

## Request Details

PR No: 10245346                                          Type: ZCET - Contract Extension RQ  
Cost Centre: 1407 - Strategic Alignment ( NEWS OPERATIONS: NEWS OPERATIONS )  
Vendor: 116563 - REFINITIV SA INCORPORATED IN SWITZE  
Description: Financial Market Data for 4 years  
Contract No: Contract N                                          Practitioner: 930 - LORNA MARTINS  
Amount:        4,201,133.00    ZAR

## BACKGROUND

Background:

SABC News is mandated to inform and educate the public on important matters including the state of the economy. This helps to ensure that the public has access to information that is crucial for individuals, businesses, investors, and consumers to make informed decisions that can impact their financial wellbeing and broader economy. With regular updates on financial markets data SABC News contributes to the public's understanding of how financial markets operate; enabling investors to receive accurate financial data timeously to manage risks, make informed decisions regarding their portfolios, and take advantage of opportunities in the market.

Refinitiv is a London Stock Exchange Group (LSEG) organization and one of the world's largest providers of financial markets data, providing SABC News with economic data. Refinitiv is one of the international news Agencies that SABC News has developed a relationship with since 2020 and has proven to be a reliable supplier of economic data.

The previous contract 4600001443 was appointed through the Deviation process, as it didn't follow the normal Procurement process.

## REASON

Motivation:

We would like to keep the same package and systems, to avoid re-configuration of systems which normally takes time to install and ca

use disruptions on air.

The current contract is ending 31 October 2024 and SABC News needs the continuation of services.

SCOPE OF WORK  
Services

As per attached quote

- Eikon (4 users)
- RKD
- DBF FTSE
- SE Equities

COST EFFECTIVENESS  
The total extension amount over a period of 4 years is considered reasonable at  
R 4 201 133,00. Excl VAT

| Service         | Y1          | Y2            | Y3            | Y4            |
|-----------------|-------------|---------------|---------------|---------------|
| Eikon (4 users) | R346 954,00 | R367 771,00   | R389 837,00   | R413 227,00   |
| RKD             | R609 991,00 | R646 584,00   | R685 381,00   | R726 508,00   |
| DBF FTSE        | R1 860,00   | R1 860,00     | R1 860,00     | R1 860,00     |
| SE Equities     | R1 860,00   | R1 860,00     | R1 860,00     | R1 860,00     |
| Total           | R960 665,00 | R1 018 075,00 | R1 078 938,00 | R1 143 455,00 |

LEGAL IMPLICATIONS  
Legal Implications:

None

RISK & MITIGATIONS  
Risk and Mitigation

Should the Extension not be approved, SABC news will not be able to broadcast financial markets data to the public and this is part of the News Mandate to inform the public about the economic matters of the country.

**RECOMMENDATION**

Based on the motivation provided by:News, it is therefore recommended that:

- # The Head of SCM approve the extension request for contract number 4600001443 with Refinitiv SA Incorporated in Switzerland for the financial markets data for SABC news bulletins for a period of four (4) years, starting 01 November 2024 until 31 October 2028 at a total cost of R 4 201 133,00 excluding VAT.
- # The Head of SCM Governance, Compliance and Support signs the expansion letter for Refinitiv SA Incorporated
- # The legal department draft the addendum.

**VENDOR SELECTION**

Service was sourced through the Diviation Process, the contract was concluded in October 2022 and cannot utilize a different service provider for the same service.

**PERIOD**

CONTRACT INFORMATION RELATING TO THIS VENDOR

| INITIAL CONTRACT | COST (EXCLUDING VAT) | PERIOD                  |
|------------------|----------------------|-------------------------|
| 4600001443       | R1 800 000.00        | 01.10.2022 - 31.10.2024 |
| CURRENT REQUEST  | R4 201 133.00        | 01.11.2024 - 31.10.2028 |

**PURPOSE**

The purpose of this submission is to request approval to extend Contract 4600001443 with Refinitiv SA Incorporated for the provision of a financial markets data for SABC news bulletins for a period of four (4) years, starting 01 November 2024 until 31 October 2028. The request is at total cost of R4 201 133.00 Excluding VAT.

The initial contract value was R1 800 000.00 excluding VAT.

The cumulative amount is R6 001 133.00 excluding VAT. The request is 233.4% of the initial contract.

Summary of the Extension Request

|                                   |                         |
|-----------------------------------|-------------------------|
| Initial contract value            | :R1 800 000.00 Excl VAT |
| 15% of the initial contract value | :R 270 000.00 Excl VAT  |
| Requested amount for extension    | :R4 201 133.00 Excl VAT |
| Amount in excess of 15%           | :R2 401 133.00 Excl VAT |

APPROVERS AND REVIEWERS

| Date Actioned | User Name | Actioned By Full Name        |
|---------------|-----------|------------------------------|
| 15.10.2024    | PHELEN    | NTOMBFUTHI EMELDA PHELE      |
| 18.10.2024    | MONARENM  | NKGAKGA MONARE               |
| 22.10.2024    | MTHEMBUMS | MICHAEL SENZOSENKOSI MTHEMBU |
| 22.10.2024    | MTHEMBUMS | MICHAEL SENZOSENKOSI MTHEMBU |
| 23.10.2024    | NJOKOVP   | VALENCIA NJOKO               |