployment

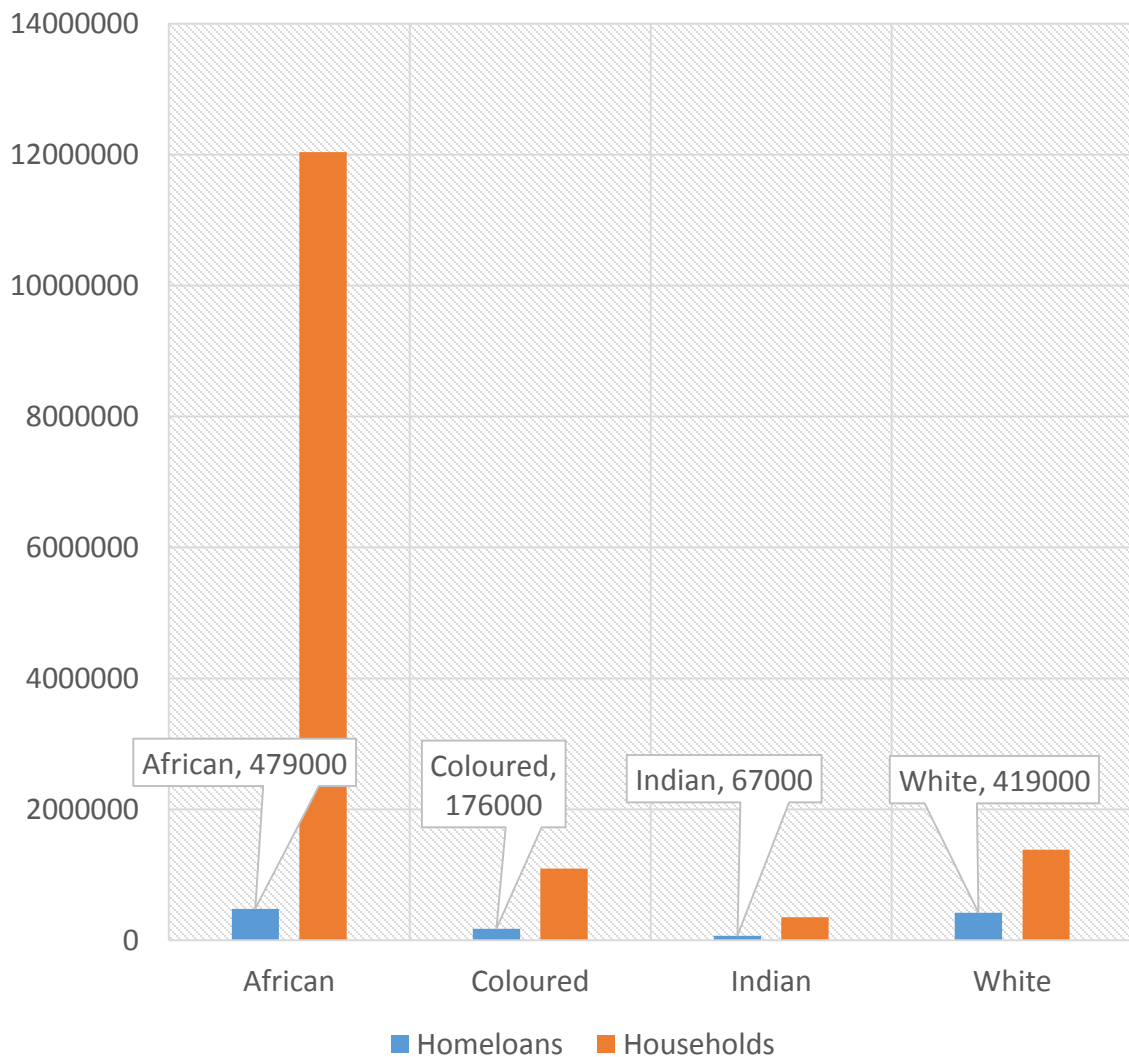


Official unemployment rate by age group

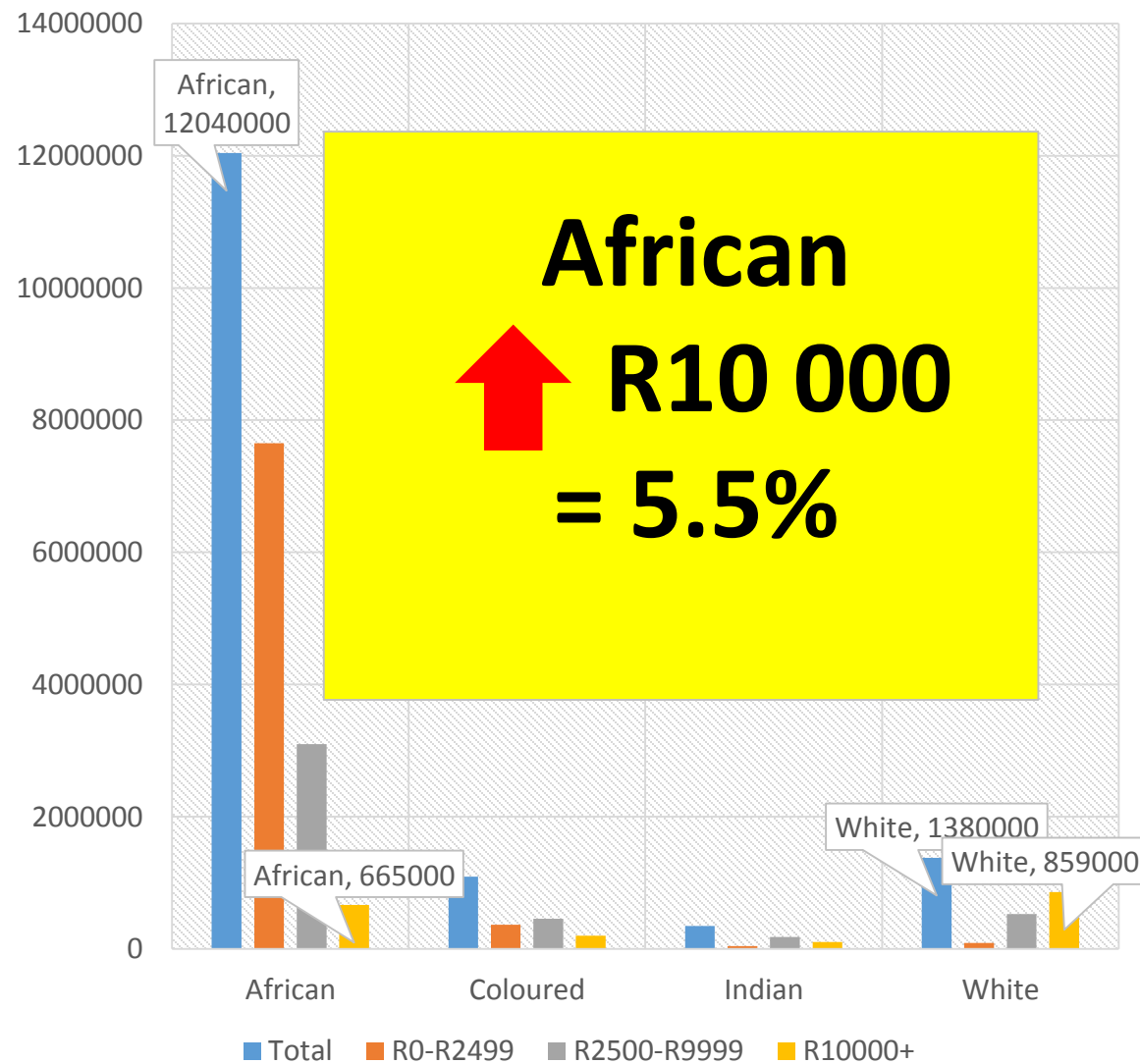




Households and home loans

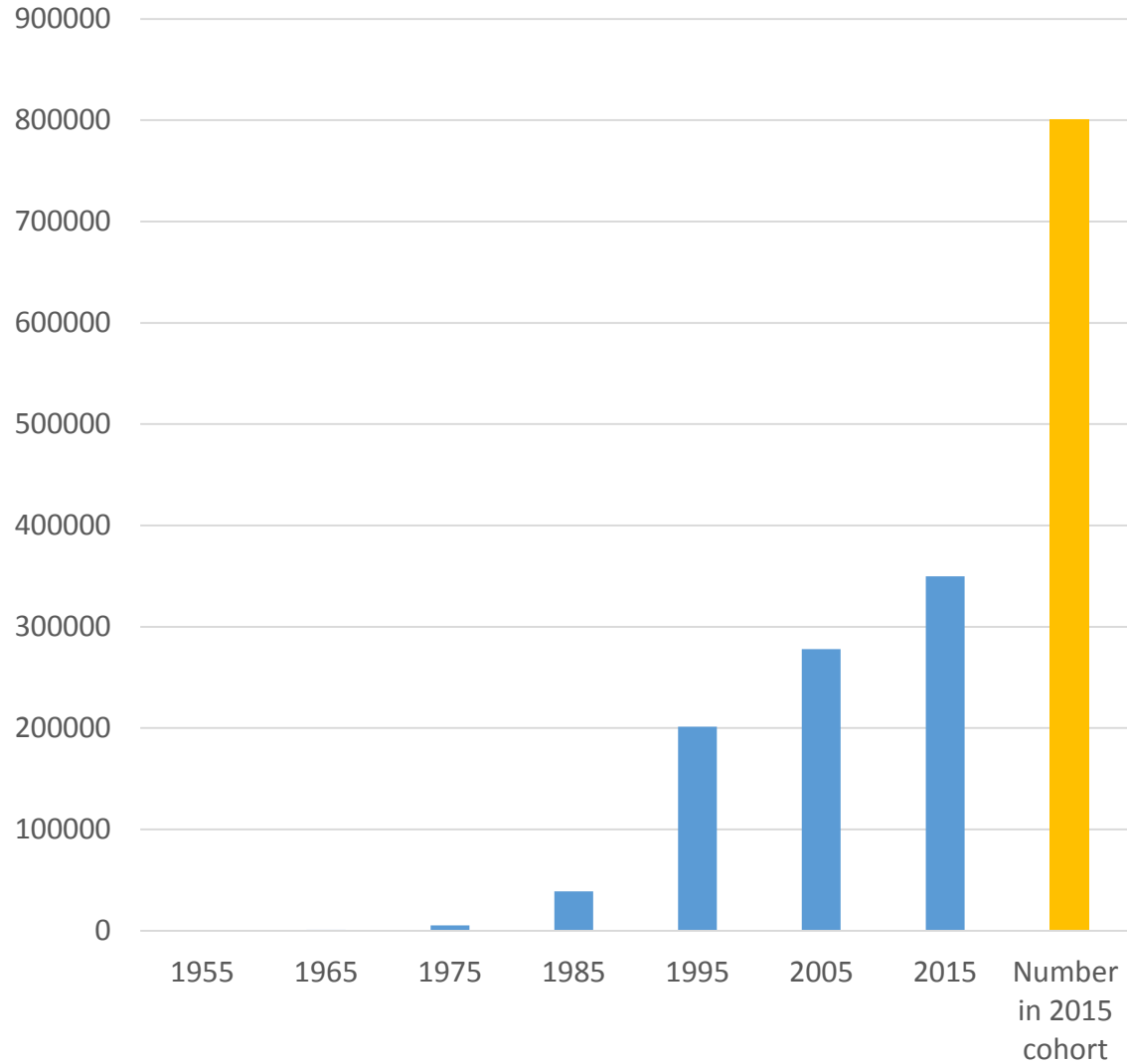


Household monthly expenditure

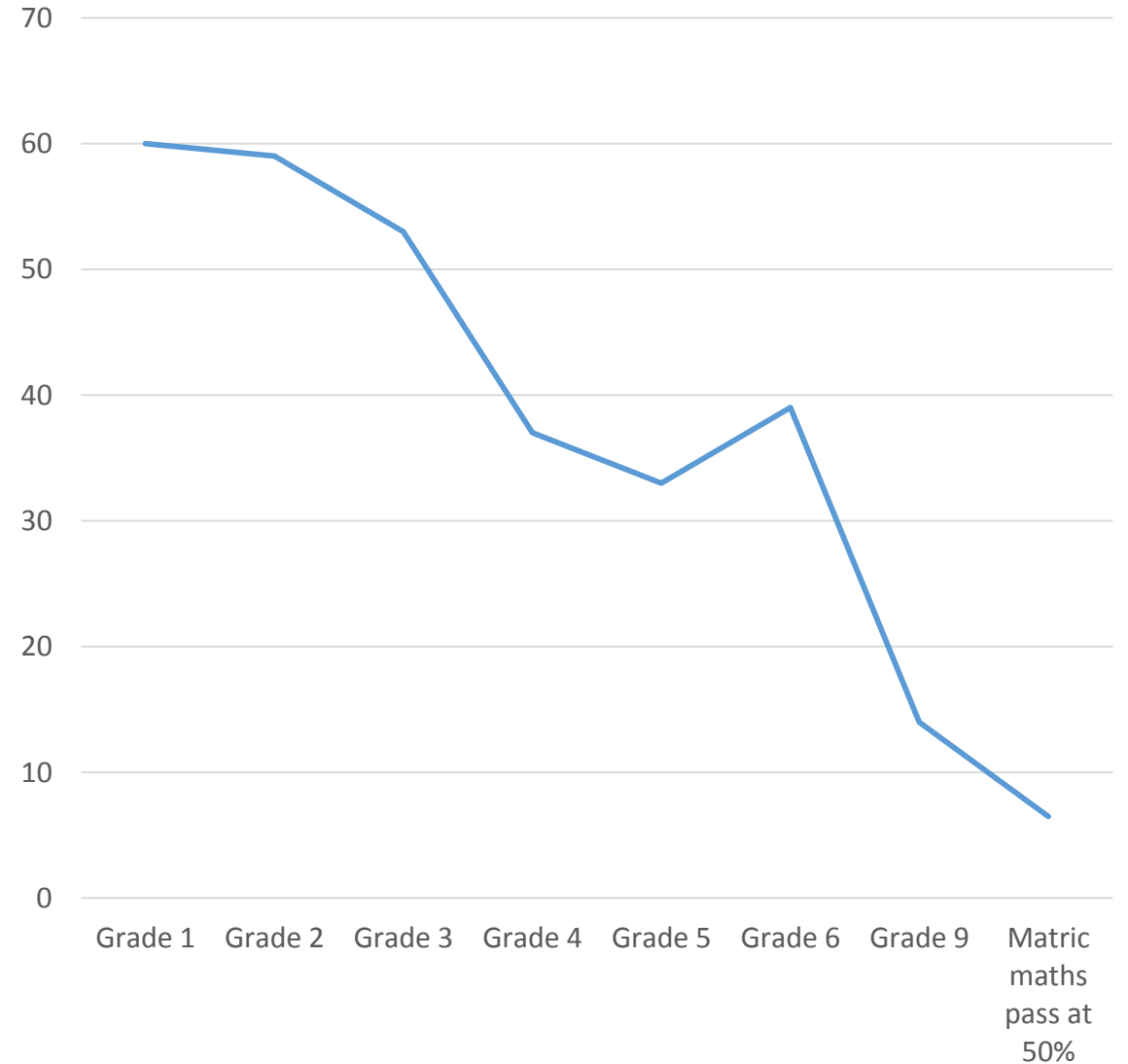


Despite half of children now completing their school education quality remains very poor

Black African matric passes



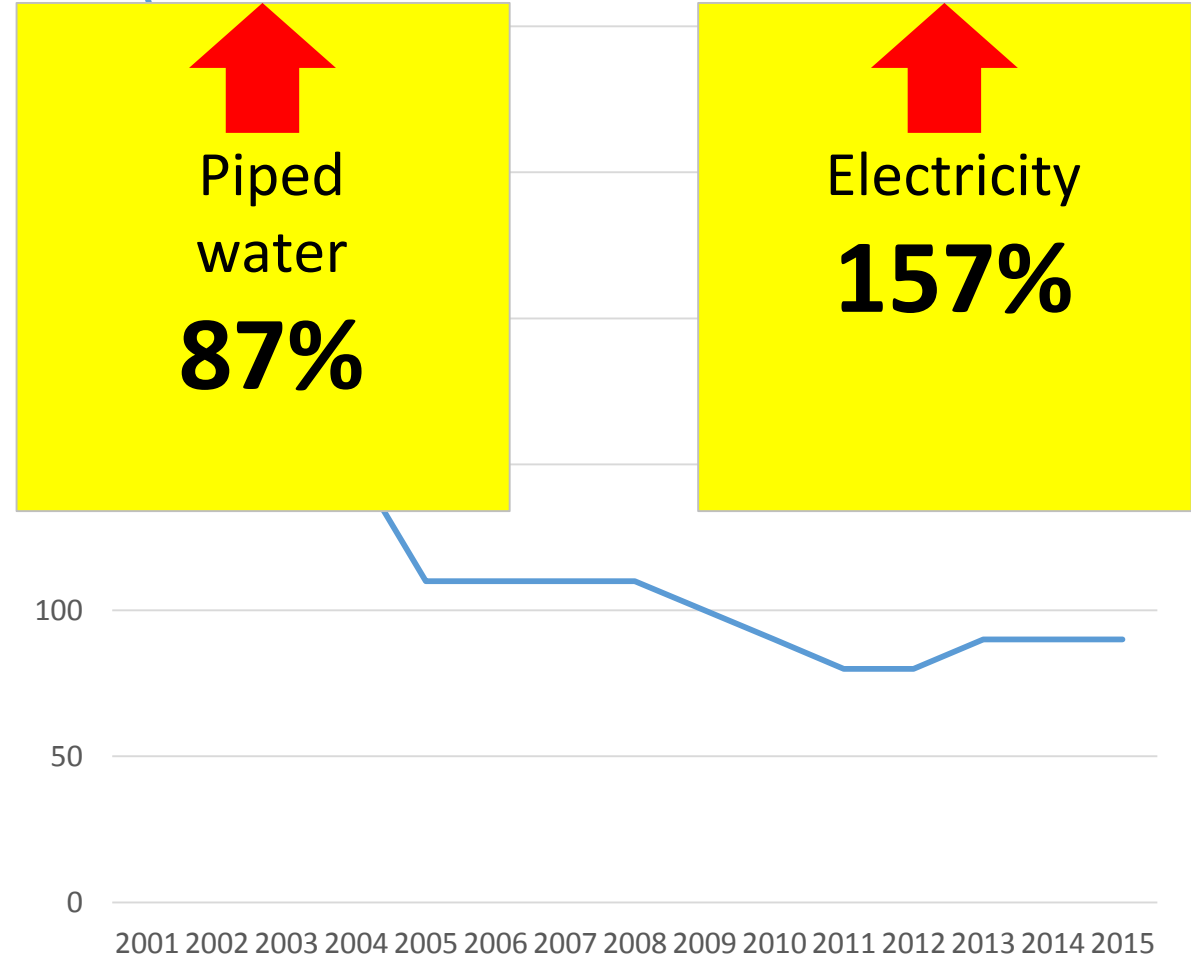
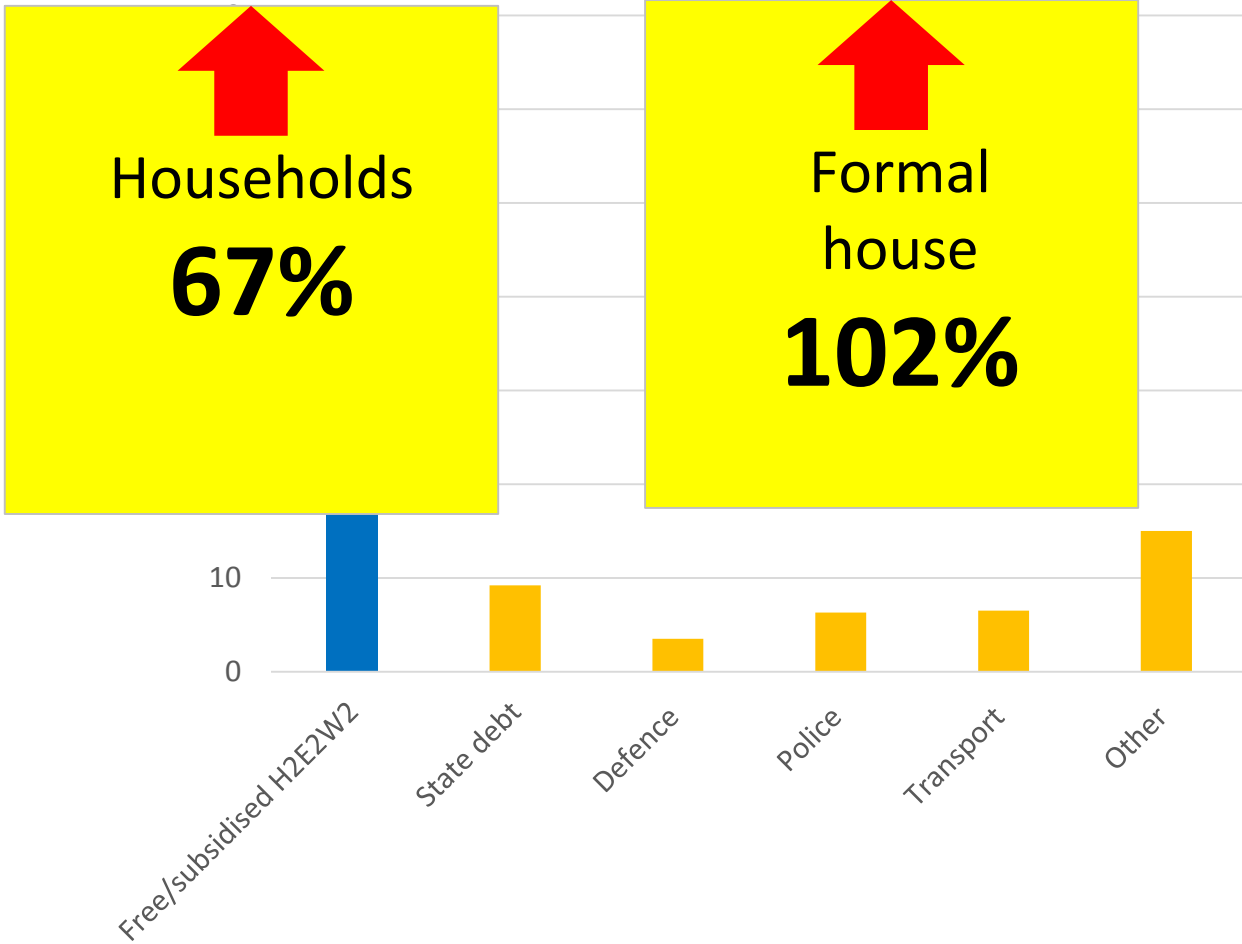
Numeracy rates and matric maths



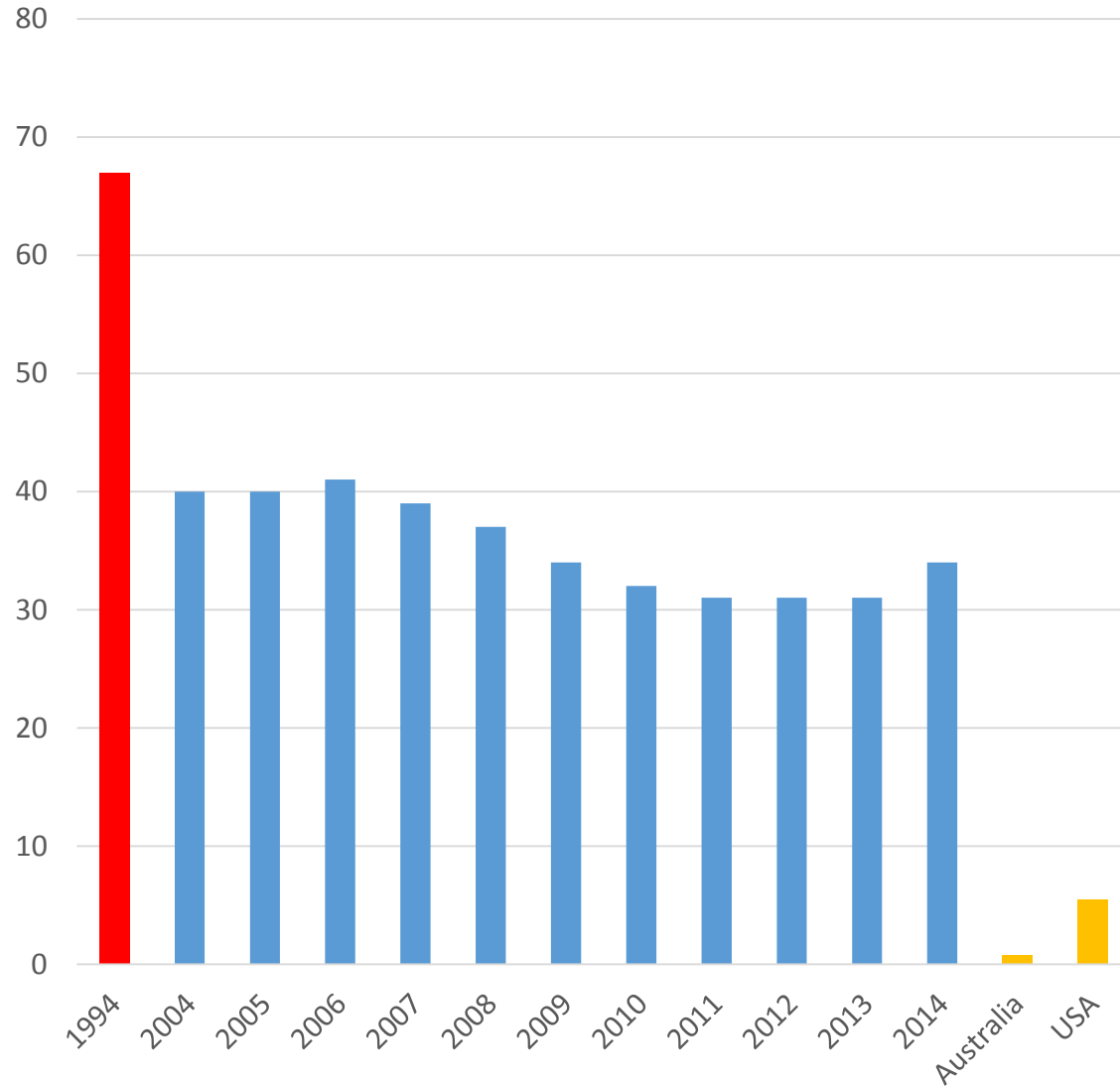
Almost 60% of government expenditure takes the form of income redistribution to poor people

Social wage and government expenditure
(housing, health, education, elec, welfare,
water)

Employed people/100 welfare recipients



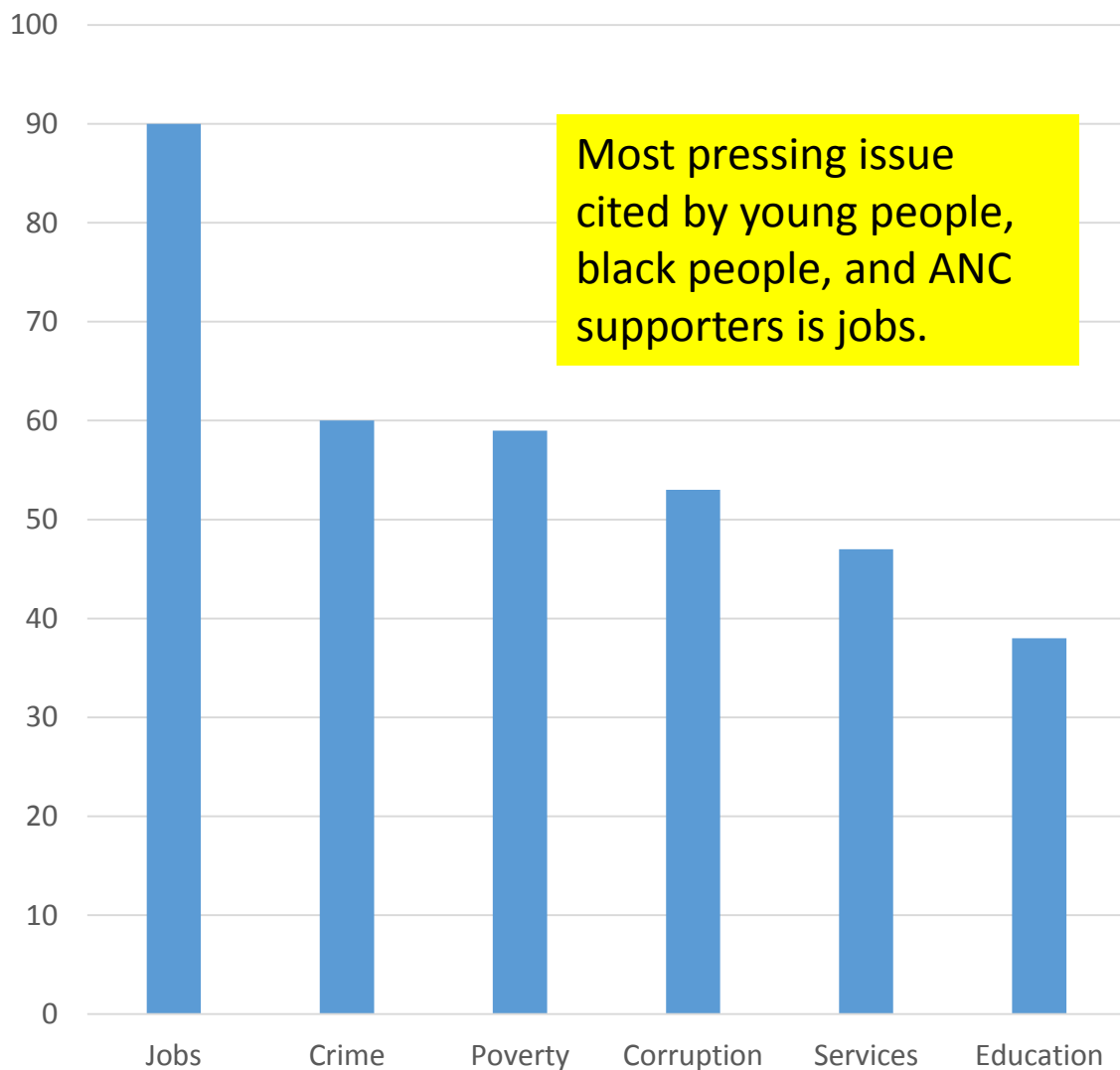
Murder rate



Robbers and convicts



Issues voters want addressed within 5 yrs

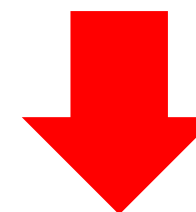


Government performs well?

72%

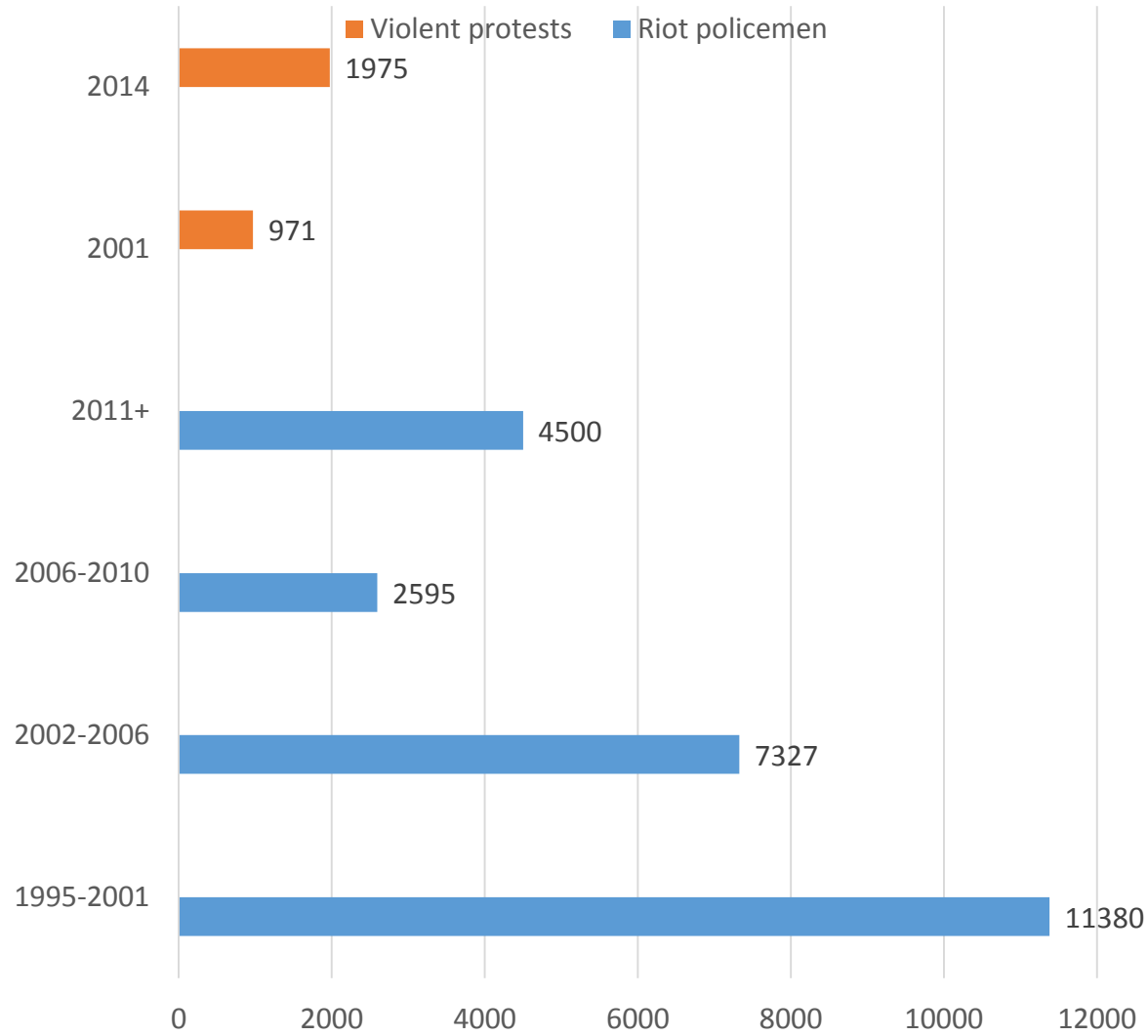
YES

2000

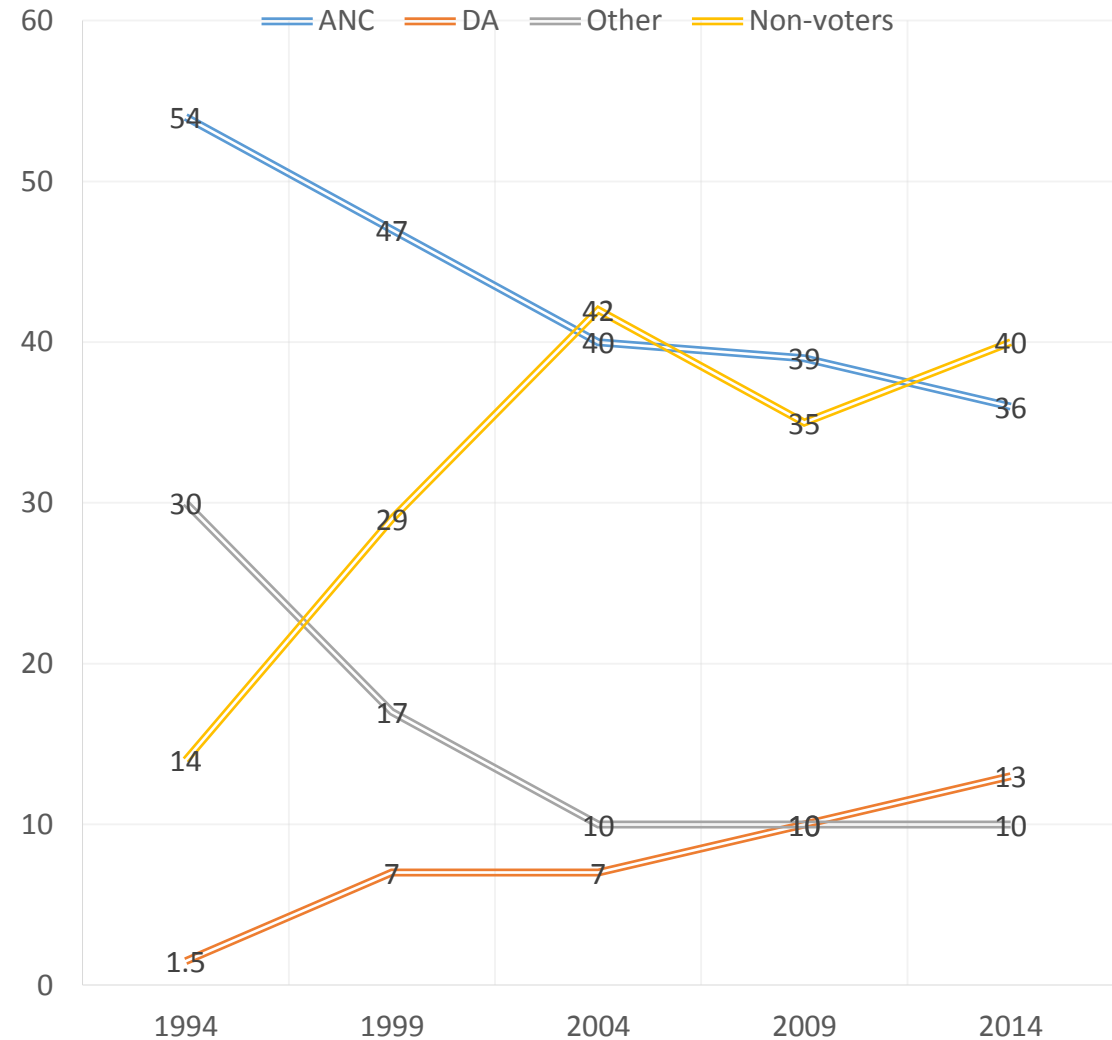


54%

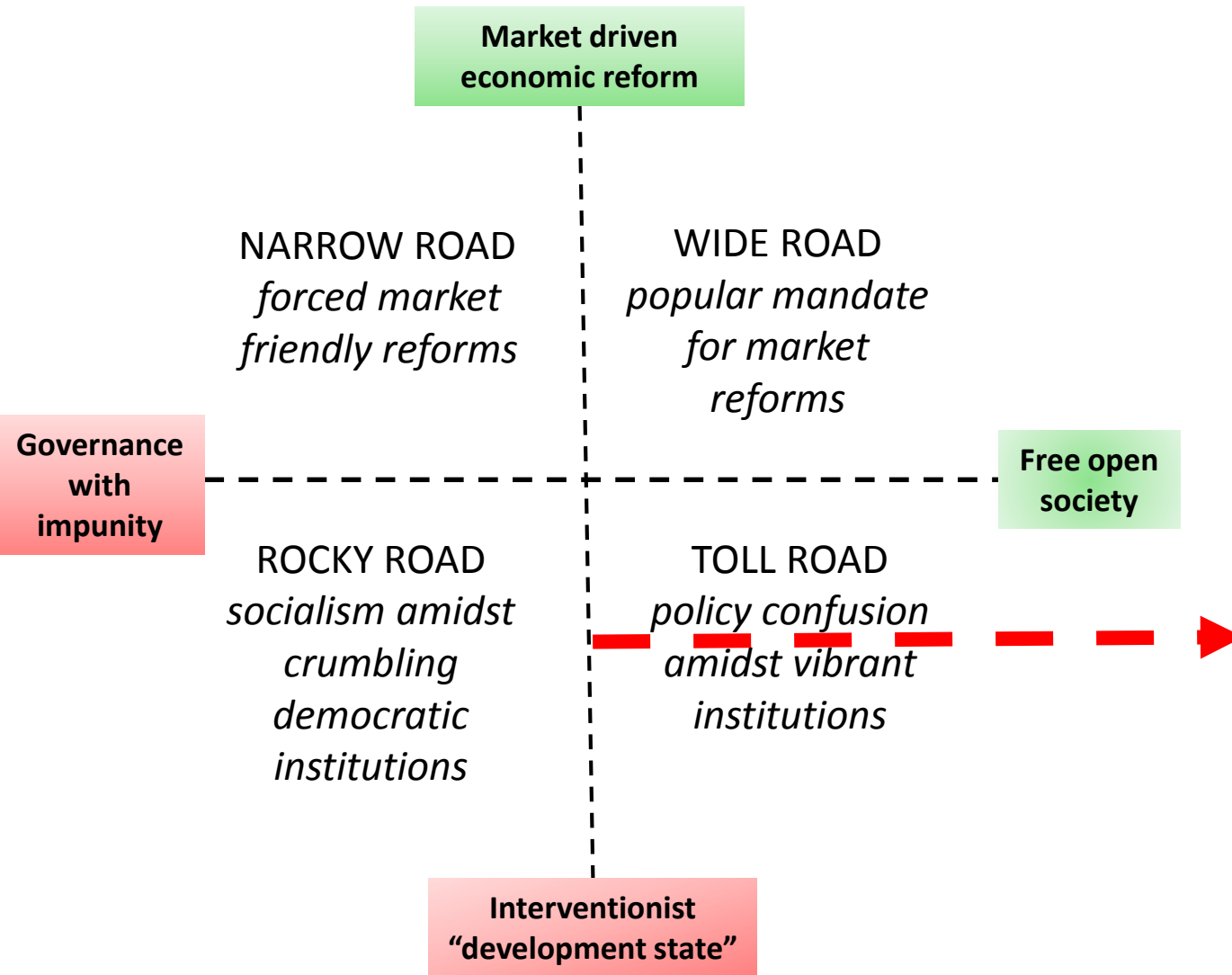
2014



VOTES CAST AS % OF VOTING AGE POPULATION



On current trends a Toll Road/Rocky Road hybrid is the scenario of greatest probability



- AGOA negotiations, BIT cancellations
- The Employment Equity Amendment Act of 2013
- The Broad-Based Black Economic Empowerment Amendment
- New generic codes of good BEE conduct
- Mineral and Petroleum Resources Development Amendment Bill
- laws have been amended to restrict the use of casual or atypical jobs
- Restitution of Land Rights Amendment Act of 2014 + Expropriation Bill + Property Valuation Act of 2014 + 50/50 + 12.5k hectares + foreigners
- Private Security Industry Regulation Amendment Bill of 2013
- Promotion and Protection of Investment Bill of 2013
- Immigration restrictions
- Recent comments in Iran, Asia summit
- Undermining SARS, Hawks, Public Protector, SIU, SABC, Parliament

FRANS
CRONJE

A TIME TRAVELLER'S GUIDE TO

OUR NEXT

**TEN
YEARS**

'THRILLING
AND TIMELY'
- CLEM SUNTER



Frans Cronje:

ceo@sairr.org.za

Media desk:

Mienke@sairr.org.za

Web:

www.irr.org.za