

## Summary of Mr Johannes Pierre Hoffman

Mr Hoffman will testify on the **03 April 2014** about the financing proposal evaluation system that was developed by Armscor assisted by Absa and other government department.

He will inform the commission that:

- When a decision to procure through the SDPP was made the Department of Defence did not have a budget for the acquisition of the package.
- A directive was given in October 1997 for the establishment of a financing working group with the responsibility to develop the evaluation system for financing proposals that would be received from bidders.
- The working group did develop the system and submit it to SOFCOM for consideration and approval.
- The evaluation system was approved by SOFCOM and the invitation for bids was issued.
- The RFIs had a special financing section which had to be evaluated by this team.
- Upon receipt of the bids the team sought guidance and clarification from SOFCOM as and when the need arose. After receipts of guidance the team evaluated the bids and submitted a report to SOFCOM.