# LEGAL SUCCESSION TO THE SOUTH AFRICAN TRANSPORT SERVICES ACT

NO. 9 OF 1989 [ASSENTED TO 1 MARCH, 1989] [DATE OF COMMENCEMENT: 6 OCTOBER, 1989] (but see s. 37 (2)) (English text signed by the acting State President)

as amended by Finance Act, No. 80 of 1989 [with effect from 14 June, 1989] Transnet Limited Amendment Act, No. 52 of 1991 Transnet Limited Second Amendment Act, No. 110 of 1991 Expropriation Amendment Act, No. 45 of 1992 [with effect from 1 May, 1992] Legal Succession to the South African Transport Services Amendment Act, No. 47 of 1992 International Air Services Act. No. 60 of 1993 [with effect from 15 April, 1994] Exchequer Amendment Act, No. 69 of 1993 [with effect from 25 June, 1993] General Law Second Amendment Act, No. 108 of 1993 [with effect from 1 August, 1993] General Law Third Amendment Act, No. 129 of 1993 [with effect from 1 September, 1993] General Law Sixth Amendment Act, No. 204 of 1993 [with effect from 1 March, 1994] Legal Succession to the South African Transport Services Amendment Act. No. 43 of 1995 Road Accident Fund Act, No. 56 of 1996 [with effect from 1 May 1997] Telecommunications Act. No. 103 of 1996 [with effect from 1 July 1997]

# ACT

To make provision for the formation of a company, for the legal succession to the South African Transport Services by the Company, for the establishment of the South African Rail Commuter Corporation Limited and for related matters. ARRANGEMENT OF SECTIONS 1. Definitions

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INTERPRETATION

# 1. Definitions.-

In this Act and in the Schedules thereto, unless the context indicates otherwise— "Auditor-General" means the person referred to in section 41 of the Exchequer and Audit Act, 1975;

"Company" means the company referred to in section 2;

"Corporation" means the South African Rail Commuter Corporation Limited established in terms of section 22;

"Government" means the Government of the Republic of South Africa;

"local government body" means a local government body as defined in section 1 of the Interim Measures for Local Government Act, 1991 (Act No. 128 of 1991);

[Definition of "local government body" inserted by s. 1 (a) of Act No. 47 of 1992.]

"Minister" means in Chapter V of this Act the Minister of Transport and in the remaining Chapters the Minister for Economic Co-ordination and Public Enterprises;

[Definition of "Minister" substituted by s. 6 (a) of Act No. 52 of 1991.]

"regional services council" . . . . .

[Definition of "regional services council" inserted by s. 6 (b) of Act No. 52 of 1991 and deleted by s. 1 (b) of Act No. 47 of 1992.]

"Registrar of Companies" means the Registrar of Companies referred to in section 7 of the Companies Act, 1973;

[Definition of "Registrar of Companies" inserted by s. 6 (b) of Act No. 52 of 1991.]

"South African Transport Services" means the South African Transport Services referred to in section 2 of the South African Transport Services Act, 1981;

"State" means the Republic of South Africa;

"subsidiary" means, in relation to the Company, a subsidiary within the meaning given to that term in section 1 (3) of the Companies Act, 1973, which definition shall also apply mutatis mutandis to a subsidiary of the Corporation as if the Corporation were a company as defined in the Companies Act, 1973; and

"Transmed" means the medical scheme referred to in section 10.

"transport authority" means-

(i) any Department of State;

(ii) a local government body designated by the Minister of Transport as such by notice in the Gazette.

[Definition of "transport authority" added by s. 6 (c) of Act No. 52 of 1991 and substituted by s. 1 (c) of Act No. 47 of 1992.]

# CHAPTER I LEGAL SUCCESSION TO THE SOUTH AFRICAN TRANSPORT SERVICES

2. Formation of Company.—

(1) The Minister shall take the necessary action, due regard being had to the provisions of this section, for the formation and incorporation of a public company with share capital and the issuing of a certificate to commence business in terms of the Companies Act, 1973.

(2) The State shall, upon incorporation of the Company, be the only member and shareholder of the Company.

(3) The Minister shall on behalf of the State sign the memorandum of association, articles of association and all other documents necessary in connection with the formation and incorporation of the Company and he shall exercise the rights of the State as member and shareholder of the Company.

(4) Notwithstanding the provisions of section 32 of the Companies Act, 1973, the Registrar of Companies shall register the memorandum of association and articles of association of the Company and shall incorporate the Company as a public company with the State as the only member and shareholder thereof.

(5) In order to give effect to the provisions of this section, the Registrar of Companies shall issue such directives and authorise such deviations from the regulations promulgated in terms of the Companies Act, 1973, and the documents prescribed in terms thereof as he may consider necessary under the circumstances.

(6) The provisions of sections 66, 190 and 344 (d) of the Companies Act, 1973, shall not apply to the Company while the State is the only beneficial member and shareholder thereof.
[Sub-s. (6) substituted by s. 7 of Act No. 52 of 1991.]
Wording of Sections

#### 3. Transfer of Commercial Enterprise to Company.-

(1) The Minister shall, within 12 months after compliance with section 2 (1), stipulate by notice in the Gazette a date upon which the Company shall become the successor to the South African Transport Services.

(2) On the date stipulated in terms of subsection (1) the whole of the commercial enterprise of the State as contemplated in section 3 (1) of the South African Transport Services Act, 1981, including all assets, liabilities, rights and obligations of whatever nature, with the exception of the assets referred to in section 25 (1), shall be transferred to the Company, which shall acquire such enterprise as a going concern.

(3) Arising out of the transfer of the commercial enterprise in terms of subsection (2) and without in any way derogating from the generality of the preceding provision—

(a) the Company shall become the owner of all movable and immovable property, with the exception of the assets referred to in section 25 (1), that, immediately prior to the date referred to in subsection (1)—

(i) was registered in the asset registers of the South African Transport Services; or

(ii) fell under the control and jurisdiction of the South African Transport Services or formed part of the South African Transport Services´ jurisdiction as defined in section 1 of the South African Transport Services Act, 1981; or

(iii) was possessed, occupied or used by the South African Transport Services as if the South African Transport Services, the State, the State President or the Government were the owner thereof;

(b) all persons who, immediately prior to the date referred to in subsection (1), were in the employ of the South African Transport Services, shall be employees of the Company without any interruption in their service as if they had been in the employ of the Company from the beginning;

(c) the Company shall be substituted as litigating party for the South African Transport Services on the date referred to in subsection (1) in all pending litigation, including arbitrations, as if the Company had been the litigant from the beginning;

(d) the Company shall be substituted as contracting party for the South African Transport Services on the date referred to in subsection (1) in all contracts as if the Company had been the contracting party from the beginning; (e) it shall be deemed that all existing financial instruments of the South African Transport Services have been issued by the Company in terms of section 19.

(4) Subsection (3) (a) shall not be construed as conferring on the Company a right of ownership in movable or immovable property the right of ownership in which, immediately prior to the date referred to in subsection (1), was vested in a person other than the South African Transport Services, the State, the State President or the Government.

#### 4. Issue of Shares to the State.—

(1) As consideration for the transfer of the commercial enterprise in terms of section 3 (2), fully paid-up shares in the Company shall be issued to the State.

(2) The value of the assets obtained by the Company in terms of section 3 shall be determined by the Minister in consultation with the Minister of Finance.

(3) For the purposes of the application of the Income Tax Act, 1962, or any other law falling under the administration of the Minister of Finance, it shall be deemed that expenses were actually incurred by the Company in the acquisition of the assets and that, notwithstanding any provision in any other law, the relevant expenses, including the cost of the assets, are equivalent to the value determined in terms of subsection (2).

(4) The total loan debt of the Company to the State, the permanent capital referred to in sections 27A to 27G of the Exchequer Act, 1975, and all permanent capital established in terms of any other law applicable to the South African Transport Services, shall be capitalised by the issue to the State of additional fully paid-up shares in the Company and any obligations in respect of interest associated with such loans and permanent capital shall lapse.

[Sub-s. (4) substituted by s. 14 of Act No. 204 of 1993.]

Wording of Sections

(5) The total value and number of—

(a) the shares issued by the Company to the State in terms of subsections (1) and (4); and

(b) the shares issued by the Corporation to the State in terms of section 25 (3), shall be determined by the Minister in consultation with the Minister of Finance.

#### 5. References in Documents.—

Subject to the provisions of subsections (2) and (3) and unless it is patently inapplicable in a particular case, any reference to the South African Transport Services, its predecessors or the General Manager thereof in any law, contract, a register or record created in terms of a statute, or other document shall, with effect from the date referred to in section 3 (1), be deemed to constitute a reference to the Company or the Managing Director thereof, respectively.
 Subsection (1) shall not apply to a provision in any law that, in terms of this Act, is amended, repealed or interpreted in a particular manner.

(3) The words "any reference to the South African Transport Services, its predecessors" in subsection (1) shall be construed as including any reference to the State where the latter reference in context includes a reference to the South African Transport Services or its predecessors.

# CHAPTER II OPERATING PROVISIONS

#### 6. Operating Provisions, Operating Powers and Offences.—

The provisions of Schedule 1 to this Act shall apply to the continuation and execution of the operations and services of the Company.

# CHAPTER III TRANSITIONAL PROVISIONS

## 7. Exemption from being bound by Statute.—

The Company shall enjoy the same exemption from being bound by statute as was or would have been enjoyed by the South African Transport Services in respect of any activity undertaken by the South African Transport Services, including any building, construction or other work undertaken by the South African Transport Services or its predecessors, as well as in respect of the completion thereof.

## 8. Employees.-

For the purposes of the application of the Income Tax Act, 1962, it shall be deemed—

(a) that the Company and the South African Transport Services are the same employer; (b) that no change of employer took place on the date referred to in section 3 (1); and (c) that the position of employees in respect of the phasing in of benefits or advantages derived by reason of employment or the holding of any office in terms of Schedule 7 of the Income Tax Act, 1962, shall remain unchanged.

### 9. Conditions of Service Act.—

(1) Any reference in the South African Transport Services Conditions of Service Act, 1988, to the General Manager or an employee of the South African Transport Services shall be construed as a reference to the Managing Director or an employee of the Company, respectively.

(2) Notwithstanding the provisions of this Act or any other law, an employee of the Company shall be deemed, for the purposes of the Labour Relations Act, 1956, to be a person in the employ of the State.

(3) Subsection (2) shall lapse two years after the operative date of this Act.

[Sub-s. (3) substituted by s. 1 (a) of Act No. 110 of 1991.]

Wording of Sections

(4) Paragraphs (a) and (b) of section 2 (1), the provisos to section 2 (1) (c) and the words "subject to such limitations as the Minister may impose," in section 2 (1) (d) of the South African Transport Services Conditions of Service Act, 1988, are repealed.

(5) Section 15 (7) of the South African Transport Services Conditions of Service Act, 1988, is repealed and any reference to that provision in that Act shall cease to have effect.

(6) Subject to the provisions of subsections (7) and (8) as well as section 10 (1), the South African Transport Services Conditions of Service Act, 1988, shall lapse two years after the operative date of this Act.

[Sub-s. (6) substituted by s. 1 (b) of Act No. 110 of 1991.]

Wording of Sections

(7) The Company and its employees shall retain the rights and remain bound by the obligations that, immediately prior to the date on which the South African Transport Services Conditions of Service Act, 1988, is repealed, are contained, in terms of that Act, in the Consolidated Service Conditions and in decisions that are regarded as being equivalent to agreements of the Labour Council; provided that such rights and obligations shall continue in existence only until they are amended by or in accordance with a relevant statutory measure or an arbitration award, court judgment or agreement, in which event the ambit of the amendment shall be limited to the terms of such measure, award, judgment or agreement.

(8) (a) The assets, liabilities, rights and obligations of whatever nature of the Labour Council established in terms of the South African Transport Services Conditions of Service Act, 1988,

which came into being after the operative date of that Act and which exist immediately prior to the date on which the said Act is repealed, shall be transferred to the Company on the latter date.

(b) Should the Company and four-fifths of all the Trade Union members of the Labour Council decide, before the above-mentioned Act is repealed, to establish an Industrial Council in terms of the Labour Relations Act, 1956, such transfer of assets, liabilities, rights and obligations from the Labour Council to the Company shall, however, be subject to the condition stipulated in paragraph (c) below.

(c) Should any such Industrial Council be established within a period of one year after the date on which the South African Transport Services Conditions of Service Act, 1988, is repealed, such assets, liabilities, rights and obligations shall be transferred from the Company to such Industrial Council.

(9) Should the Company and the trade unions recognized by the Company, prior to the lapsing of the South African Transport Services Conditions of Service Act, 1988, in terms of subsection
 (6)—

(a) agree to form one or more industrial councils; and

(b) agree to and sign the constitution or constitutions of such industrial council or industrial councils,

the industrial council or industrial councils shall, after approval of such constitution or constitutions by the industrial registrar in terms of subsection (11), immediately after the lapsing of the South African Transport Services Conditions of Service Act, 1988, be deemed to be registered in terms of the Labour Relations Act, 1956, in respect of the areas and undertakings, industries, trades or occupations of the Company provided for in such constitution or constitutions.

[Sub-s. (9) added by s. 1 (c) of Act No. 110 of 1991.]

(10) The industries, trades or occupations referred to in subsection (9) shall be deemed not to be industries, trades or occupations for which any other industrial council has been registered in terms of the Labour Relations Act, 1956.

[Sub-s. (10) added by s. 1 (c) of Act No. 110 of 1991.]

(11) The industrial registrar shall consider a constitution agreed upon by the Company and trade unions in terms of subsection (9) and satisfy himself that it—

(a) is consistent with the Labour Relations Act, 1956;

(b) does not contains provisions which are contrary to the provisions of any law; and

(c) is not calculated to hinder the attainment of the objects of any law, and, if so satisfied, grant his approval of the constitution.

[Sub-s. (11) added by s. 1 (c) of Act No. 110 of 1991.]

(12) With regard to the execution of his duties in terms of subsection (11), the industrial registrar shall be deemed to have been acting in terms of section 19 (3) (b) of the Labour Relations Act, 1956.

[Sub-s. (12) added by s. 1 (c) of Act No. 110 of 1991.]

(13) The industrial registrar shall on the registration of an industrial council in terms of subsection (9)—

(a) enter the particulars of the industrial council in his register of industrial councils in respect of the relevant area and undertaking, industry, trade or occupation, as if the industrial council had been registered in terms of the Labour Relations Act, 1956;
(b) forward to the industrial council a certificate of its registration, together with one copy of the constitution with a certificate signed by him stating the fact that he has approved thereof;

(c) vary the area and undertaking, industry, trade or occupation in respect of which any other industrial council is registered accordingly.

[Sub-s. (13) added by s. 1 (c) of Act No. 110 of 1991.]

(14) With regard to the execution of the duties referred to in subsection (13), the industrial registrar shall be deemed to have been acting in terms of sections 3 (1), 19 (6) and 19 (8) of the Labour Relations Act, 1956.

[Sub-s. (14) added by s. 1 (c) Act No. 110 of 1991.]

(15) Upon the registration of an industrial council in terms of subsection (9), the Labour Relations Act, 1956, shall apply to the industrial council as if it had been registered in terms of that Act.

[Sub-s. (15) added by s. 1 (c) of Act No. 110 of 1991.]

(16) No agreement, award or order which, but for this section, would have become binding upon the Company and its employees in terms of the Labour Relations Act, 1956, upon the lapsing of the period referred to in subsection (6), shall bind the Company and its employees in respect of whom an industrial council has been registered under subsection (9).

[Sub-s. (16) added by s. 1 (c) of Act No. 110 of 1991.]

(17) For the purposes of this section the "industrial registrar" shall mean the industrial registrar appointed or deemed to have been appointed under section 3 of the Labour Relations Act, 1956. [Sub-s. (17) added by s. 1 (c) of Act No. 110 of 1991.]

### 10. Transmed.-

(1) The provisions of sections 24 and 25 of the South African Transport Services Conditions of Service Act, 1988, shall lapse on the date referred to in section 3 (1).

(2) The South African Railways and Harbours Sick Fund constituted in terms of regulations promulgated under section 32 (1) (g) of the Railways and Harbours Service Act, 1960, shall continue in existence as the Company's medical scheme under the name Transmed.

(3) The Company is hereby empowered to establish and manage dispensaries for the purposes of Transmed and existing dispensaries established for the purposes of the Sick Fund referred to in subsection (2) shall continue in existence as dispensaries of Transmed.

(4) The Minister of National Health and Population Development shall be consulted before any new dispensary is established in terms of subsection (3).

(5) No cession by a supplier of a service of any right to payment in respect of a service that has been or may be supplied by him to a member or beneficiary of Transmed shall be binding on the member or beneficiary concerned or Transmed.

(6) For the purpose of subsection (5) a "service" shall mean any benefit for which provision is made in the rules referred to in subsection (7).

(7) The Company may make rules not inconsistent with this Act in connection with Transmed and the management thereof.

(8) Any regulation promulgated in connection with the medical scheme and the management thereof in terms of a law repealed by this Act shall be deemed to constitute a rule made in terms of subsection (7).

(9) Transmed shall enjoy the same measure of freedom from being bound by statute as that which it enjoyed as the medical scheme of the South African Transport Services.

(10) Any employee of a company which forms part of the group of companies may, subject to the rules, become a member of Transmed.

[Sub-s. (10) added by s. 8 of Act No. 52 of 1991.]

(11) For the purposes of subsection (10) the following companies shall be deemed to form part of the group of companies:

(a) The Company;

(b) any company formed in terms of section 32 of this Act;

(c) any subsidiary company of the Company; and

(d) any company which conducts transport and harbour operations or any related operations and of which the Company or any of its subsidiary companies is a shareholder.

[Sub-s. (11) added by s. 8 of Act No. 52 of 1991.]

(12) In the application of subsection (11) the provisions of section 1 (3) (a) of the Companies Act, 1973, shall apply.

[Sub-s. (12) added by s. 8 of Act No. 52 of 1991.]

#### 11. House Ownership Fund.—

(1) The South African Transport Services' House Ownership Fund referred to in section 72 of the South African Transport Services Act, 1981, is hereby terminated and all assets of the Fund shall, subject to the provisions of subsection (2), be transferred to the Company.

(2) Money paid by an employee of the South African Transport Services in terms of paragraph (a) of section 72 (3) of the South African Transport Services Act, 1981, shall be refunded to him by the Company as soon as possible together with such interest as may be payable in terms of that paragraph.

#### 12. Insurance Fund.—

The South African Transport Services' insurance fund referred to in section 9 (3) of the South African Transport Services Act, 1981, shall continue in existence as an insurance fund of the Company and the Company shall be endowed in regard to insurance with the same powers as the South African Transport Services and is exempted from the provisions of the Insurance Act, 1943, for a period of two years from the date referred to in section 3 (1) or such longer period as may be stipulated by the Minister of Finance.

[S. 12 substituted by s. 9 of Act No. 52 of 1991.] Wording of Sections

#### 13. Integration of Company's land into conventional land use control systems.—

(1) In this section—

(a) "ancillary uses" means the use of land, a building or a structure which is ancillary to the transport uses of such land, building or structure, or which is directly related to or incidental to serving the interests of the commuting public, including the use of such land, building or structure for offices, shops and recreational, business and residential purposes;

(b) "competent authority" means any person or body administering a zoning scheme in terms of any law;

(c) "effective date" means 1 April 1995;

(d) "existing use" means the actual use of land owned by the Company as at the effective date;

(e) "other zone" means any land use zone in terms of a zoning scheme within the operation of which the land in question is situated, and which is not a land use zone permitting specifically transport uses or ancillary uses;

(f) "transport uses" means the use of land, a building or a structure for the operation of a public service for the transportation of goods (including liquids and gases) or passengers, as the case may be, by rail, air, road, sea or pipeline, including the use of such land, building or structure as a harbour, communication network, warehouse, container park, workshop, office or for the purposes of security services connected with the aforegoing; (g) "zoning scheme" means any town planning or zoning scheme administered by a competent authority relating to the zoning or reservation of land into areas or zones to be used exclusively or mainly for residential, business, industrial, local authority, governmental or any other purposes.

(2) As from the effective date, all land owned by the Company and shown on maps of a competent authority or otherwise described in terms of a zoning scheme—

(a) as land used generally for transport or railway or harbour or pipeline purposes or related activities, but which is not so shown or described as being part of any other zone, shall be deemed to have been zoned for transport uses in terms of such zoning scheme as of right and without having to obtain the consent of any competent authority;
(b) as being part of any other zone, shall be used in accordance with the uses which are permitted in respect thereof and be deemed to have been zoned also for transport uses in terms of such zoning scheme as of right and without having scheme as of right and without having to obtain the consent of any competent authority.

(3) As from 12 months after the effective date, the land referred to in subsection (2) shall also be deemed to have been zoned for ancillary uses in terms of the zoning scheme in question as of right and without having to obtain the consent of the competent authority in question.

(4) (a) Any competent authority contemplated in subsection (2) shall—

(i) with effect from the effective date, be deemed to also have consented in terms of an applicable zoning scheme to existing uses if the existing uses at that date exceed the ambit of uses permitted in terms of subsection (2); and
(ii) with effect from 12 months after the effective date, be deemed to also have consented in terms of an applicable zoning scheme to existing uses if the existing uses at that date exceed the ambit of uses permitted in terms of subsection (2); and (3).

(b) The onus of proving existing uses shall be on the Company.

(c) The competent authority in question shall classify any proven existing uses in terms of the land use zones provided for in terms of the applicable zoning scheme and the classification shall be deemed to be a zoning of the land for all purposes.

(d) In addition to any such existing uses, any use which is not an existing use but which falls within the scope of uses permitted in relation to the relevant land use zone into which the existing use has been classified, shall also be permitted in relation to the land in question without further consent being required: Provided that any major expansion of an existing use in respect of the extent of the floor area or of the intensity of the existing use shall require the prior consent of the competent authority in question.

(5) (a) Subsections (2), (3) and (4) shall not apply to land owned by the Company in respect of which a local authority was, in terms of section 13 (3) as it applied prior to the date of the commencement of the Legal Succession to the South African Transport Services Amendment Act, 1995, obliged to record a suitable zoning, and such local authority shall, to the extent that such recording was not yet effected as at that date, remain so obliged.

(b) Any recording effected pursuant to the said section 13 (3) or paragraph (a) shall be deemed to be a zoning of such land for all purposes.

(6) (a) Any other agreement reached between the Company and a competent authority, whether before or after the effective date, in terms of which such competent authority undertook or undertakes to amend its zoning scheme in respect of land owned by the Company so as to—

(i) permit transport uses or ancillary uses, or both; or

(ii) provide for the basis upon which land owned by the Company may be used for any purpose other than that permitted in terms of a zoning scheme in force, whether with the consent of such competent authority or through rezoning, shall prevail over the provisions of subsections (2), (3) and (4), and such agreement shall apply in respect of such land.

(b) If an agreement cannot be reached either party may refer the matter to the Executive Council of the relevant Provincial Government for determination and the determination shall be deemed to be an agreement contemplated in paragraph (a).

(7) (a) As from the effective date, apart from a change of use by consent or by rezoning, any proposed change of use of land owned by the Company to a use other than a transport use or an ancillary use, which is a significant departure from the current use, shall be effected in accordance with such additional procedures as may be prescribed by the Minister in the Gazette: Provided that, in the event of the Company and a competent authority having agreed as contemplated in subsection (6) to specific procedures, the change shall be effected in accordance with such procedures.

(b) The Minister may by notice in the Gazette prescribe guidelines as to when a change of use is a significant departure from a current use.

[S. 13 amended by s. 69 of Act No. 129 of 1993 and substituted by s. 1 of Act No. 43 of 1995.] Wording of Sections

#### 14. Catering Services.—

(1) (a) The Company may, notwithstanding the provisions of any other law, undertake the sale of refreshments (including liquor as defined in section 1 of the Liquor Act, 1977)—

(i) in the Parliament Buildings;

(ii) on a passenger-carrying train, aircraft or luxury coach, together with any other merchandise that the Company may consider desirable;

(iii) at any airport approved by the Minister at the request of the Company to a person who operates a passenger air service, for consumption on board an aircraft, used in such service, by passengers while in flight; and
(iv) at any station approved by the Minister at the request of the Company to a person who operates a passenger rail service, for consumption on board a train, used in such service, by passengers while travelling.

(b) The Company may, notwithstanding the provisions of any other law, and without derogating from the Company's powers to obtain any other licences and authorities, sell refreshments (including liquor as defined in section 1 of the Liquor Act, 1977) and merchandise at such places under its control at which the South African Transport Services sold refreshments and merchandise immediately before the date referred to in section 3 (1).

(c) (i) The liquor licences and authorities, particulars of which shall be published by notice in the Gazette by the Minister prior to or on the date referred to in section 3 (1), shall be deemed to have been issued to and to be held by the Company in terms of the Liquor Act, 1977.

(ii) The notice referred to in subparagraph (i) shall include the liquor licences and authorities in respect of the places or premises referred to in paragraphs (a) and (b).

(d) Notwithstanding the provisions of the Liquor Act, 1977-

(i) the liquor licences or authorities referred to shall not be suspended or withdrawn by the appropriate authority merely on the ground that the place or premises involved do not comply with requirements of the Liquor Act, 1977, before the termination of a period of three years from the operative date of this Act or before the termination of such shorter period as the Minister, at the request of the Company, may stipulate by notice in the Gazette; and (ii) a concession, which includes the right to sell liquor and which was granted in terms of section 52 (1) (c) (i) of the South African Transport Services Act, 1981, shall continue to have effect until the concession is terminated in terms of the provisions thereof.

(2) (a) Notwithstanding the provisions of sections 23 (1) and (9) of the Liquor Act, 1977, the Company shall be deemed to be the holder of a special authority in terms of section 23 of the said Act to sell liquor to its employees.

(b) The special authority shall, with effect from the date referred in section 3 (1), be deemed to have been granted—

(i) in respect of the premises identified by the Minister by notice in the Gazette before or on the date referred to in section 3 (1);

(ii) subject to the conditions stipulated in section 55 of the South African Transport Services Act, 1981, as if that section had been applicable to all employees; and

(iii) for a period of two years or such shorter period as the Minister may, at the request of the Company, stipulate by notice in the Gazette.

(3) The Company shall pay the fee referred to in section 23 (5) (b) and the annual fees referred to in section 42 (1) (b) of the Liquor Act, 1977.

(4) The provisions of subsections (1) (a) (iv) and (b), (2) and (3) are mutatis mutandis applicable to the Corporation; provided that the reference to the Minister shall be interpreted as a reference to the Minister of Transport.

[Sub-s. (4) added by s. 10 of Act No. 52 of 1991 and substituted by s. 2 of Act No. 47 of 1992.] Wording of Sections

(5) The Company may, notwithstanding the provisions of any other Act, transfer the liquor licences and other authorities to which reference is made in paragraph (c) of subsection (1) to the Corporation, and the provisions of paragraph (d) shall in such an event mutatis mutandis be applicable to the Corporation.

[Sub-s. (5) added by s. 10 of Act No. 52 of 1991.]

# CHAPTER IV RELATIONSHIP BETWEEN THE STATE AND THE COMPANY

### 15. Provision of service at request of Corporation or transport authority.-

(1) Subject to the provisions of this section, the Company shall provide, at the request of the Corporation or a transport authority, a service that is in the public interest.

(2) The Company shall, at the request and cost of the Corporation or the transport authority concerned, conduct a technical and financial feasibility study with a view to the provision of a service referred to in subsection (1) and shall submit a written report thereon to the Corporation or the transport authority concerned.

(3) Should the Company and the Corporation or the transport authority concerned not succeed in concluding a contract setting out the terms under which a service in terms of this section shall be rendered, such terms shall be stipulated by an arbitration tribunal consisting of three arbitrators, one of whom shall be appointed by the Corporation or the transport authority, one by the Company and one by the Minister.

(4) The following persons are disqualified from acting as an arbitrator in terms of this section:

(a) An employee of any of the parties to the arbitration;

(b) a person in the service of the State;

(c) a person who has an interest in the result of the arbitration or who appears in any way to be biased; and

(d) a person who in terms of the Companies Act, 1973, is disqualified from being appointed as a director of a company.

(5) The terms stipulated by the arbitration tribunal in terms of subsection (3) shall, for all purposes, be deemed to constitute a contract concluded by the parties and may be enforced, amended or cancelled in the same manner as the terms of any other contract.

(6) The terms stipulated by the arbitration tribunal shall include such terms as would normally be included in a contract for the provision of the relevant service, including terms which—

(a) oblige the Company to provide the service required;

(b) present the Company with an opportunity to earn a reasonable profit;

(c) provide for the granting by the Corporation or the transport authority of adequate security for payment for the service;

(d) provide for a reasonable cash flow to the Company in respect of the provision of the service; and

(e) stipulate the period during which the service shall be provided.

(7) The arbitration tribunal shall stipulate the terms after the parties concerned have been given an adequate opportunity of making submissions on all material aspects of the matter and with due regard to all matters on which the parties reached unanimity during the negotiations that preceded the arbitration.

(8) The provisions of the Arbitration Act, 1965, shall apply to any arbitration in terms of this section, except in so far as—

(a) the provisions thereof are in conflict with the provisions of this Act or the instructions of the Minister issued in terms of subsection (9); or

(b) the Minister excludes the application of any provision thereof.

(9) The Minister may issue instructions in connection with-

(a) the reference of the matter to arbitration and the appointment of arbitrators by the parties in terms of subsection (3);

(b) the procedure to be followed by the arbitration tribunal;

(c) the powers and qualifications of the arbitrators;

(d) the manner in which the arbitration tribunal shall arrive at decisions;

(e) the liability of the parties for the costs of the arbitration; and

(f) any other matter that may be necessary in order to effect the stipulation of reasonable terms for the provision of the service.

(10) Instructions issued by the Minister in terms of subsection (9) shall be binding on the parties involved and the arbitration tribunal.

(11) For the purposes of the application of this section, a service shall include—

(a) making available a harbour works, railway line, pipeline, building, structure or movable property for the use of the Corporation or the transport authority;

(b) the construction, maintenance or operation of a harbour works, railway line, pipeline, building or structure;

(c) the acquisition of movable or immovable assets; and

(d) the provision of any other service that forms part of the principal business of the Company or is related thereto.

[S. 15 substituted by s. 11 of Act No. 52 of 1991.] Wording of Sections

#### 16. Guarantee by State.—

(1) The State guarantees all obligations of the South African Transport Services transferred to the Company in terms of section 3 (2), including all obligations of the South African Transport Services in respect of its pension funds.

(2) The guarantee of the State in terms of subsection (1) regarding the pension fund continued by section 2 of the Railways and Harbours Pensions Act, 1971, and the pension fund instituted by section 2 of the Railways and Harbours Pensions for Non-Whites Act, 1974, is limited to the amounts payable to such funds by the South African Transport Services immediately prior to the date referred to in section 3 (1) in terms of sections 12 (3) and 11 (3) of the aforementioned Acts, respectively, as calculated by the State Actuary in consultation with an actuary appointed by the Minister, plus interest at such rate as shall be determined from time to time by the State Actuary. [Sub-s. (2) added by s. 12 of Act No. 52 of 1991.]

(3) The rate of interest referred to in subsection (2) shall be at least 12 per cent per annum on the outstanding amount.

[Sub-s. (3) added by s. 12 of Act No. 52 of 1991.]

(4) The guarantee obligation of the State in respect of the aforementioned pension funds shall reduce as the Company in terms of its obligations arising from the provisions of section 3 (2) pays the amounts plus interest referred to in subsection (2) to the pension funds, and shall lapse on the payment of the full amount.

[Sub-s. (4) added by s. 12 of Act No. 52 of 1991.]

### 17. Strategic or Economic Interests of Republic.—

Without in any way derogating from the provisions of section 15, should the Company act in a manner contrary to the strategic or economic interests of the Republic of South Africa, the Minister may direct the Company, by means of a written notice or by any other means that he may deem desirable, to discontinue such activity within a reasonable period, which shall be stipulated in the notice or other means of communication employed.

#### 18. Prohibition of Lock-outs and Strikes.—

(1) Should the Minister consider such action to be necessary in the public interest, he may by notice in the Gazette and supplementary to the provisions of the Labour Relations Act, 1956, impose a similar prohibition on lock-outs and strikes as that provided for in the introductory portion of section 65 (1) of that Act in respect of the Company or any part or activity thereof and employees in the employ of the Company or in such employ in connection with such part or activity.

(2) A notice published in terms of subsection (1) shall, for the purposes of the application of the Labour Relations Act, 1956, have the same effect as a notice published in terms of section 46 (7) (c) of that Act.

(3) Should a notice in terms of subsection (1) be published on a date prior to the date on which the Labour Relations Act, 1956, becomes applicable to the Company in terms of section 9 (3) of this Act, such notice shall have legal effect only from the latter date.

(4) A notice published in terms of subsection (1) may be revoked in a manner similar to that in which it was published.

### 19. Stock.-

(1) Without derogating from its capacity in terms of its memorandum of association and the provisions of the Companies Act, 1973, or from any of its powers to issue financial instruments, the Company may for so long as the State holds all the issued equity shares of the Company, with the consent of the Minister acting with the concurrence of the Minister of Finance, issue financial instruments of whatever nature, including stock, securities, bills, promissory notes, debentures, debenture stock, bonds, annuities and negotiable certificates of deposit. [Sub-s. (1) substituted by s. 13 of Act No. 52 of 1991 and by s. 21 (a) of Act No. 69 of 1993.] Wording of Sections

(2) The State guarantees the obligations of the Company arising from the financial instruments—

(a) . . . . . . [Para. (a) deleted by s. 21 (b) of Act No. 69 of 1993.] Wording of Sections

(b) issued by the South African Transport Services and referred to in section 3 (3) (e).(3) The provisions of the Companies Act, 1973, in respect of debentures shall not apply to any of

the financial instruments referred to in subsection (1) or section 3 (3) (e).

(4) Financial instruments referred to in subsection (1) and section 3 (3) (e) shall, where applicable, trade in the same markets in which similar financial instruments issued by the State or statutory bodies are being traded.

(5) Where applicable, the financial instruments referred to in subsection (1) and section 3 (3) (e) may be listed on a stock exchange in the same manner and subject to the same requirements and procedures as similar financial instruments issued by the State or statutory bodies.

(6) The Company shall, as far as possible, keep a register of all issues and transfers of the financial instruments referred to in subsection (1) and section 3 (3) (e).

(7) The Company may engage in transactions, including repurchase agreements, in connection with its own and other financial instruments.

(8) No charge, tax, stamp duty, fees or other costs of any nature whatsoever are payable in respect of the issue or transfer of any of the financial instruments of the Company referred to in subsection (1) and section 3 (3) (e).

### 20. Tabling in Parliament.—

The Company's annual financial statements shall, for as long as the State is a member of the Company, be tabled in Parliament by the Minister within fourteen days of receipt thereof if Parliament is then in ordinary session or, if Parliament is not then in ordinary session, within fourteen days after the commencement of its next ensuing ordinary session.

### 21. Regulations.—

(1) The Minister may promulgate regulations that are not in conflict with this Act in connection with the operation of the harbours of the Company.

[Sub-s. (1) substituted by s. 14 of Act No. 52 of 1991.]

Wording of Sections

(2) The Harbour Regulations in force in terms of the South African Transport Services Act, 1981, immediately prior to the date referred to in section 3 (1), shall continue to be in force and shall be deemed to have been promulgated in terms of subsection (1).

# CHAPTER V THE SOUTH AFRICAN RAIL COMMUTER CORPORATION LIMITED

### 22. Establishment and Name.-

(1) On the date referred to in section 3 (1), a legal person, which shall be called the South African Rail Commuter Corporation Limited, shall be established.

(2) No person may carry on business and no company or close corporation may be registered in terms of the Companies Act, 1973, or the Close Corporations Act, 1984, under or with a name that is the same as that of the Corporation or a translated form thereof or that accords in such degree therewith that it could be misleading.

[Sub-s. (2) deleted by s. 15 (a) and substituted by s. 15 (b) of Act No. 52 of 1991.] Wording of Sections

(3) . . . . .

[Sub-s. (3) converted to sub-s. (2) by s. 15 (b) of Act No. 52 of 1991.] Wording of Sections

#### 23. Main Object and Powers.—

(1) The main object and the main business of the Corporation are to ensure that, at the request of the Department of Transport or any local government body designated under section 1 as a transport authority, rail commuter services are provided within, to and from the Republic in the public interest.

[Sub-s. (1) substituted by s. 16 (a) of Act No. 52 of 1991 and by s. 3 (a) of Act No. 47 of 1992.] Wording of Sections

(2) The second object and secondary business of the Corporation are to generate income from the exploitation of assets transferred to the Corporation by the Minister under section 25. [Sub-s. (2) inserted by s. 16 (b) of Act No. 52 of 1991.]

(3) In carrying out its objects and business the Corporation shall give due regard to the provisions of any applicable transport plan approved in terms of the Urban Transport Act, 1977. [Sub-s. (3) inserted by s. 16 (b) of Act No. 52 of 1991.]

(4) The Corporation shall have the capacity and powers of a natural person of full capacity in so far as a juristic person is capable of having such capacity or of exercising such powers.

(5) Without derogating from the generality of the provisions of subsections (1), (2) and (4), the Corporation shall have power—

(a) to enter into contracts and to perform other legal acts, including the conclusion of contracts with the Company for the construction, maintenance and operation of rail commuter services;

(b) to acquire or alienate movable and immovable property or rights therein;(c) to acquire or alienate rights in incorporeal things or to deal therewith in any other manner;

(d) to borrow, lend or invest money;

(e) to make, draw, issue, execute, accept, endorse, discount, buy or sell financial instruments, including promissory notes, bills of exchange, debentures, stock, shares and any other type of negotiable or transferable document, and to acquire or alienate them in any other manner;

(f) to enter into indemnities, guarantees and suretyships and to secure payment in terms thereof in any manner;

(g) to make donations;

(h) to grant service benefits of any nature, including pension and incentive schemes, to members of the Board of Control and employees;

(i) to conclude partnership contracts and to participate in joint ventures;

( j) to form companies or acquire interests therein and to finance them, for the purpose of realizing or advancing its objects and to transfer all or any portion of its business, assets and liabilities to such companies; and

[Para. (j) substituted by s. 3 (c) of Act No. 47 of 1992.]

Wording of Sections

(k) generally, to do any other thing or perform any other act, whether within or outside the Republic, that may assist the Corporation in achieving its objects.

[Sub-s. (5) amended by s. 16 (c) of Act No. 52 of 1991 and by s. 3 (b) of Act No. 47 of 1992. Para. (k) added by s. 16 (f) of Act No. 52 of 1991.]

Wording of Sections

(6) The Minister may in respect of a specific financial year issue directives clarifying, elaborating upon or giving specific content to the objectives of the Corporation. [Sub-s. (6) added by s. 3 (d) of Act No. 47 of 1992.]

### 24. Board of Control.—

(1) The affairs of the Corporation shall be managed by a Board of Control of not more than 11 members including the chairman, who shall be appointed and dismissed by the Minister.

[Sub-s. (1) substituted by s. 4 (a) of Act No. 47 of 1992.]

Wording of Sections

(2) At least—

(a) one of the members of the Board of Control shall be an officer in the Department of Transport;

(b) one of the members of the Board of Control shall be an officer in the Department of Finance;

(bA) one of the members of the Board of Control shall be an officer in the Department of the State Expenditure;

[Para. (bA) inserted by s. 4 (b) of Act No. 47 of 1992.]

(c) one of the members of the Board of Control shall be nominated by the Association of Regional Services Councils; and

(d) three of the members of the Board of Control shall have expertise and experience in the management of a private sector enterprise.

[Sub-s. (2) substituted by s. 17 of Act No. 52 of 1991.]

Wording of Sections

(3) The Minister shall appoint the Corporation's first Board of Control with effect from the date referred to in section 3 (1).

(4) The first Board of Control shall appoint a secretariat which shall carry out, on a full-time basis, such functions as the Board may depute to it.

(5) The Board of Control may, subject to such conditions as it may stipulate, delegate any of its powers to any member of the Board, employee or other person with or without the power to delegate such power further.

(6) Any action taken by a member of the Board of Control, employee or other person on behalf of the Corporation may be ratified by the Board of Control.

(7) The Board of Control shall ensure that any directive issued under section 23 (6) is taken into consideration in the management of the affairs of the Corporation during the financial year concerned.

[Sub-s. (7) added by s. 4 (c) of Act No. 47 of 1992.]

### 25. Transfer of Assets.—

(1) Right of ownership in the rail commuter assets of the South African Transport Services identified by the Minister of Mineral and Energy Affairs and Public Enterprises by notice in the Gazette, shall be transferred to the Corporation on the date referred to in section 3 (1). [Sub-s. (1) substituted by s. 18 of Act No. 52 of 1991.] Wording of Sections

(2) The notice referred to in subsection (1) shall be promulgated before or on the date referred to in section 3 (1).

(3) As consideration for the assets referred to in subsection (1), the Corporation shall issue fully paid-up shares in the Corporation to the State, and the rights attached to such shares shall be exercised by the Minister.

[Sub-s. (3) substituted by s. 5 of Act No. 47 of 1992.]

Wording of Sections

(4) The value of the assets acquired by the Corporation in terms of subsection (1) shall be determined by the Minister in consultation with the Minister of Finance.

## 26. Operational Provisions.—

(1) Items 1 to 9 and 12 of Schedule 1 shall apply mutatis mutandis to the operation of the Corporation and the Corporation shall possess in respect thereof the same powers as the Company.

(2) The rights and obligations of the Department of Transport arising out of any operating agreement entered into between the Department of Transport and the South African Transport Services in connection with the operation of rail commuter services shall be transferred to the Corporation on the date referred to in section 3 (1).

(3) The operating agreement referred to in subsection (2) shall thereafter in so far as possible be interpreted and applied as a contract between the Corporation and the Company.

(4) Should no agreement exist between the Department of Transport and the South African Transport Services in connection with the operation of rail commuter services on the date referred to in section 3 (1), the provisions of section 15 (3) to 15 (10) shall apply mutatis mutandis to the continued operation by the Company of rail commuter services as if a contract to that effect had been concluded between the Company and the Corporation—

(a) until such time as an operating agreement has been entered into between the Company and the Corporation; or

(b) until the expiry of a period of written notice by the Corporation to the Company to cease the rendering of the services.

[Sub-s. (4) substituted by s. 19 (a) of Act No. 52 of 1991.] Wording of Sections (5) .... [Sub-s. (5) deleted by s. 19 (b) of Act No. 52 of 1991.] Wording of Sections

27. . . . . . .

[S. 27 substituted by s. 20 of Act No. 52 of 1991 and repealed by s. 22 of Act No. 69 of 1993.] Wording of Sections

### 28. Accounting and Financial Statements.—

(1) The Corporation shall keep such books of account as are necessary in accordance with generally accepted accounting practice to reflect in a reasonable manner the state of the affairs and business of the Corporation and to disclose the transactions and financial condition of the Corporation.

(2) The Corporation shall draw up financial statements in respect of each financial year in a form to be stipulated by the Board of Control.

(3) The books and annual financial statements of the Corporation shall be audited annually by the Auditor-General.

(4) The Corporation's annual financial statements relating to its activities during that financial year and the report of the Auditor-General shall be tabled in Parliament by the Minister within fourteen days of receipt thereof if Parliament is then in ordinary session or, if Parliament is not

then in ordinary session, within fourteen days of the commencement of its next ensuing ordinary session.

#### 29. Liquidation.—

For as long as the State is a shareholder of the Corporation, the Corporation shall be liquidated or placed under judicial management only on the authority of an Act of Parliament. [S. 29 substituted by s. 21 of Act No. 52 of 1991.] Wording of Sections

#### 30. Regulations.—

The Minister may, by notice in the Gazette, promulgate regulations that are not in conflict with this Act, in connection with—

(a) the activities, powers, functions and duties of the Corporation, the Board of Control or a member of the Board of Control;

(b) the holding of, and procedures at, meetings of the Board of Control and any committee thereof;

(c) the exemption of the Corporation from the application of any law that does not apply to the State;

(d) the limitation or prohibition of the exercise of the capacity or powers of the Corporation;

(e) the conditions or restrictions subject to and the manner in which the Board of Control shall manage the affairs of the Corporation;

(f) the contents of the annual financial statements; and

(g) any matter considered desirable for the purpose of the realization of the objects of the Corporation.

[S. 30 substituted by s. 6 of Act No. 47 of 1992.] Wording of Sections

#### 31. Application of Laws.—

(1) The provisions of sections 13, 18 and 19 of this Act shall apply mutatis mutandis to the Corporation; provided that—

(a) the reference in sections 13 (7), 18 (1) and 19 (1) to the Minister shall be interpreted as a reference to the Minister of Transport;

[Para. (a) substituted by s. 2 of Act No. 43 of 1995.]

Wording of Sections

(b) the reference in section 19 (1) to the memorandum of association and the provisions of the Companies Act, 1973, shall be interpreted as a reference to the capacity and powers of the Corporation in terms of section 23.

[Sub-s. (1) substituted by s. 22 (a) of Act No. 52 of 1991 and by s. 7 (a) of Act No. 47 of 1992.] Wording of Sections

(2) Subject to the provisions of subsection (3), the provisions of the Companies Act, 1973 shall not apply to the Corporation.

(3) The Minister may, in consultation with the Board of Control, by notice in the Gazette declare that any provision of the Companies Act, 1973, shall be made applicable to the Corporation with such amendments as he may stipulate and he may, in consultation with the Board of Control, amend or revoke such notice.

[Sub-s. (3) substituted by s. 7 (b) of Act No. 47 of 1992.] Wording of Sections

(4) The Corporation shall be exempt from the payment of any tax, transfer duty, stamp duty, levy or fee that, in terms of any law (excluding a law relating to customs and excise, sales tax or

regional services levy), had it not been for this provision, would have been payable by the Corporation to the State. (5) The exemptions for which provision is made in subsection (4) shall apply only for so long as the State holds all the issued equity shares of the Corporation. [Sub-s. (5) substituted by s. 22 (b) of Act No. 52 of 1991.] Wording of Sections

# CHAPTER VI GENERAL PROVISIONS

### 32. Transfer of Business Units.-

(1) The Company shall be entitled for the purpose of restructuring its affairs or of privatisation—

 (a) to form companies in terms of the Companies Act, 1973;

(b) to divide its activities at its discretion into business units and to transfer to such companies all or some of such units, or parts thereof, including assets, liabilities, rights and obligations; and

(c) to acquire fully paid-up shares in those companies as consideration therefor.

(2) The provisions of sections 4 (2), (3) and (5) shall apply mutatis mutandis to the transfer of assets and the issue of shares in terms of subsection (1); provided that the reference in section 4 to—

(a) the Company shall be interpreted as a reference to a company formed in terms of subsection (1);

(b) the State shall be interpreted as a reference to the Company.

[Sub-s. (2) substituted by s. 23 of Act No. 52 of 1991.] Wording of Sections

### 33. Powers of Registrar of Deeds.-

(1) In order—

(a) to record the transfer of immovable property or real rights in terms of sections 3, 9 and 25;

(b) to effect transfer of immovable property or real rights to a company referred to in sections 23 (3) ( j) and 32;

(c) to effect transfer of right of ownership in immovable property to a person who purchased such property in terms of one of the house-ownership schemes of the South African Transport Services prior to the date referred to in section 3 (1); or [Para. (c) substituted by s. 24 (a) of Act No. 52 of 1991.]

Wording of Sections

(d) to register a bond in favour of the Company, the Corporation or the company in whose employ the person involved then might be, over the immovable property referred to in paragraph (c) as security for the payment by such person of any amount owing to the mortgagee concerned in terms of the relevant contract,

the Registrar of Deeds who exercises jurisdiction over the area in which the immovable property involved is situated, shall effect the entries, notes or endorsements that he considers necessary in or on any relevant register, title deed or other document in his office or submitted to him; provided that, should any information or document be lacking that is necessary for that purpose, it shall be provided by the Company or the mortgagee concerned in the required form.

(2) Notwithstanding the provisions of any law, any person in the employ of the Company may carry out any act in any deeds registry in the Republic of South Africa, including the preparation, lodgement and execution of any transfer deed or document as may be required of the Company

in terms of subsection (1) with regard to the registration or transfer of immovable property or real rights.

[Sub-s. (2) substituted by s. 24 (b) of Act No. 52 of 1991.] Wording of Sections

(3) Should a deed of alienation of immovable property to which the Company is a party contain a restrictive condition to the effect that such immovable property and other immovable property specified therein may not be alienated separately without the permission of the Company, the Registrar of Deeds shall record such condition in the manner that he considers to be the most practicable.

(4) A restrictive condition recorded in terms of subsection (3) shall be binding on and have legal effect in respect of all persons except a person in favour of whom a bond or restrictive condition was registered over the immovable property prior to the recording of the former restrictive condition.

# 34. Shares for Employees.—

(1) The Company or any subsidiary of the Company shall be entitled to adopt and implement any scheme providing for employees to participate in shares in the Company or the subsidiary, as the case may be, including the making of one or more offers of fully paid-up shares to employees of the Company or the subsidiary, as the case may be, with more than a prescribed number of years of service (which shall be prescribed by the Company or the subsidiary, as the case may be) with the employer concerned and its predecessors.

(2) Such offers may be made subject to such provisions, conditions or restrictions as may be decided by the employer concerned.

(3) An offer of shares in terms of subsection (1) shall for all purposes in terms of the Companies Act, 1973, be deemed to be an offer which is not made to the public.

# 35. Charges and Taxes.—

(1) No levy, tax, transfer duty, stamp duty or any other charges or fees of any nature whatsoever imposed by statute shall be paid by any one of those involved in respect of any transfer of any assets or rights in terms of or pursuant to the provisions of sections 3, 4, 9, 23 (3) (j), 25, 32 and 33.

(2) The Company, the Corporation and their subsidiaries, as the case may be, shall be exempt from liability for the payment of the fees referred to in sections 63 (2) and 75 (3) of the Companies Act, 1973, and of any fees payable in terms of the Stamp Duties Act, 1968, in respect of the issue of—

- (a) the shares to the State referred to in sections 2, 4 and 25;
- (b) the shares to the Corporation referred to in section 23 (3) ( j); and

(c) the shares to the Company referred to in section 32.

(3) The exemptions for which provision is made in this section shall apply—

(a) to the Company only for as long as the State holds all the issued equity shares of the Company;

(b) to the Corporation only for as long as the State holds all the issued equity shares of the Corporation; and

(c) to a subsidiary of the Company or the Corporation, as the case may be, only for as long as—

(i) the requirements of paragraph (a) or (b) above have been met; and

(ii) the Company or the Corporation, as the case may be, whether on its own or together with the State holds all the issued equity shares of the subsidiary concerned.

[Sub-s. (3) substituted by s. 25 of Act No. 52 of 1991.] Wording of Sections

# CHAPTER VII AMENDMENT, REPEAL AND INTERPRETATION OF LAWS

#### 36. Interpretation of Laws in Part 1 of Schedule 2.—

(1) The references to-

(a) the "South African Transport Services";

(b) the "South African Railways and Harbours Administration"; and

(c) the organisation referred to in paragraphs (a) and (b) regardless of the words used to refer thereto,

in the laws referred to in Part 1 of Schedule 2, shall be construed as references to the Company and the Corporation.

#### Interpretation of Laws in Part 2 of Schedule 2.—

(2) The references to—

(a) the "State";

(b) a "Department of State";

(c) the "South African Transport Services";

(d) the "South African Railways and Harbours Administration"; and

(e) the organisation referred to in paragraphs (c) and (d) regardless of the words used to refer thereto,

in the laws referred to in Part 2 of Schedule 2 shall be construed as including the Company and the Corporation.

#### Interpretation of Laws in Part 3 of Schedule 2.-

(3) The references to the "General Manager of the South African Transport Services", the "General Manager", or the "General Manager of the Railway Administration" in the laws referred to in Part 3 of Schedule 2 shall be construed as references to the Managing Director of the Company.

### Interpretation of Laws in Part 4 of Schedule 2.—

(4) The references to the "Railways and Harbours Fund" in the laws referred to in Part 4 of Schedule 2 shall be construed as references to the Company and the Corporation.

### Interpretation of Laws in Part 5 of Schedule 2.—

(5) The references to "harbour" in the laws referred to in Part 5 of Schedule 2 shall be construed as references to the harbours of which the Company has become the owner in terms of sections 3 (2) and 3 (3) (a) of this Act.

#### Repeal of Laws in Part 6 of Schedule 2.—

(6) The laws referred to in Part 6 of Schedule 2 are repealed to the extent indicated in the third column thereof.

#### Amendment, repeal or interpretation of Laws in Part 7 of Schedule 2.—

(7) The laws referred to in Part 7 of Schedule 2 are amended, repealed or interpreted, as the case may be, to the extent or in the manner indicated therein.

#### Repeal of Provisions of this Act.-

(8) The State President may repeal, in whole or in part, by proclamation in the Gazette, sections 10, 12, 14, 17, 18 and 33 of this Act.
[Sub-s. (8) substituted by s. 26 of Act No. 52 of 1991.]
Wording of Sections

# CHAPTER VIII SHORT TITLE AND COMMENCEMENT

#### 37. Short Title and Commencement.—

(1) This Act shall be called the Legal Succession to the South African Transport Services Act, 1989, and shall, subject to the provisions of subsection (2), come into operation on a date to be stipulated by the State President by proclamation in the Gazette.

(2) The provisions of Chapters II, III, IV, V, VI and VII of this Act shall come into operation on the date referred to in section 3 (1).

# Schedule 1 OPERATING PROVISIONS, OPERATING POWERS AND OFFENCES

[Schedule 1 amended by s. 27 of Act No. 52 of 1991, by s. 29 of Act No. 45 of 1992 and by s. 126 of Act No. 103 of 1996.]

#### Compensation for Livestock killed or injured by Trains

1. (1) The Company shall pay compensation to the owner of any livestock killed or injured by a train; provided that no compensation shall be payable in respect of any livestock killed or injured where the killing or injury is due to the negligence of the owner or his employee.

(2) No person shall be entitled to compensation under this provision for the death or injury of any livestock unless he, within seventy-two hours after the death or injury of the livestock, gives notice to the officer in charge of the nearest station or employee in charge of a section, of the death or injury and of the number and kind of livestock killed or injured in respect of which compensation is claimed; provided that if an employee of the Company was aware of the death or injury, it shall be sufficient compliance with this provision if such notice be given within a reasonable time after such death or injury.

(3) The carcasses or remains of all livestock killed and all injured livestock in respect of which any compensation is claimed under this provision shall be diligently and to the best of his ability kept and preserved by the owner making the claim for a period of not less than three full days from the time when the death or injury occurred or until such time as the carcasses or remains have been inspected by a person appointed to ascertain the value of the livestock killed or injured; provided that if any livestock is seriously injured or maimed, and the owner, his employee or an employee of the Company considers it advisable, he may kill such livestock without in any way affecting the question of the liability or otherwise of the Company for the value of such livestock.

(4) A person who fails diligently and to the best of his ability to keep and preserve the carcasses and remains of livestock killed or injured as aforesaid shall not be entitled to any of the benefits of this provision.

#### Payment of Compensation for certain Fire Damage

2. (1) When any property has been destroyed or damaged by a fire caused by a burning object coming from a locomotive or train operated by the Company (the onus of proof of which shall be upon the claimant), the Company shall, subject to the provisions of paragraph (2), be liable for the payment of compensation in respect of such destruction or damage and the claimant shall not be required to prove that the fire was due to negligence on the part of the Company or its employees; provided that the Company is notified within three days of such destruction or damage.

(2) The amount of such compensation for loss of or damage to property caused by fire referred to in paragraph (1), shall be—

(a) in the case of property which at the time of the said fire was protected by a firebreak defined in paragraph (3), a sum equivalent to common law damages; or
(b) in the case of property which at the time of the said fire was not protected by a firebreak defined in paragraph (3), fifty per cent of such common law damages.

(3) For the purpose of paragraph (2) a firebreak means-

(a) in the case of property directly adjoining a railway line, excluding property mentioned in subparagraph (b), a belt of ground at least eight metres in width that was, immediately before and at the time of the fire referred to in paragraph (1), completely devoid of any inflammable material, that is situated at least forty-five metres but not more than sixty metres from the centre-line of the railway line and that extends parallel to the railway line for the full distance that the railway line runs over the property;

(b) in the case of property directly adjoining a railway line on which agricultural vegetation of any nature, kind, class or category whatsoever, including trees, is planted, sown or cultivated in any other manner, or on which natural forests or trees grow, a belt of ground at least fifty metres in width, measured from the centre-line of the railway line, that was, immediately before and at the time of the fire referred to in paragraph (1), completely devoid of any inflammable material and that extends parallel to the railway line for the full distance that the railway line runs over the property;

(c) in the case of property not directly adjoining a railway line, a belt of ground at least eight metres in width that was, immediately before and at the time of the fire referred to in paragraph (1), completely devoid of any inflammable material and that was made along the borders of the said property;

provided that the Company may, on the written request of the owner or occupier of property, at its discretion and if deemed expedient under the circumstances, amend the provisions for the making of firebreaks as stated above in respect of such property or any part of such property, as the case may be, or substitute such provisions by different provisions.

(4) When any property has been destroyed or damaged by fire caused by an employee of the Company acting in the course of his duty on property of the Company, the provisions of this item shall mutatis mutandis apply to such destruction or damage.

#### Warning

3. (1) The use of a whistle, siren or hooter of a train for at least three seconds as a warning while approaching a level crossing discharges the Company and its employees of the legal obligation to give users of the crossing audible warning of the train.

(2) The use of a whistle, siren or hooter of a train shall be obligatory only during the hours of 05h00 to 23h00 and no legal obligation shall rest on the Company to give users of a crossing audible warning of the approach of a train between 23h01 and 04h59.

(3) The use of a whistle, siren or hooter by the Company at any time in the exercising of any of its functions in terms of this Act shall be deemed not to constitute a nuisance in law.

#### Access

4. (1) The Company shall be entitled-

(a) in the event of damage to a railway line or pipeline as the result of a washaway, derailment, or similar accident, to enter, without previous permission, land adjoining the railway reserve, to take therefrom such reasonable quantity or earth, rock or other material as may be necessary for the purpose of effecting the necessary repairs and to construct and use thereon such temporary deviations of the railway line or pipeline as the Company may deem necessary; and

(b) should a tree, bush, growth, fence, embankment or other obstruction on land adjoining the railway reserve, in the opinion of the Company, constitute a potential danger or hindrance to the safe and proper exploitation of the railway line or pipeline or the telegraph or telephone services established in connection therewith, to remove, after reasonable notice to the owner or occupier of such land, as much of such tree, bush, growth, fence, embankment or other obstruction as, in the opinion of the Company, could endanger or hinder such safe and proper exploitation; provided that should such obstruction, in the opinion of the Company, actually endanger or hinder such safe and proper exploitation, the Company may undertake the work that is immediately necessary to eliminate the danger or hindrance without such notice.

(2) The Company shall pay compensation to any person in respect of damage to property sustained by him arising out of the exercising of its powers referred to in paragraph (1).

#### Lost Property

**5.** (1) When property is found on premises under the control of the Company or in any area within the boundaries of an airport which has evidently been lost, forgotten or left behind (hereinafter referred to as "lost property") by the owner or other person who may be entitled to such property (hereinafter referred to as the "rightful owner"), the person finding such property shall immediately hand it over to the Company by handing it in at the nearest office of the Company.

(2) Notwithstanding anything to the contrary contained in the Aviation Act, 1962, and the regulations promulgated under the said Act, lost property found in that part of an airport falling under the jurisdiction of the Department of Transport and handed over to the Company in terms of paragraph (1) shall be dealt with in the same manner as laid down in paragraph (3); provided that the Department of Transport and the Company mutually agree to the basis on which the proceeds of such lost property shall be divided.

(3) Lost property handed over to the Company in terms of these provisions shall, in the case of property other than negotiable instruments, coins and banknotes, be stored in a warehouse for the account of the rightful owner and shall, in the case of negotiable instruments, coins and banknotes, be paid into an appropriate suspense account for the account of the rightful owner; provided that the Company shall not be liable for any loss of or damage to lost property thus stored in a warehouse, irrespective of how such loss or damage may have been caused.

(4) If lost property handed over to the Company in terms of these provisions is not claimed by the rightful owner within three months of the date on which it was handed over to the Company, the rightful owner shall be deemed to have relinquished ownership of the lost property and such property shall be sold at a public auction, provided that—

(a) negotiable instruments, coins and banknotes, after expiry of the period of three months referred to, shall be deemed to be the property of the Company;

(b) perishable lost property may be sold at any time and in any manner after being handed over;

(c) worthless lost property may be destroyed at any time after being handed over; and

(d) lost property to which the Department of Finance has a right in terms of the Customs and Excise Act, 1964, be handed over to the Department of Finance after expiry of the period of three months referred to.

#### **Disposal of Unclaimed Goods**

**6.** (1) When any goods other than lost goods referred to in item 5 have come into the possession of the Company for transport or otherwise and are not claimed by the owner or other person appearing to the Company to be entitled thereto or when a declaration in a consignment note in connection with the nature and mass of the goods is false in any material way or when the ownership of the goods is uncertain in consequence of the incorrect or incomplete address of the consignee, the Company shall, if the owner or other person be known, cause a notice to be served upon him requiring him to remove the goods.

(2) If the owner or other person be not known or the notice cannot be served on him, or if he does not comply with the notice, the Company may sell the goods by public auction, rendering the surplus (if any) of the proceeds of the sale to any person entitled thereto, and in the meantime the Company may place the goods in a warehouse and thus free itself from any further liability. (3) Notwithstanding anything to the contrary in this item, if, on arrival at their destination, perishable goods accepted by the Company for transport be in such a condition that in the opinion of the Company they will become worthless, the Company may, if the owner or person entitled to the goods has not claimed them, proceed at once to carry out the sale thereof in any manner or, if the goods have in fact become worthless, proceed to destroy them.

(4) A sale of goods in terms of these conditions shall create for the purchaser a right of ownership in the goods, which shall be regarded for all purposes as a valid legal title against all other claimants.

#### Expropriation

7. (1) The Company shall be entitled to expropriate movable and immovable property.

(2) The provisions of sections 7 to 15 and 18 to 23 of the Expropriation Act, 1975 (Act No. 63 of 1975), shall mutatis mutandis apply in respect of the expropriation of property by the Company in terms of subparagraph (1): Provided that:

- (a) any reference in any of the said sections—
  - (i) to the Minister, shall be construed as a reference to the Chairman of the board of directors of the Company; and
  - (ii) to the State, shall be construed as a reference to the Company;

(b) the powers vested in the Chairman of the board of directors of the Company by virtue of subparagraph (a), may also be exercised by the Managing Director and a Group Chief Manager of the Company and, in connection with immovable property urgently required in an emergency, also by any officer of the Company of or above the rank of Assistant Superintendent or an equivalent engineering rank, and, if no officer of that rank is readily available at the place where the property in question is, any employee of the Company whose duty it is to take measures to deal with the emergency.

(3) The Company shall be entitled, in contemplation of an expropriation in terms of paragraph (1) hereof, to enter upon any land with the necessary workmen, equipment and vehicles to survey and take levels of the land, to dig or bore into the soil, to construct and maintain a measuring weir in any river or stream, to demarcate the boundaries of any land and to perform any other act that is reasonably necessary in order to ascertain whether any land or rights which may be required by the Company for the construction or deviation of any railway, or for any other of its activities, is or are suitable for the purposes contemplated; provided that the Company may specially authorize any person to exercise the said powers and provided that no such person shall, without the consent of the owner or occupier, enter any dwelling or enter upon any enclosed yard or garden attached to a dwelling unless he has given the owner or occupier at least twenty-four hours' notice of his intention to do so.

#### **Construction Work**

**8.** (1) The Company shall be exempted from the application of the provisions of any by-law or the requirements of any local authority which relates to construction work on property under the control of the Company, including the construction, maintenance, alteration and repair of any tunnel, bridge, culvert, viaduct, retaining wall, railway line, platform, road embankment, cutting, passage, crossing, pipeline, drainage work, fence, harbour work or supporting structure for the purpose of a railway, pipeline or harbour.

(2) Subsection (1) shall not be applicable to buildings to which the public has access or which are intended for use by employees of the Company or other persons as offices or workshops.

#### **Telecommunication and Electricity Supply Networks**

**9.** (1) Subject to the provisions of paragraph (2) and the Telecommunications Act, 1996, the Company shall be entitled, for the purpose of any activity in which it may legally engage, to construct and maintain telecommunication and electricity supply networks on any premises or at any place that it occupies for the purpose of any such activity or between such premises or place and any other premises or place that it likewise occupies.

(2) In the exercising of its powers in terms of paragraph (1), the Company shall be entitled to enter upon any land or public road and to carry out any excavations there that are necessary for the erection of poles and the laying of lines or underground connections and to erect or lay the necessary poles, cables or wires; provided that—

(a) no excavations for the erection of poles or the laying of cables or wires shall be carried out without the prior written authority of the local authority under whose control such road falls;

(b) all surface telecommunication cables or wires shall be at least three metres (or three comma six five metres in the immediate vicinity of a town) above the surface unless carried over a street, road or pathway over which vehicular traffic may be expected, in which event they shall be at least four comma two five metres (or five comma five metres in the immediate vicinity of a town) above the surface;

(c) all electricity supply networks shall comply with the requirements of all applicable laws; and

(d) all cables, wires or connections shall be constructed in such manner as not to obstruct or hinder the free use or enjoyment of such street, road or pathway to a greater degree than is absolutely necessary for the proper construction, placing in service or maintenance of the system.

(3) The Company shall pay compensation to any person in respect of damage to property sustained by him arising out of the exercising of its powers for which provision is made in this item.

#### Harbours

10. (1) The harbours of the Company are compulsory pilotage harbours with the result that every ship entering, leaving or moving in such a harbour shall be navigated by a pilot who is an employee of the Company, with the exception of ships that are exempt by statute or regulation.
(2) It shall be the pilot's function to navigate a ship in the harbour, to direct its movements and to determine and control the movements of the tugs assisting the ship under pilotage.

(3) The pilot shall determine the number of tugs required for pilotage in consultation with the Port Captain, whose decision shall be final.

(4) A master shall at all times remain in command of his ship and neither he nor any person under his command may, while the ship is under pilotage, in any way interfere with the navigation or movement of the ship or prevent the pilot from carrying out his duties except in the case of an emergency, where the master may intervene to preserve the safety of his ship, cargo or crew and take whatever action he deems necessary to avert the danger. (5) Where a master intervenes, he shall immediately inform the pilot thereof and, after having restored the situation, he shall permit the pilot to proceed with the execution of his duties.

(6) The master shall ensure that the officers and crew are at their posts, that a proper look-out is kept and that the pilot is given every assistance in the execution of his duties.

(7) The Company and the pilot shall be exempt from liability for loss or damage caused by a negligent act or omission on the part of the pilot.

(8) For the purpose of this item, "pilot" shall mean any person duly licensed by the Company to act as a pilot at a particular harbour.

11. The Company shall be entitled—

(a) to order that a ship, which has been arrested or attached by order of court or otherwise, be moved to another place within the harbour and, if necessary, to move such ship to that place;

(b) to erect, maintain and operate lighthouses beacons, port lights and signal stations; (c) to remove any light which may confuse a ship if the owner of the property on which the light is used or the person having charge of such light fails to extinguish or effectively screen it within seven days of notice to do so having been served on him and to recover the expenses of such removal from the said owner or person;

(d) to raise, remove or destroy any sunken, stranded or abandoned ship or wreck within the area owned by the Company, to recover from the person liable in terms of this paragraph all costs incurred in such raising, removal or destruction and in lighting, buoying, marking or detaining the ship or wreck and, on non-payment after written demand of such costs or any part thereof, to sell such ship or wreck and out of the proceeds of the sale defray such unpaid costs, rendering the surplus, if any, to the person entitled thereto and recovering any unpaid balance from the owner of such ship or wreck or from the person who was the owner of the ship at the time it was sunk, stranded or abandoned; and

(e) to give notice to the owner or other person legally responsible for the upkeep of any ship within the area of the Company, calling upon him to remove or otherwise dispose of such ship which in the opinion of the Company is not seaworthy or which is likely to become an obstruction, wreck or derelict, and to do whatever may be necessary for the removal or disposal of such ship and to recover all costs incurred from the said owner or person should the said owner or person fail to comply with such notice within the time specified therein.

#### Offences

12. (1) A person who-

(a) smokes in any place or in any vehicle under the control of the Company where a notice forbidding smoking in that place is displayed;

(b) enters or leaves any train while it is in motion or at a place other than at the side of a coach or other vehicle adjoining the platform, or at another place appointed by the Company for passengers to enter or leave the coach or other vehicle, or opens any outer

door of any coach or other vehicle while it is in motion.(c) travels or attempts to travel on or in any part of a train not intended for the use of passengers;

(d) knowingly acts in such a manner as to inconvenience in an unreasonable manner a passenger in any vehicle of the Company;

(e) occupies a seat in a vehicle, enters a part of a vehicle, or is present at a place in a vehicle that he is not entitled to occupy, enter or be present in;

(f) disobeys a reasonable instruction from an employee of the Company, the purpose of which is to maintain order on any premises or vehicle under the control of the Company or to control any emergency which may prevail on such premises or vehicle;

(g) performs any act on premises or a vehicle under the control of the Company that could cause the injury or death of a person or damage to property;

(h) crosses a railway line without the authority of the Company at a place where a level crossing or pedestrian crossing has not been constructed;

(i) performs any act that hinders the proper exploitation of a service of the Company or that endangers or might endanger the lives of persons travelling on a vehicle;

( j) without lawful authority moves any part of the rolling stock on a railway line or places or leaves it on any part of a railway line;

(k) without lawful authority moves any signals, indicators, points, rods, wires, sleepers, rails, stop blocks or any other track equipment or machinery or interferes with the operation thereof or displays any signal which could probably be misleading;

(I) without the prior permission of the Company or without sound and adequate reason makes use of or interferes with a means of communication provided by the Company between passengers and an employee or between employees of the Company;

(m) without the permission of the Company offers any article for sale, sells any article or distributes any article free of charge on premises or a vehicle under the control of the Company;

(n) without the prior permission of the Company brings a firearm onto premises or a vehicle under the control of the Company;

(o) enters a vehicle of the Company or travels therein knowing that he is suffering from an infectious or contagious disease;

(p) fails to immediately hand over to the Company, in accordance with item 5 of this Schedule, lost property found on property under the control of the Company or within the boundaries of an airport or removes an article, which he has no right to remove, from such place;

(q) wilfully obstructs or hinders an employee of the Company in the execution of his duties;

(r) drives an animal onto a railway line or within the area of a railway reserve or wilfully permits it to stray thereon or therein for a purpose other than that of lawfully crossing the railway line, whether he be the owner of the animal or only in charge thereof;

(s) is present in a vehicle under the control of the Company and refuses, upon being requested to do so by an authorized official of the Company, to hand over a valid ticket, letter of authority or the applicable cash amount for the actual journey being undertaken;
(t) without the permission of the Company places himself in such a position that any part of his body or any object in contact with his body is closer than one metre from the live overhead track equipment forming part of the Company's electrification network; or
(u) is present on station premises under the control of the Company and who—

(i) intends to travel by train from such station premises: or

(ii) has completed a train journey at such station premises,

and refuses, upon being requested to do so by an authorized employee of the Company, to produce or present a relevant ticket, a letter of authority, cash or other acceptable means of payment for such journey,

shall be guilty of an offence and on conviction any competent court may impose, in its discretion, a fine or imprisonment, or a fine and imprisonment, or any other suitable punishment within its jurisdiction.

(2) For the purposes of paragraph (1), "vehicle" means a train, a passenger coach or other form of rolling stock, an aircraft, a motor vehicle, a ship or other marine craft.

# Schedule 2 AMENDMENT, REPEAL AND INTERPRETATION OF LAWS

[Schedule 2 amended by ss. 28 and 29 of Act No. 52 of 1991, by s. 36 (1) of Act No. 108 of 1993, by s. 47 (4) of Act No. 60 of 1993 and by s. 27 (1) (b) of Act No. 56 of 1996.]

#### Schedule 2 Part 1

No. and year of Act Short title No. of section (or description of provision where otherwise indicated)

24 of 1921 Durban Waterworks Consolidation (Private) Act, 1921 7 and 20 9 of 1927 Land Survey Act, 1927 46 (1) (b) 12 of 1927 Durban Borough (Extension of Area) Act, 1927 Wherever it appears in Act 21 of 1935 Sea-shore Act, 1935 13 (b) 40 of 1949 Transfer Duty Act, 1949 9 (9) 17 of 1950 Rand Water Board Statutes (Private) Act, 1950 143 and 144B (4) 26 of 1950 Cape Town Foreshore Act, 1950 10 (1) (g) 54 of 1956 Water Act, 1956 5 (3), 11 (2), 14, 23 (1) (a), 56 (3), 69 (1) (a), 82 (2), 89 (1) ( j), 94 (1), 108 (2), 110 (1) (a) and (i), 113 (1) (b), 152 and 175 44 of 1957 Defence Act, 1957 99 (2) and 144 44 of 1958 Post Office Act, 1958 1 (in the definition of "railway") and 79 41 of 1960 Level Crossings Act, 1960 Wherever it appears in Act 61 of 1961 Indemnity Act, 1961 1 (1) (d) 91 of 1964 Customs and Excise Act, 1964 38 (3) (b) and 43 (3) 45 of 1965 Atmospheric Pollution Prevention Act, 1965 47 (4) 88 of 1967 Physical Planning Act, 1967 6B (1) 59 of 1968 Marketing Act, 1968 96 76 of 1969 Soil Conservation Act, 1969 17 (1) 89 of 1970 National Supplies Procurement Act, 1970 18 (2) (b) (iii) 53 of 1979 Attorneys Act, 1979 83 (12) (c) 73 of 1980 Dumping at Sea Control Act, 1980 1 (2) 84 of 1982 Protection of Information Act, 1982 1 (1) (in the definition of "Government") 9 of 1983 Perishable Products Export Control Act, 1983 10 (g) 35 of 1984 Animal Diseases Act, 1984 26 (1) and (3) 79 of 1984 Rating of State Property Act, 1984 3 (3) (b) 122 of 1984 Forest Act, 1984 24 (3) (b) 40 of 1987 Eskom Act, 1987 1 (in the definition of "undertaking") and 5 (1) (e) 41 of 1987 Electricity Act, 1987 1 (in the definition of "undertaking") and 17 Schedule 2 Part 2 No. and year of Act Short title No. of section (or description of provision where otherwise indicated) 16 of 1937 Uitenhage (Groendal) Water (Private) Act, 1937 6 (in the third place in which the reference appears) 58 of 1962 Income Tax Act, 1962 9 (1) (e), 10 (1) (h), 10 (1) (p), 10 (1) (r), 11sex and in paragraph 20 (1) (a) (i) of the First Schedule 70 of 1970 Subdivision of Agricultural Land Act, 1970 Item (c) in the definition of "agricultural land" in 1, and 2 (a) 89 of 1970 National Supplies Procurement Act, 1970 2A 103 of 1977 National Building Regulations and Building Standards Act. 1977 2 (3) and (4) but this provision shall lapse two years after the date referred to in section 3 (1) of this Act 41 of 1987 Electricity Act, 1987 6 (1) (a) Schedule 2 Part 3 No. and year of Act Short title No. of section (or description of provision where otherwise indicated) 41 of 1960 Level Crossings Act, 1960 Wherever it appears in Act 99 of 1987 Fire Brigade Services Act, 1987 2 (2) (i) Schedule 2 Part 4 No. and year of Act Short title No. of section 26 of 1950 Cape Town Foreshore Act, 1950 14 (1) 94 of 1969 Members of Statutory Bodies Pension Act, 1969 2 (3) (c) Schedule 2 Part 5 No. and year of Act Short title Description of provision 57 of 1951 Merchant Shipping Act, 1951 Paragraph (b) of the definition of "port" in section 2 (1) in the first place where it occurs in that paragraph 14 (1) 2 of 1981 Marine Traffic Act, 1981 The definition of "harbour" in section 12 (3) (c)

#### Schedule 2 Part 6

No. and year of Act Short title To what extent repealed

24 of 1921 Durban Waterworks Consolidation (Private) Act, 1921 The definition of "Railway Administration" in section 2 (6) and the second proviso to section 8

9 of 1927 Land Survey Act, 1927 The words "or by the State in its Administration of Railways and harbours" in section 45

12 of 1927 Durban Borough (Extension of Area) Act, 1927 . The words "out of moneys to be voted by Parliament," in section 5 (2)

13 of 1932 Mafeking Waterworks (Private) Act, 1932 Section 6 (1) (b)

38 of 1934 Vaal River Development Scheme Act, 1934 The words "including the South African Railways and Harbours Administration" in section 6 (1)

21 of 1935 Sea-shore Act, 1935 . The definition of "Administration" in section 1

23 of 1945 Saldanha Bay Water Supply Act, 1945 The words "the Railway Administration," in section 2 (b)

54 of 1947 South African Tourist Corporation Act, 1947 The words "and the Railway and Harbour Fund, in the proportions determined by the Minister in consultation with the Minister of Finance and the Minister of Transport," in section 12 (1)

40 of 1949 Transfer Duty Act, 1949 .Durban Waterworks Consolidation (Private) Act, 1921 The words "including the South African Transport Services," in section 9 (1) (a)

2 of 1953 Lichtenburg Waterworks (Private) Act, 1953 Section 4 (1) (b)

24 of 1956 Pension Funds Act, 1956 The words "including the South African Railways and Harbours Administration," in section 2 (3) (a) (i)

25 of 1956 Friendly Societies Act, 1956 The words "including the South African Railways and Harbours Administration," in section 3 (2) (c)

54 of 1956 Water Act, 1956 The word "Government" in section 175

20 of 1957 State Liability Act, 1957 The words "or the Railways and Harbours Fund, as the circumstances may require." in section 3

36 of 1960 Durban Waterworks (Private) Act, 1960 The second proviso to section 4 (1)

48 of 1961 State Land Disposal Act, 1961 The words "but in relation to any land which in terms of any law falls under the control and management of the South African Transport Services referred to in section 2 of the South African Transport Services Act, 1981 (Act No. 65 of 1981), 'Minister' means the Minister of Transport Affairs" in the definition of "Minister" in section 1

6 of 1962 Archives Act, 1962 The words "the South African Railways and Harbours Administration and" in the definition of "government office" in section 1

58 of 1962 Income Tax Act, 1962 The words "including the Railway Administration and" in section 9 (1) (g), the words "including the South African Transport Services," in section 10 (1) (a) and the words "the South African Transport Services and" in section 10 (1) (cA)

45 of 1965 Atmospheric Pollution Prevention Act, 1965 Section 6 (2) (c) (iii), and the words "excluding the Railway Administration, but" in section 47 (3)

30 of 1966 Unemployment Insurance Act, 1966 Section 2 (2) (0)

77 of 1968 Stamp Duties Act, 1968 The words "the South African Transport Services" in the definition of "public revenue" in section 1, in section 4 (1) (a) and in item 20 (d) and (f) of Schedule 1

94 of 1969 Members of Statutory Bodies Pension Act, 1969 The definition of "Railway and Harbour Fund" in section 1

89 of 1970 National Supplies Procurement Act, 1970 The words "or the South African Transport Services Board" in section 18 (2) (b) (iii)

66 of 1975 Exchequer and Audit Act, 1975 The words "the South African Transport Services and" in the definition of "revenue" in section 1, the words "the South African Railways and Harbours Administration," in section 35 (1), the words "the South African Railways and Harbours Administration or" in section 35 (2) (a), and section 42 (2)

63 of 1977 Health Act, 1977 The words "The Railways and Harbours Fund," and "Railways and Harbours Administration," in section 54 (6)

74 of 1977 Road Transportation Act, 1977 The words "any member of the South African Railways Police Force in respect of any place whether within or beyond the limits of the railways as defined in section 1 of the South African Transport Services Act, 1981 (Act No. 65 of 1981), or of the harbours as defined in the said section," in the definition of "authorised officer" in section 1 (1),

and sections 1 (2) (p), (q) and (r), 5 (1) (c) and 45

87 of 1977 Liquor Act, 1977 The words "or the Railways Administration" in the definition of "Government" in section 1, section 209 (2) (b), section 210 (1) (c) (i), and the words "including the Railways Administration," in section 210 (1) (c)

65 of 1981 South African Transport Services Act, 1981 The whole but the regulations promulgated in terms of section 4 (7) thereof shall remain in force, such regulations may be amended or repealed by the Minister, and section 16 of this Act shall apply to all obligations of the South African Transport Services or the Company in terms of such regulations

6 of 1983 Machinery and Occupational Safety Act, 1983 Section 40 from a date two years after the date determined in terms of section 3 (1) of this Act

17 of 1983 The South African Transport Services Finances and Accounts Act, 1983 The whole 45 of 1984 Public Investment Commissioners Act, 1984 The words "the South African Transport Services," in paragraph (a) (i) of the definition of "deposit" in section 1, and section 6 (1) (e) (ii) 46 of 1984 Corporation for Public Deposits Act, 1984 The words "the South African Transport Services," in paragraph (a) (i) of the definitions of "public deposit" in section 1, and section 3 (1) (a) (vi) (aa)

79 of 1984 Rating of State Property Act, 1984 Subparagraph (b) of the definition of "State" in section 1 (1)

111 of 1984 Public Service Act, 1984 The words "the South African Transport Services," in section 14 (1

#### Schedule 2 Part 7

Application of Rating of State Property Act, 1984 (Act No. 79 of 1984)

(1) (a) Notwithstanding the provisions of this Act or of Act No. 79 of 1984, no rates shall be imposed by a local authority, as defined in section 1 (1) of Act No. 79 of 1984, on the property of the Company or the Corporation which has been transferred from the South African Transport Services in terms of this Act and which is referred to in section 3 (3) (b) of Act No. 79 of 1984.

(b) The reference to "State property" in section 3 (3) of Act No. 79 of 1984 shall be

construed so as to include the property of the Company or the Corporation.

Amendment to the Liquor Act, 1977 (Act No. 87 of 1977)

(2) Section 209 of Act No. 87 of 1977 is amended by the substitution for paragraph (a) of subsection (2) thereof of the following paragraph:

"(a) The provisions of this Act shall not affect the operation of any provision of the Trade Metrology Act, 1973 (Act No. 77 of 1973), or section 14 of the Legal Succession to the South African Transport Services Act, 1989."

Application of Transport (Co-ordination) Act, 1948 (Act No. 44 of 1948)

(3) The words "a servant as contemplated in the Railways and Harbours Control and Management (Consolidation) Act, 1957 (Act No. 70 of 1957)" in section 3 (5) (b) of Act No. 44 of 1948 shall be construed as a reference to an employee of the Company.

Amendment to and Application of Finance and Financial Adjustments Acts Consolidation Act, 1977 (Act No. 11 of 1977)

(4) (a) Section 24 of Act No. 11 of 1977 is amended by the substitution in subsection (3) for the words "Railways and Harbours Service Act, 1960 (Act No. 22 of 1960)" of the words "South African Transport Services Conditions of Service Act, 1988 (Act No. 41 of 1988)".

(b) The various references in section 24 of Act No. 11 of 1977 to "Railway servants", "General Manager", "servants of the Administration", "servant", "servant of the Administration" and "officers of the Administration" shall be construed as references to employees of the Company or the Managing Director thereof, as the case may be. Amendment to Motor Vehicle Accidents Act, 1986 (Act No. 84 of 1986).....

[Repealed by s. 27 (1) (b) of Act No. 56 of 1996.]

Amendment to National Monuments Act, 1969 (Act No. 28 of 1969)

(7) Section 10A of Act No. 28 of 1969 is amended by the substitution in subsection (2) for the words "paragraph (26) of section 2 of the Railways and Harbours Control and Management (Consolidation) Act, 1957 (Act No. 70 of 1957)", of the words "item 11 of Annexure 1 to the Legal Succession to the South African Transport Services Act, 1989".

Amendment to Friendly Societies Act, 1956 (Act No. 25 of 1956)

(8) Section 20 (2) of Act No. 25 of 1956 is amended by the insertion after paragraph (e), of the

following paragraph:

"(eA) financial instruments of whatever nature issued in accordance with the provisions of section 19 of the Legal Succession to the South African Transport Services Act, 1989;".

Amendment to Pension Funds Act, 1956 (Act No. 24 of 1956)

(9) Section 19 of Act No. 24 of 1956 is amended by the insertion after paragraph (i) of subsection 1 of the following paragraph:

"(j) financial instruments of whatever nature issued in accordance with the provisions of section 19 of the Legal Succession to the South African Transport Services Act, 1989."

Amendment to and Application of Pension Legislation relating to Employees of Company (10) (a) Any reference in the Railways and Harbours Pensions Amendment Act, 1941 (Act No. 26 of 1941), the Railways and Harbours Pensions Act, 1971 (Act No. 35 of 1971) and the Railways and Harbours Pensions for Non-Whites Act, 1974 (Act No. 43 of 1974), or in the regulations promulgated in terms thereof, to the Administration, the Railways and Harbours Administration, the General Manager or the employees of the Administration shall be construed as references to the Company, the Managing Director or the employees of the Company, as the case may be.

(b) Any reference in the acts or regulations referred to in paragraph (a) to a period of service with the Company which is required to be completed to create entitlement to benefits, shall be construed so as to include previous unbroken service with the South African Transport Services or its predecessors.

(c) The references in section 7 to Act No. 26 of 1941, section 4 (1), (3) and (6) of Act No. 35 of 1971 and section 3 (1) and (2) of Act No. 43 of 1974 to the "Railway Board" shall be construed as references to the Board of Directors of the Company.
(d) to (g) inclusive .....

[Paras. (d) to (g) inclusive deleted by s. 23 of Act No. 80 of 1989.]

Amendment to Rand Water Board Statutes (Private) Act, 1950 (Act No. 17 of 1950) (11) Section 143 of Act No. 17 of 1950 is amended by the substitution for the words "the Railway Expropriation of Land Ordinance, 1903 (Ordinance No. 20 of 1903 (Transvaal)), or under the Railway Expropriation of Land Ordinance, 1903 (Ordinance No. 46 of 1903 (Orange Free State))" of the words "item 7 of Annexure 1 to the Legal Succession to the South African Transport Services Act, 1989".

Amendment to Durban Borough (Extension of Area) Act, 1927 (Act No. 12 of 1927) (12) Section 4 of Act No. 12 of 1927 is amended by the substitution for the words "Railways and Harbours Regulation, Control and Management Act, 1916" of the words "Legal Succession to the South African Transport Services Act, 1989".

Amendment to National Supplies Procurement Act, 1970 (Act No. 89 of 1970) (13) Section 18 of Act No. 89 of 1970 is amended by the substitution in subsection (2) (b) (iii) thereof for the words "South African Transport Services Act, 1981" of the words "Legal Succession to the South African Transport Services Act, 1989".

Amendment to Insurance Act, 1943 (Act No. 27 of 1943)

(14) Part 1 of the Third Schedule to Act No. 27 of 1943 is amended by the insertion after item 5 of the following item 5A:

"5A. Financial instruments of whatever nature issued in terms of section 19 of the Legal Succession to the South African Transport Services Act, 1989."

Application of Atmospheric Pollution Prevention Act, 1965 (Act No. 45 of 1965)

(15) The references to the "Minister of Transport Affairs" in section 47 (4) and (5) of Act No. 45 of 1965 shall be construed as references to the Chairman of the Company.