

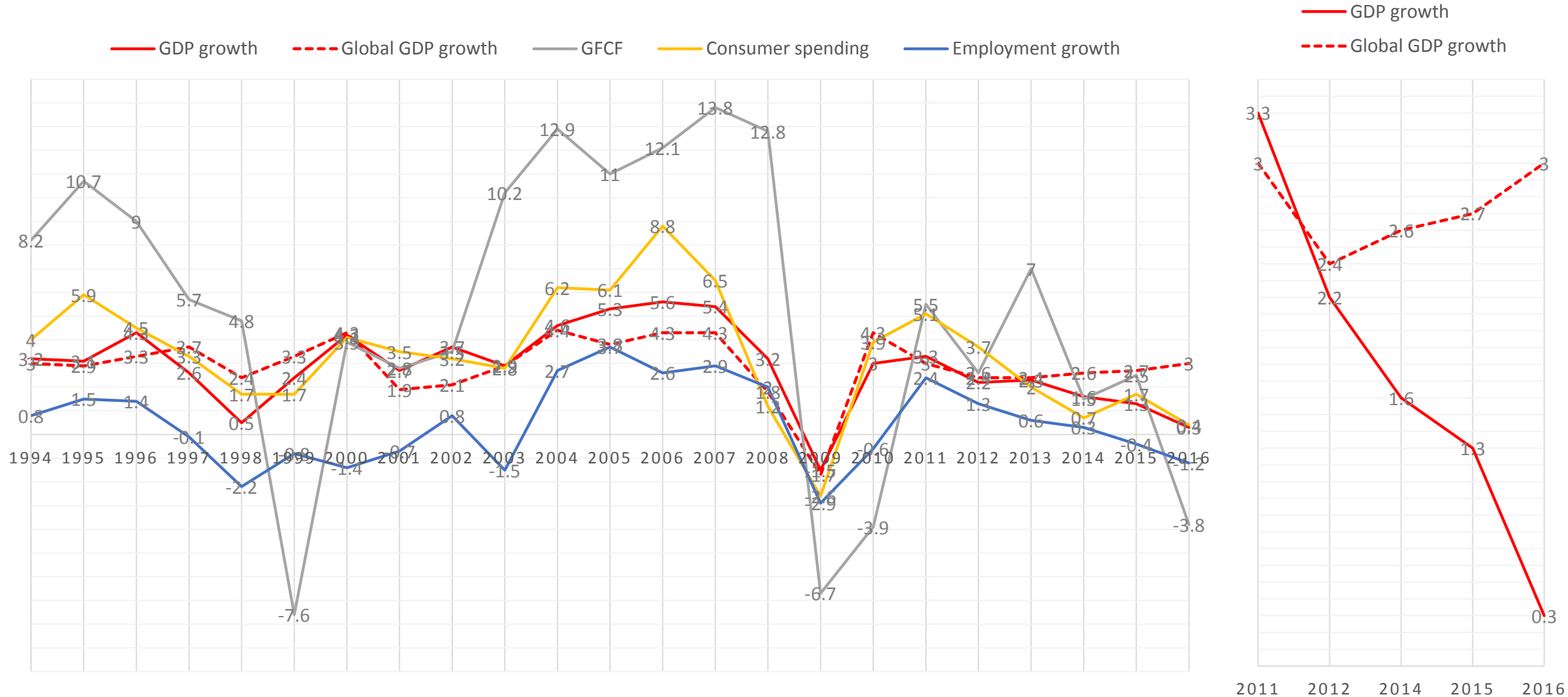


IRR

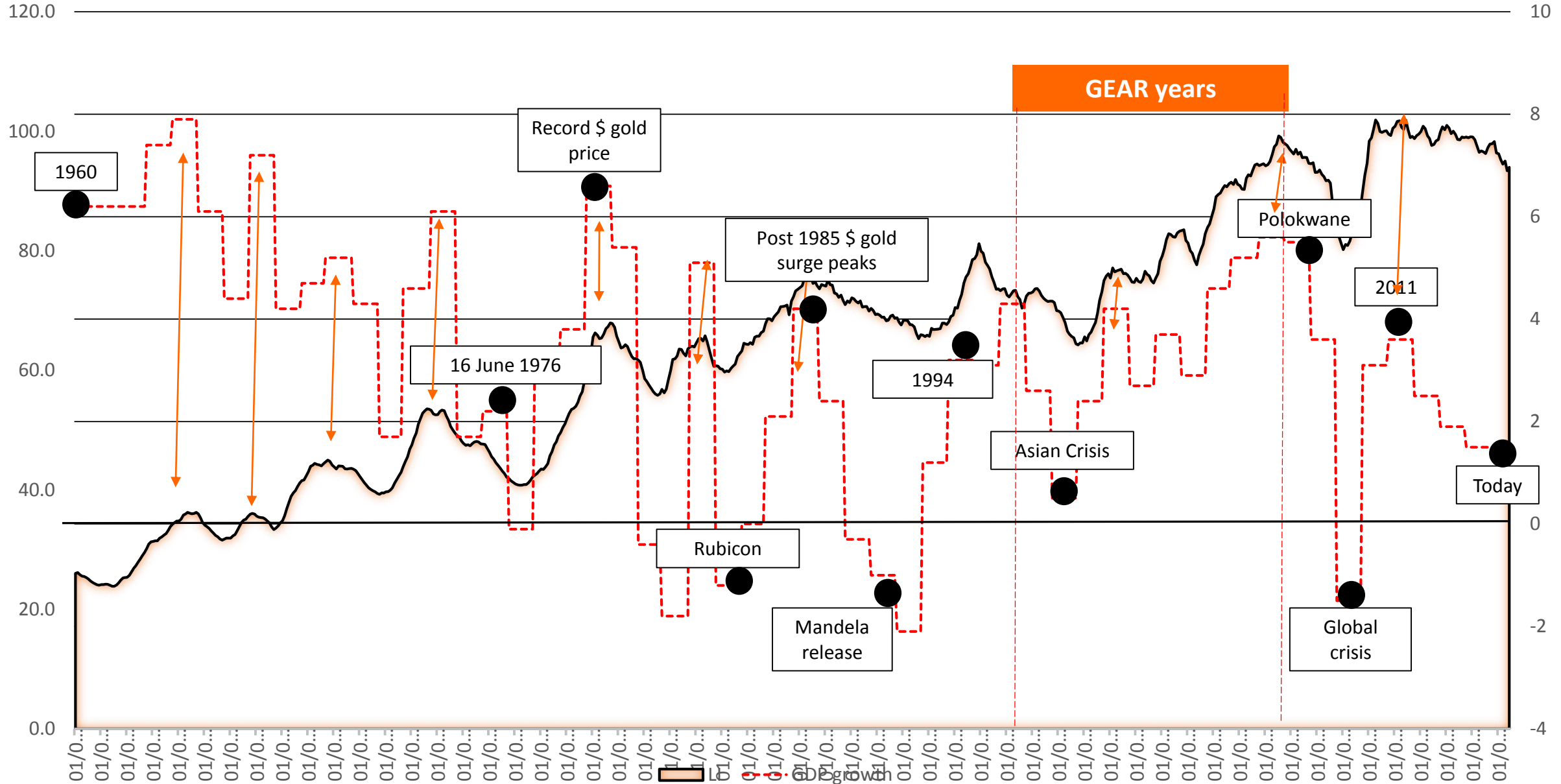
South African Institute of Race Relations

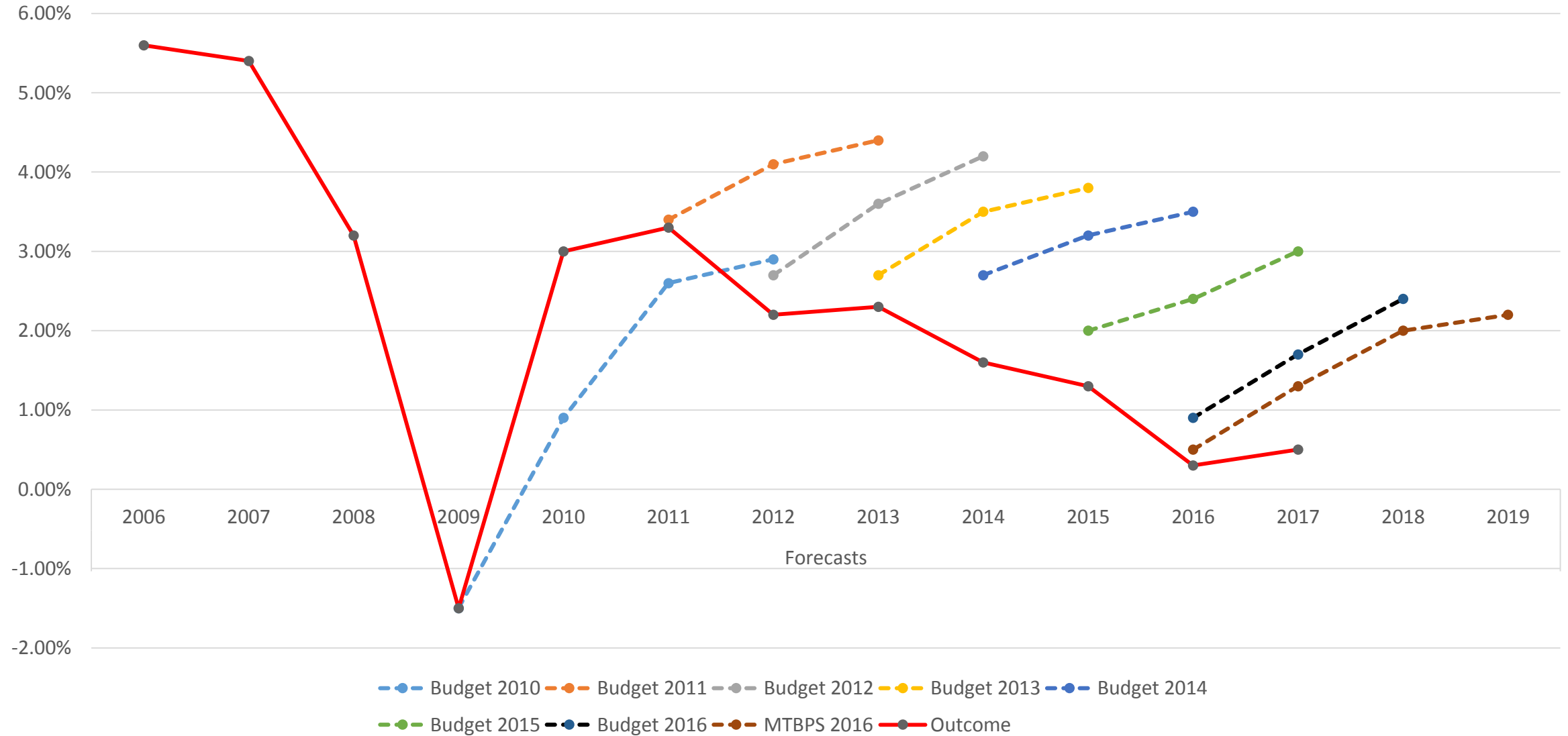
The power of ideas

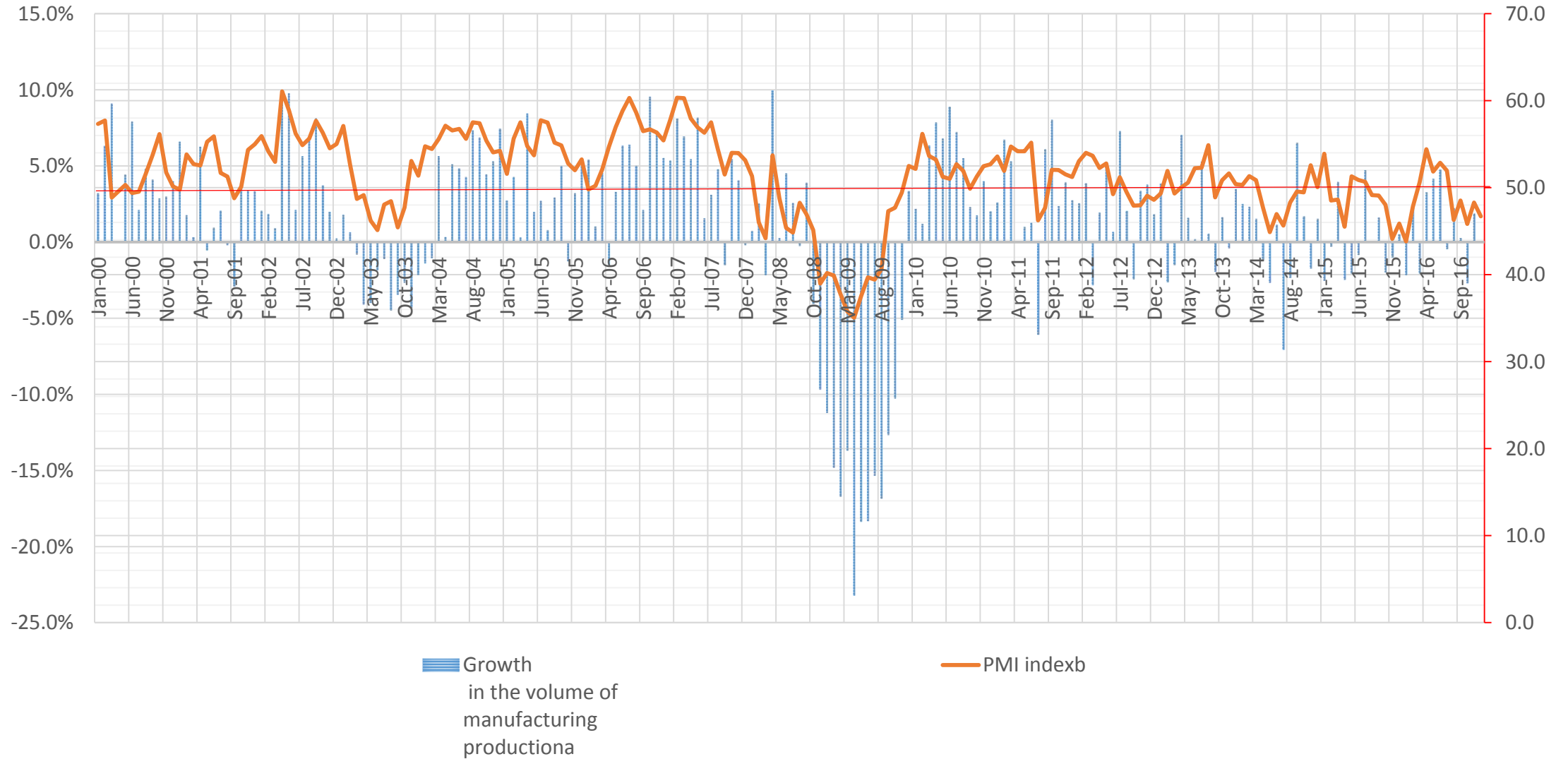
SOUTH AFRICA IN 2030: THE LATEST SCENARIOS



SA lead indicator vs GDP growth 1960 – today





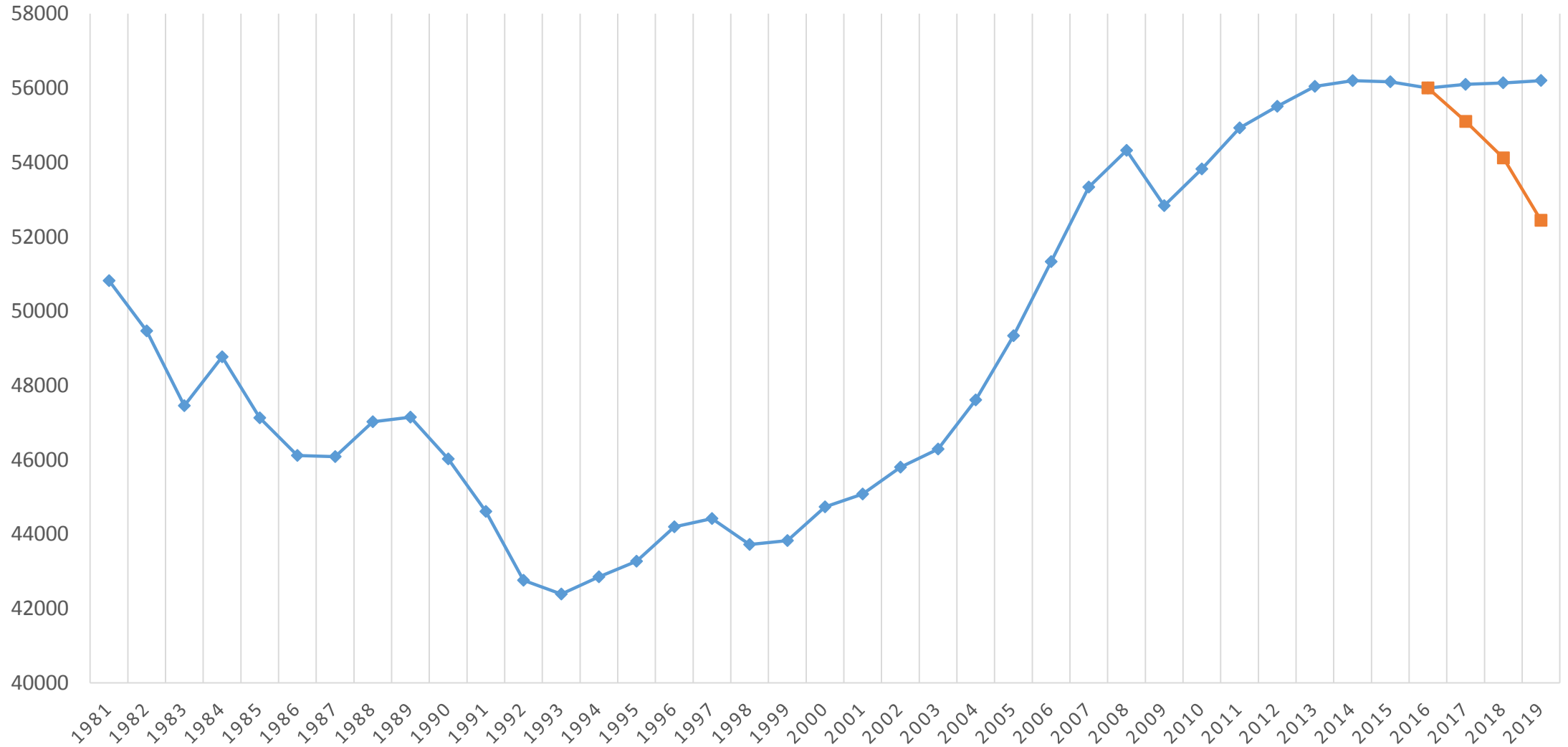




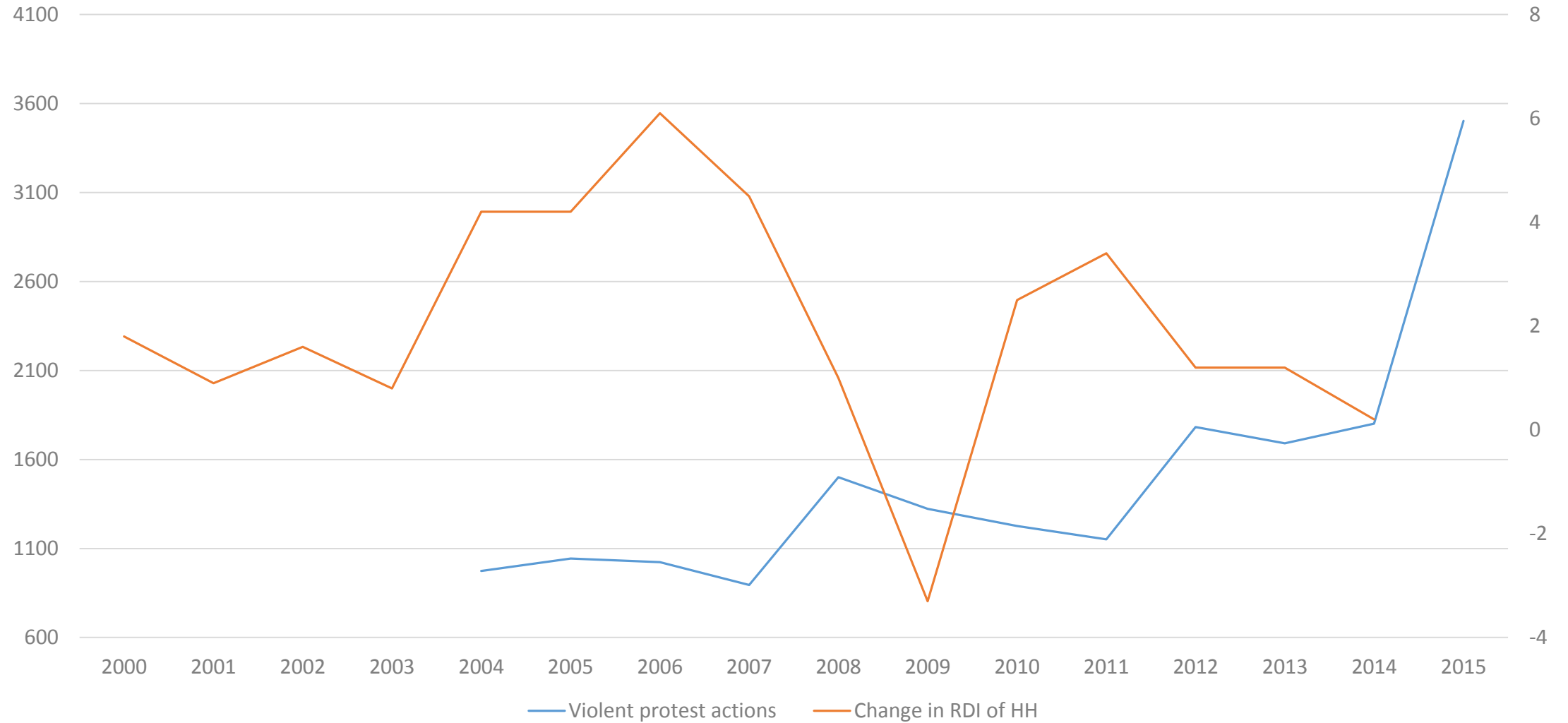
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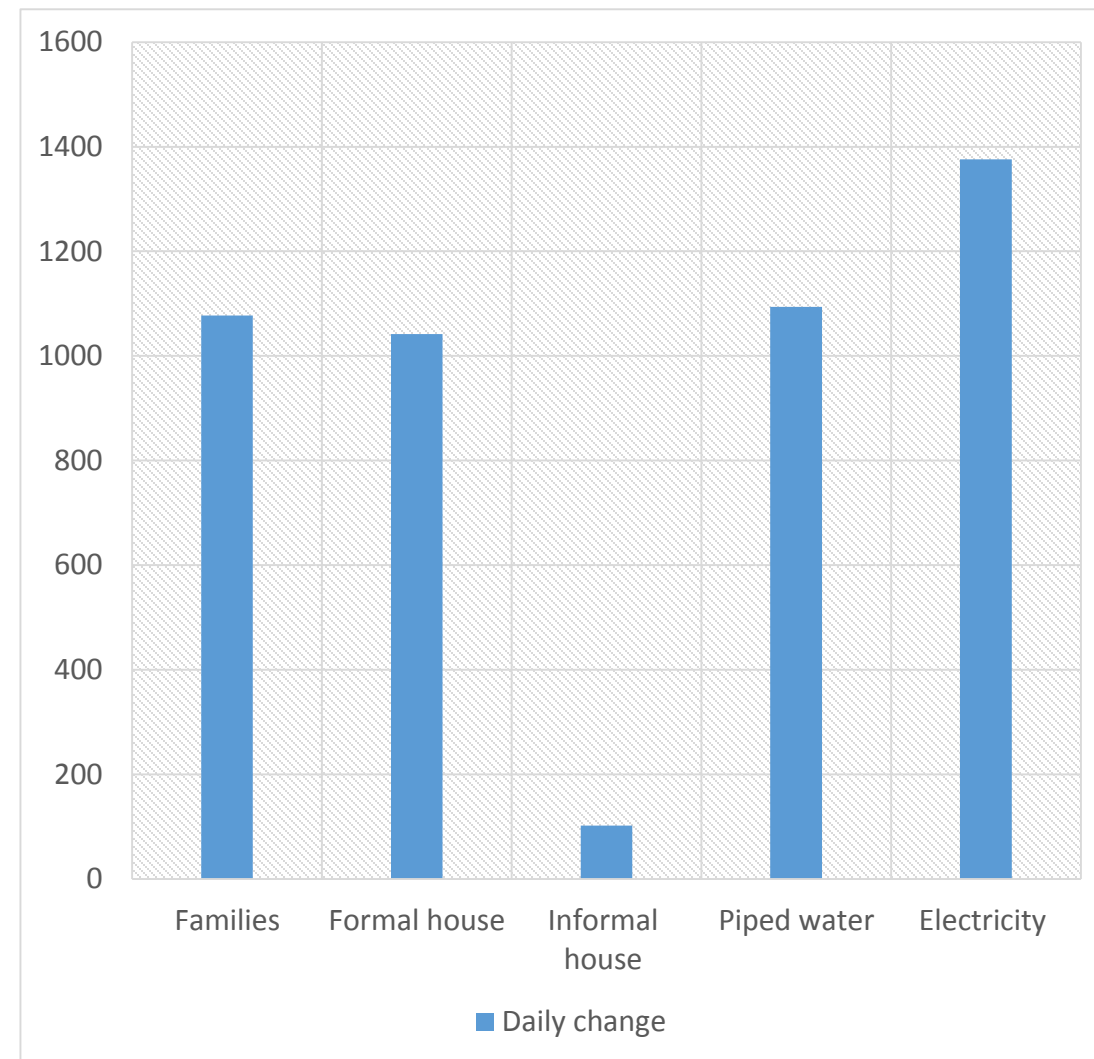
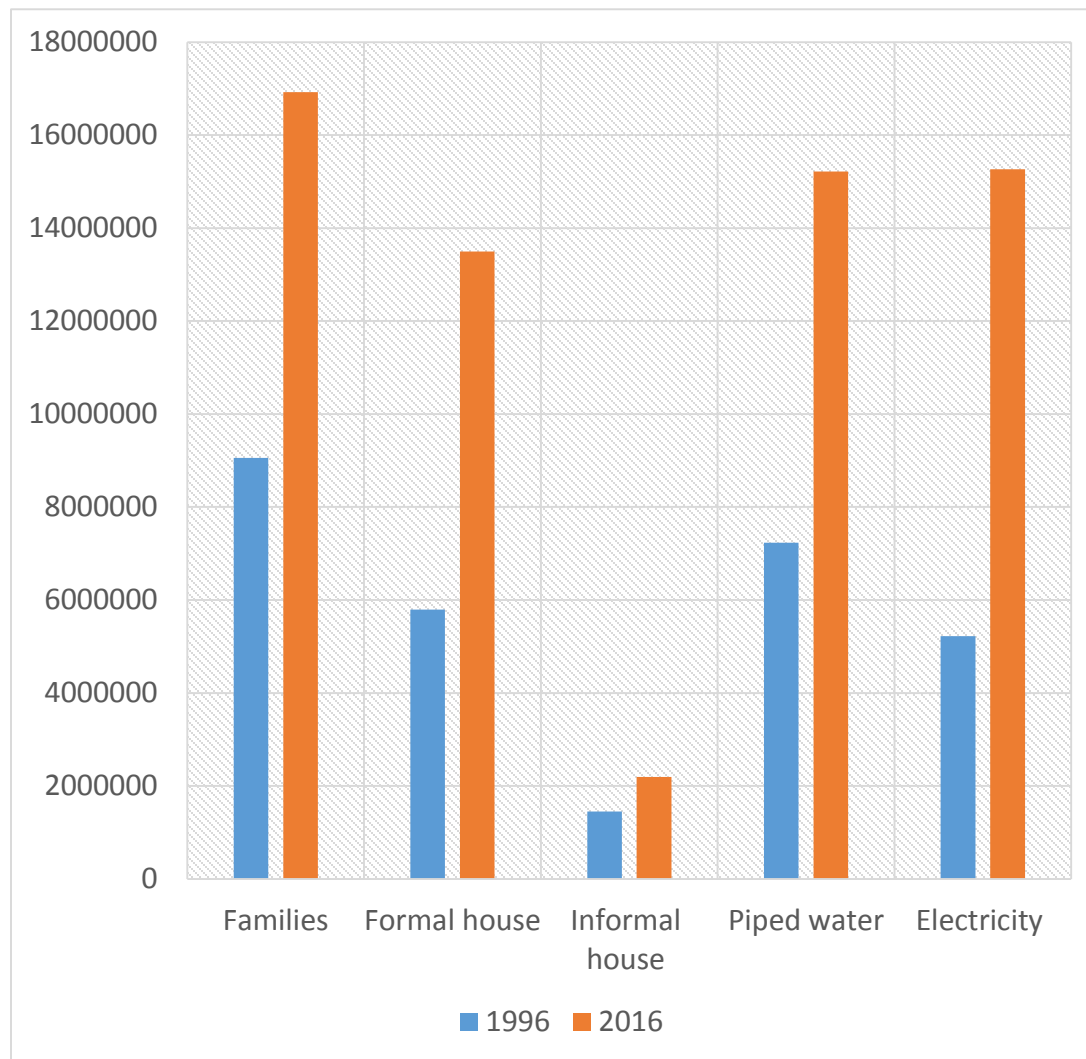
REAL GDP PER HEAD

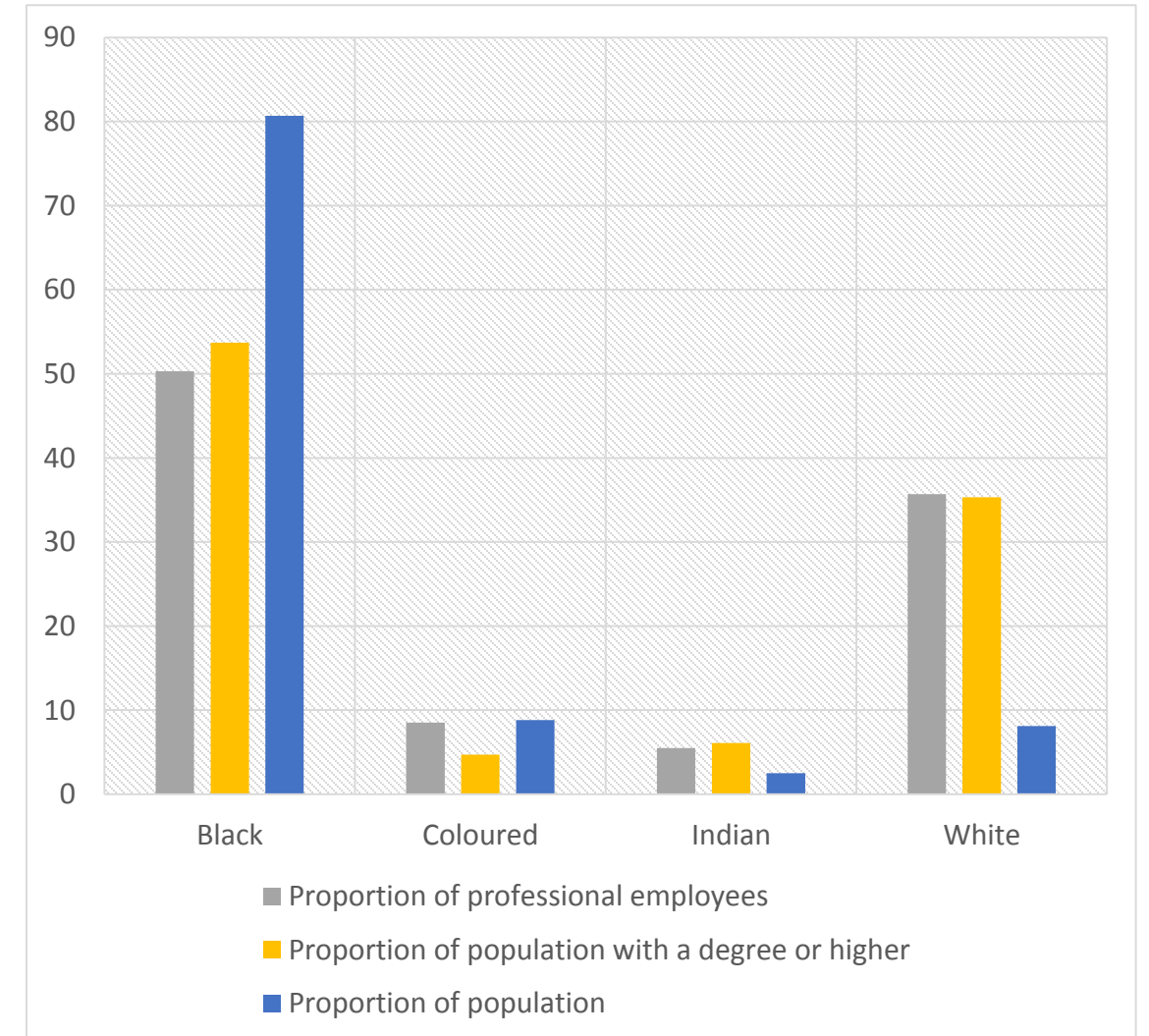
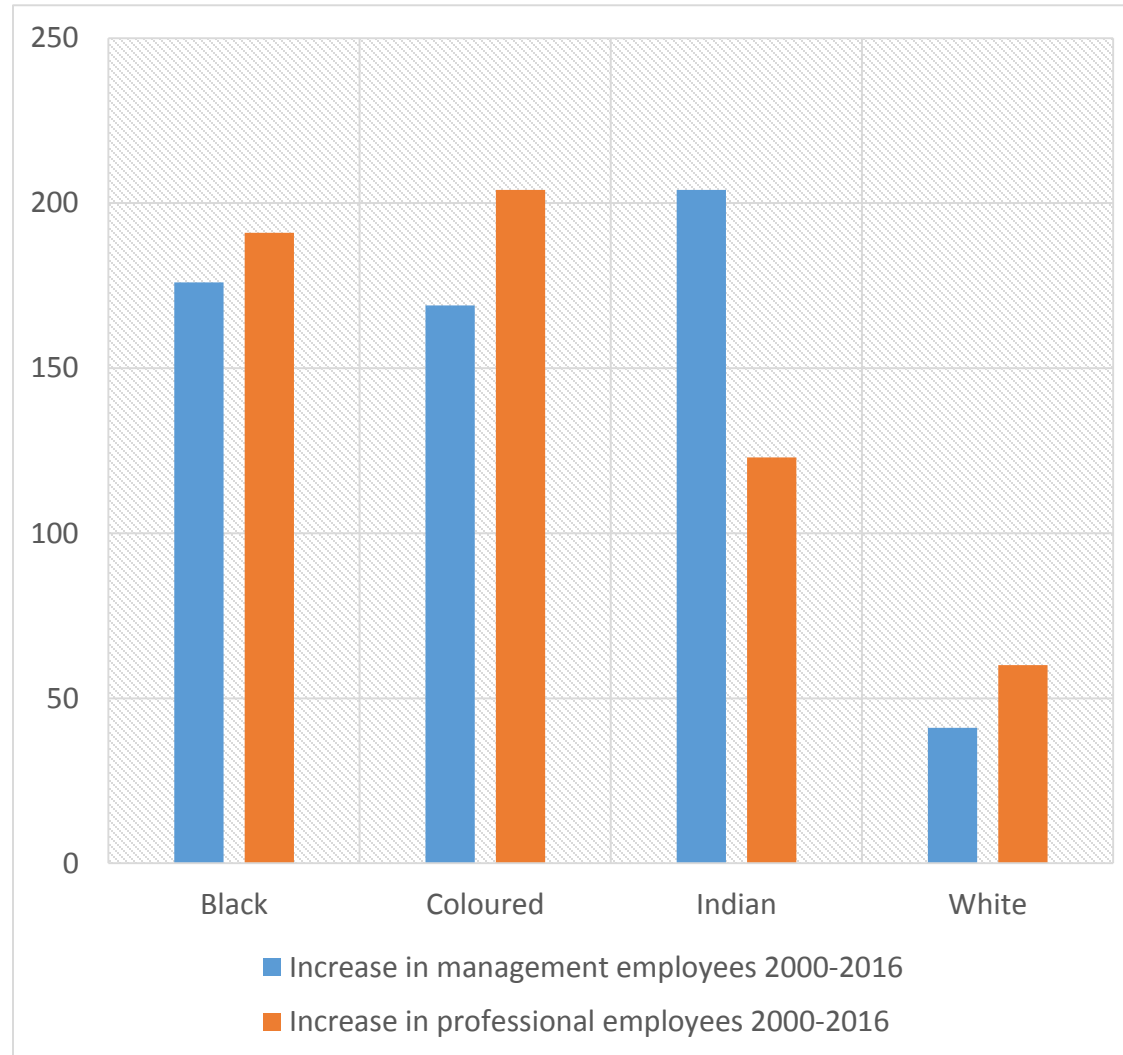
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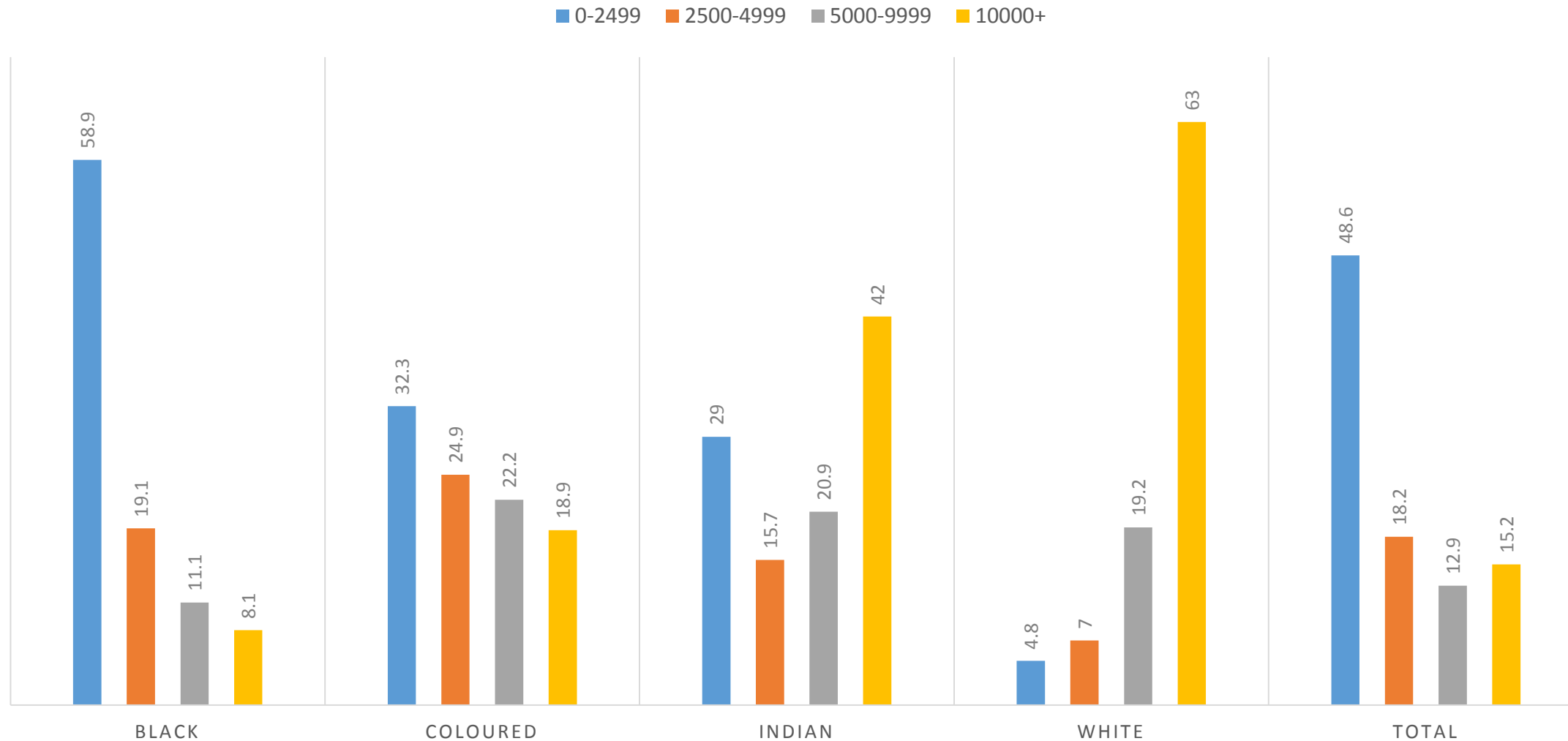


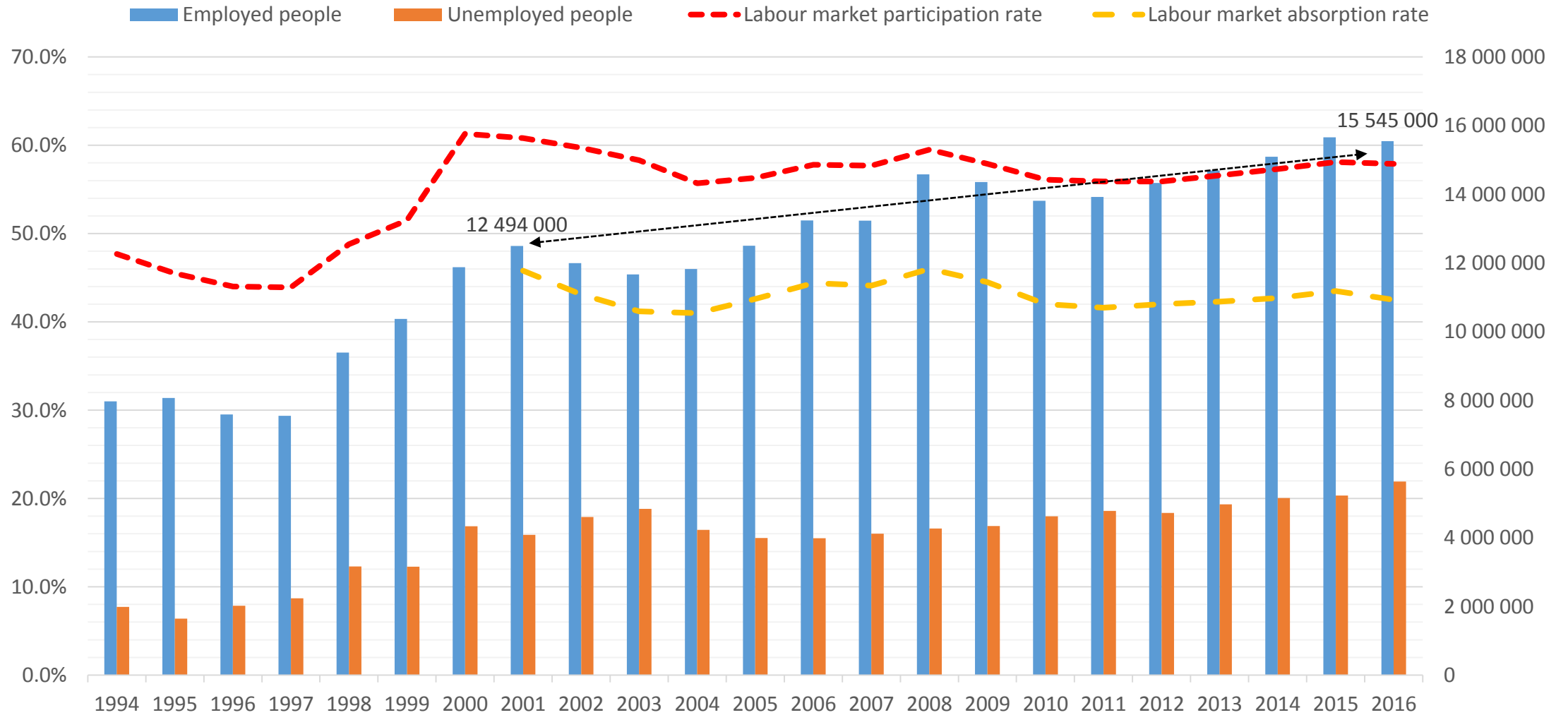


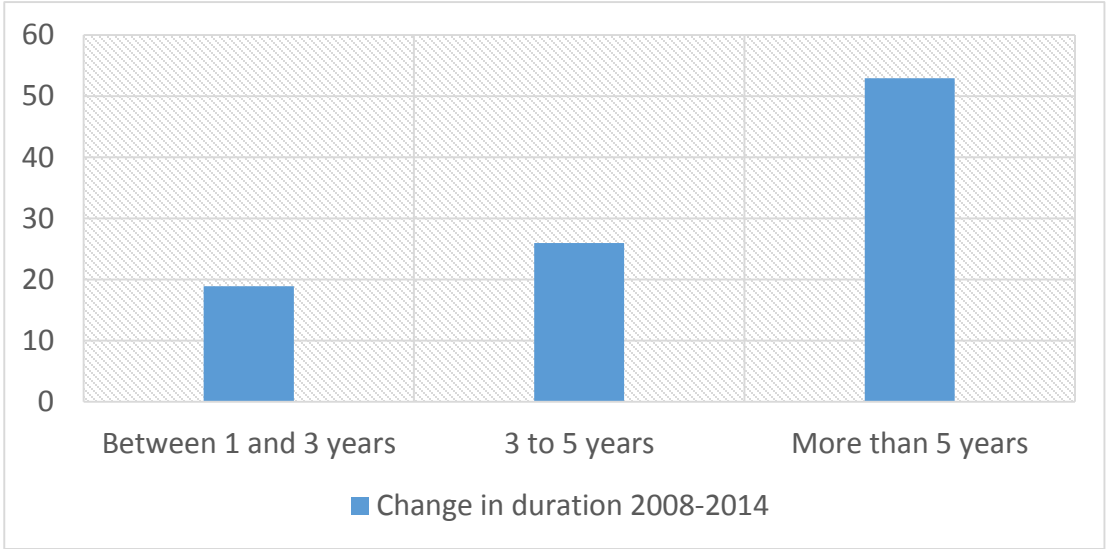
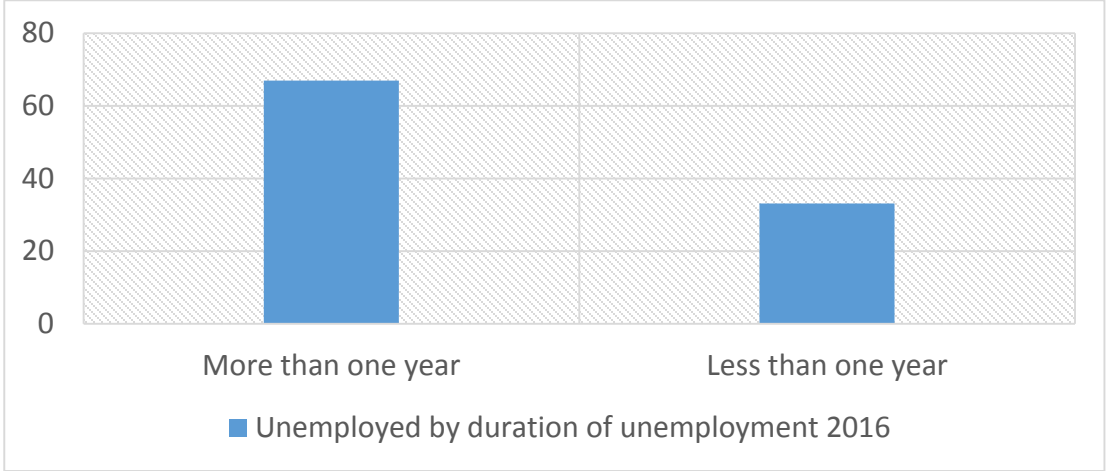
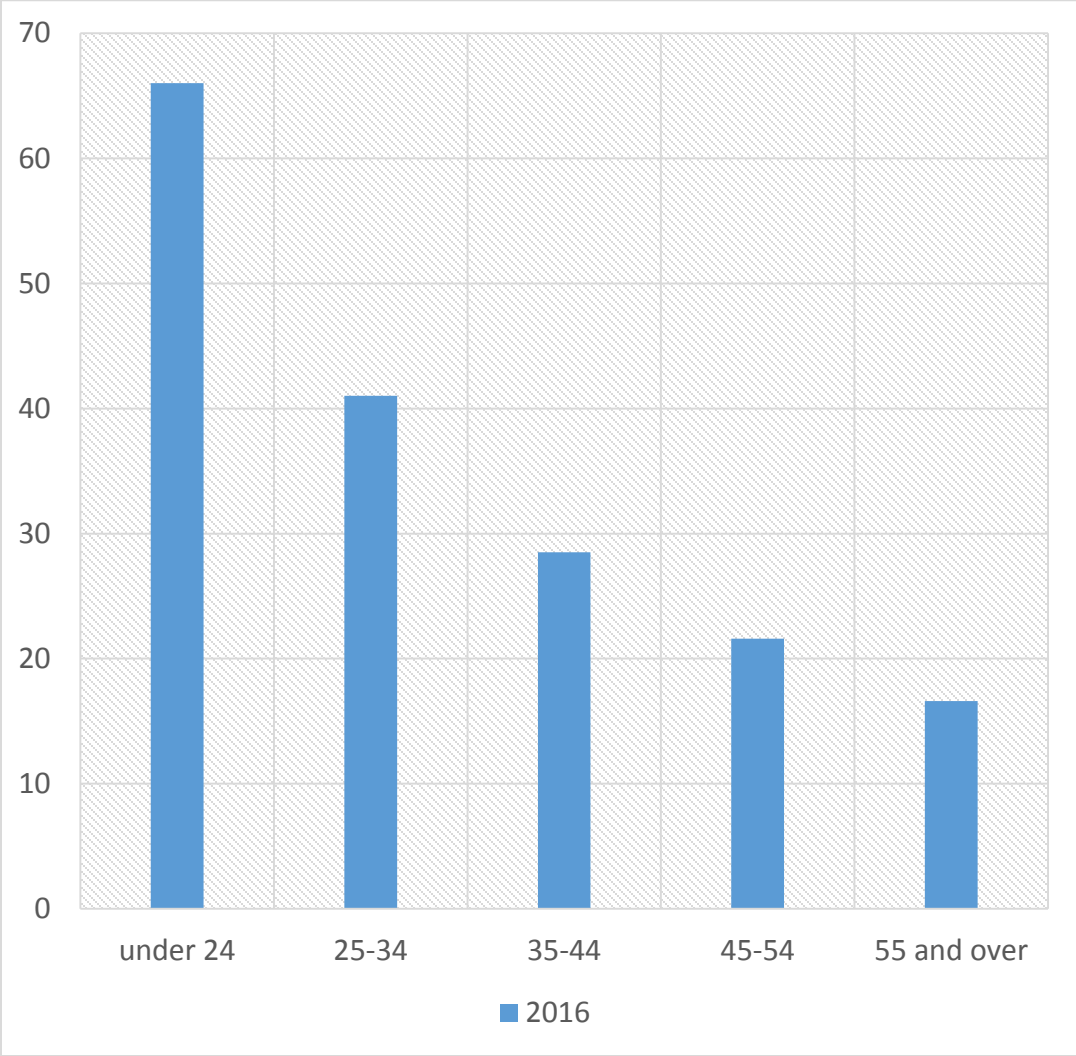


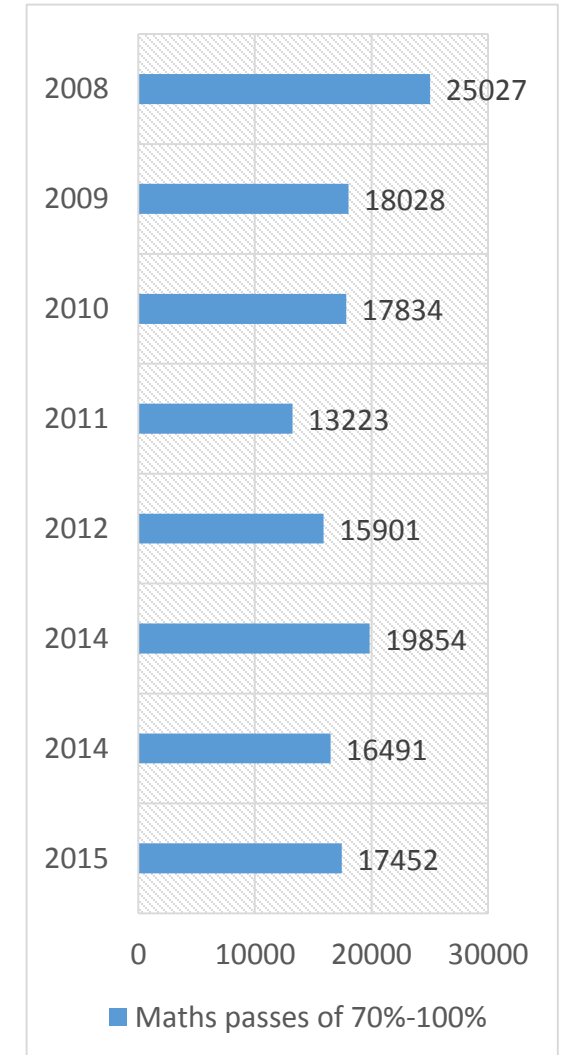
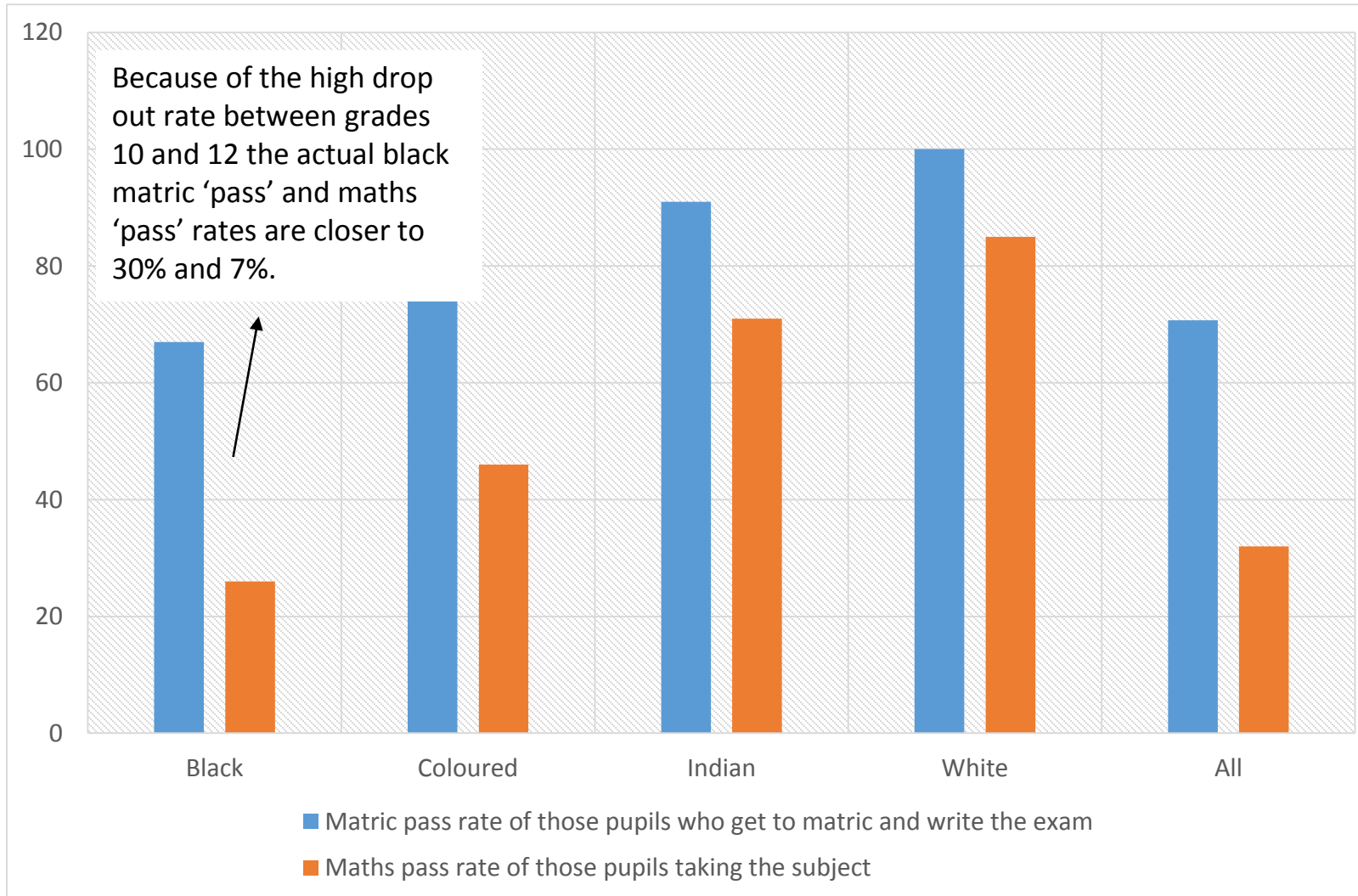


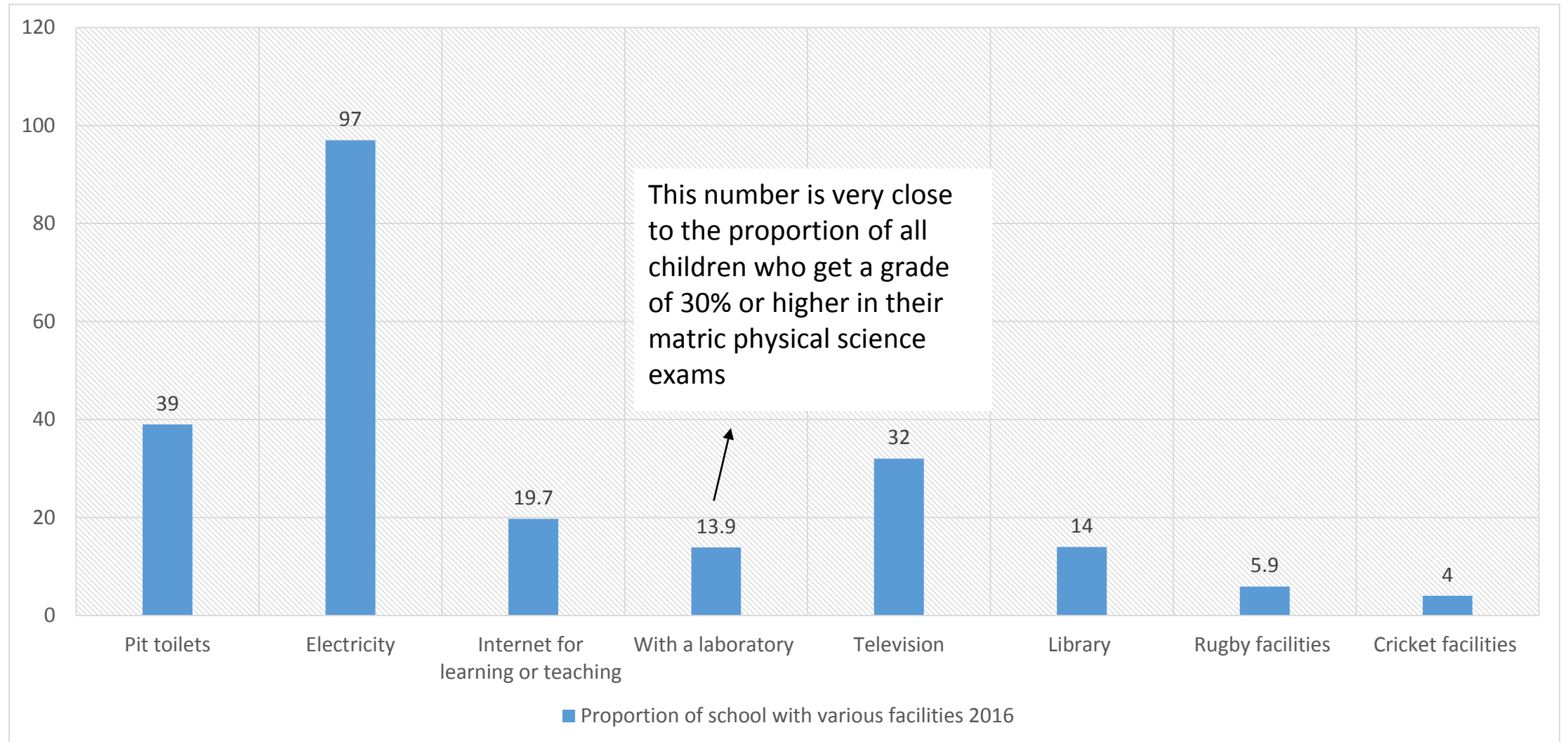
FAMILIES BY MONTHLY EXPENDITURE CATEGORY



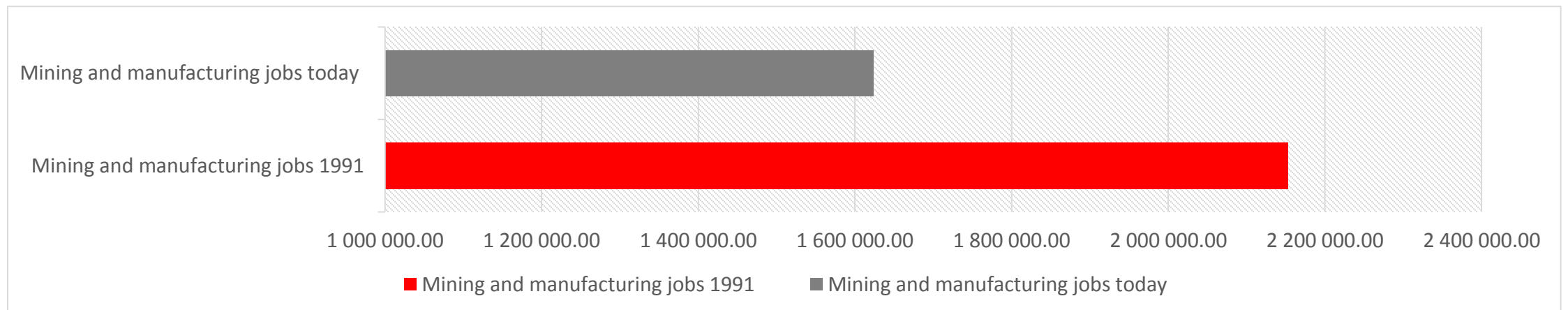
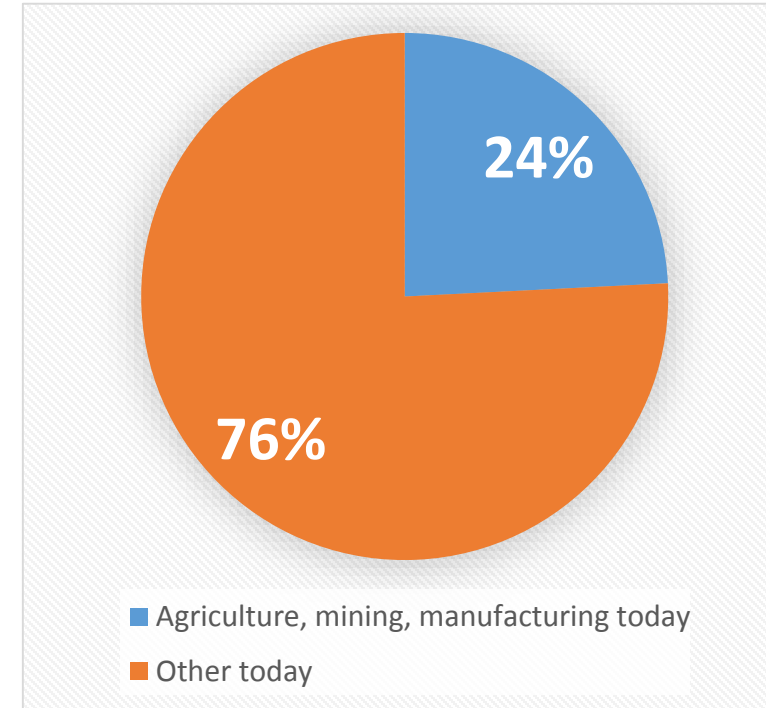
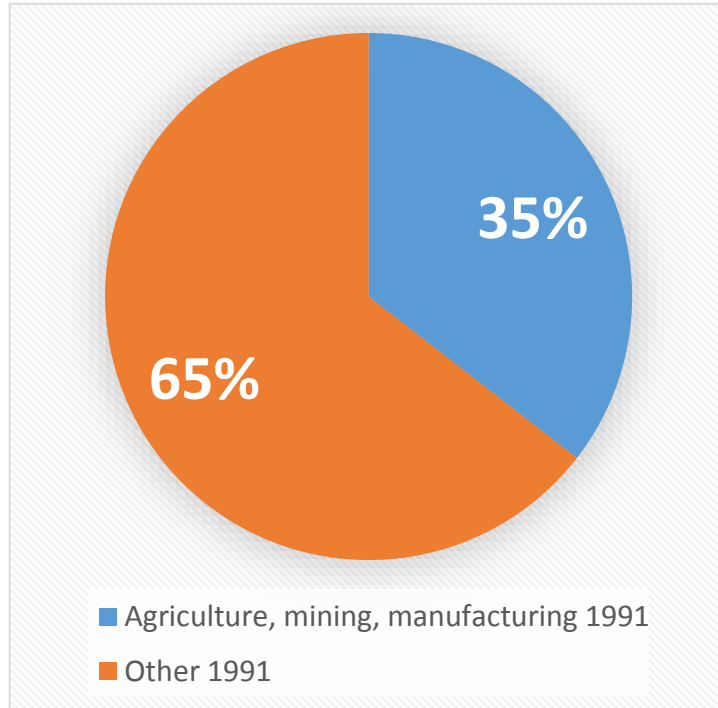


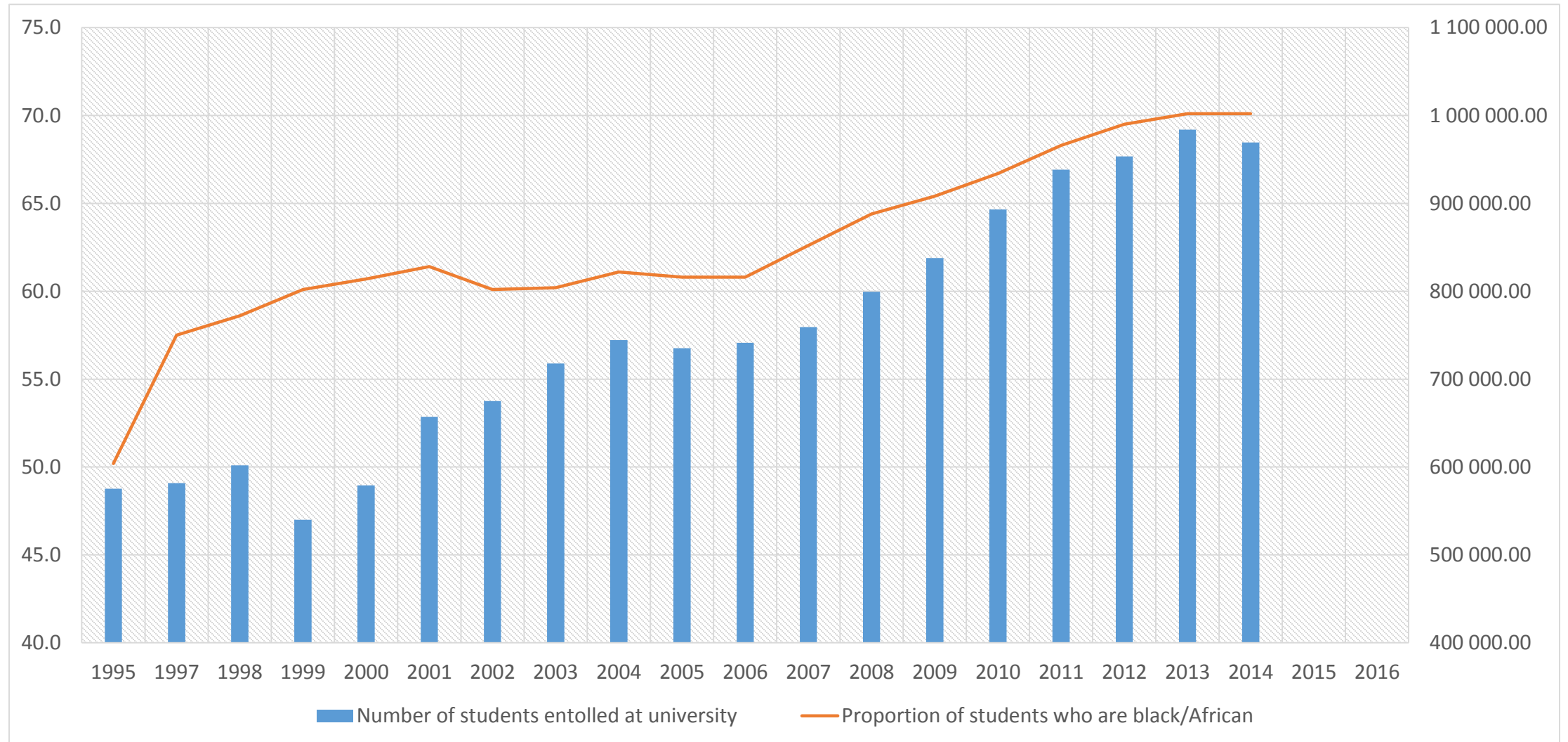




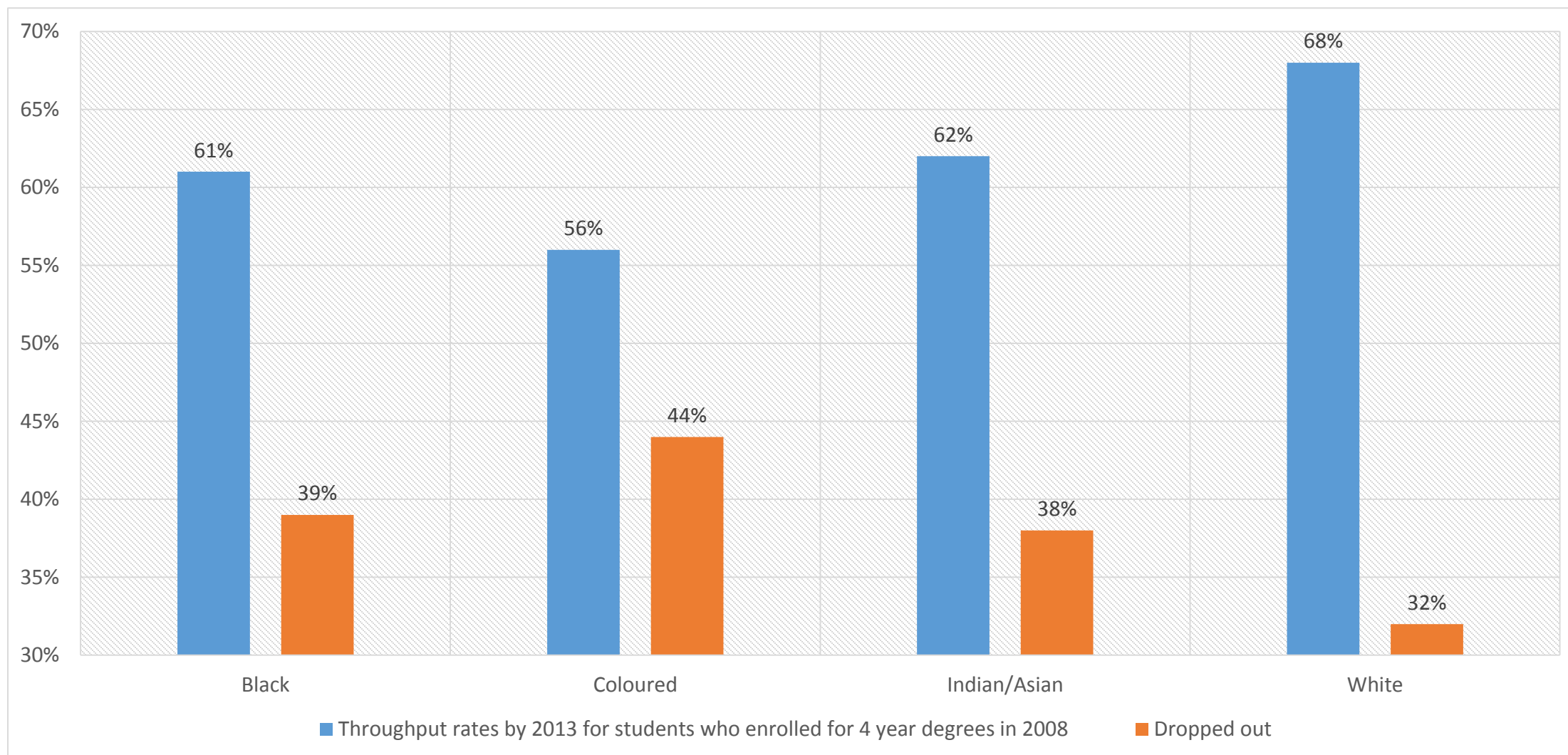


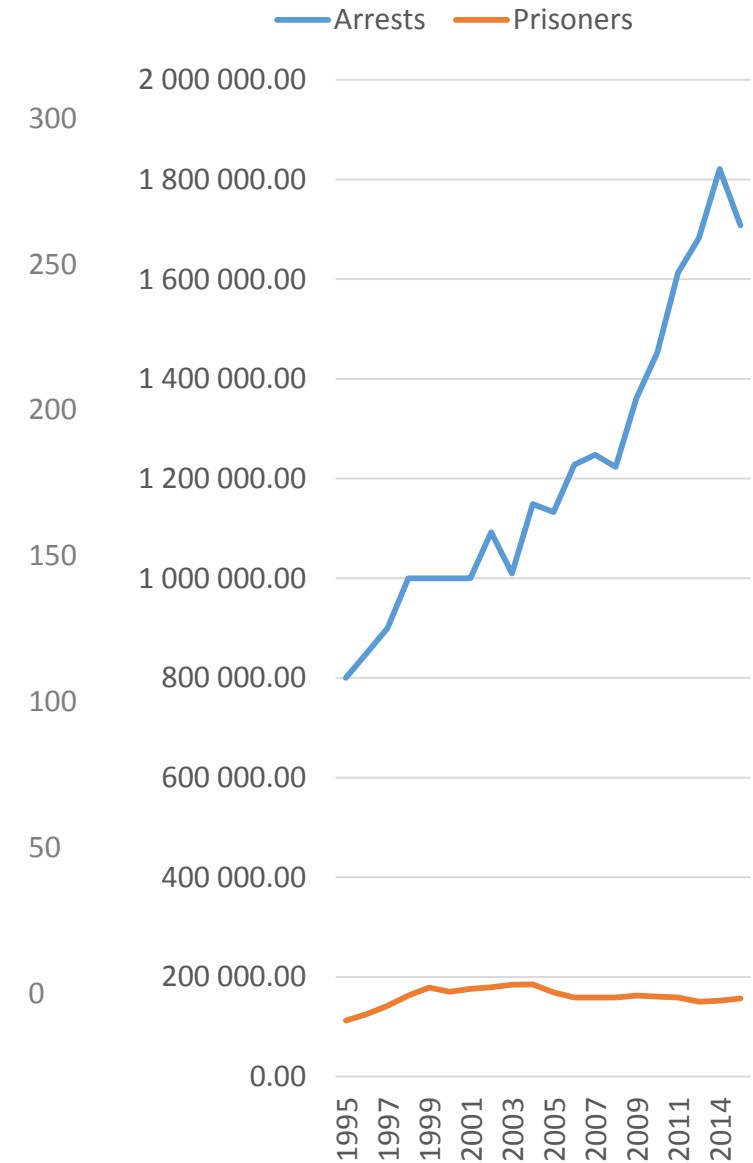
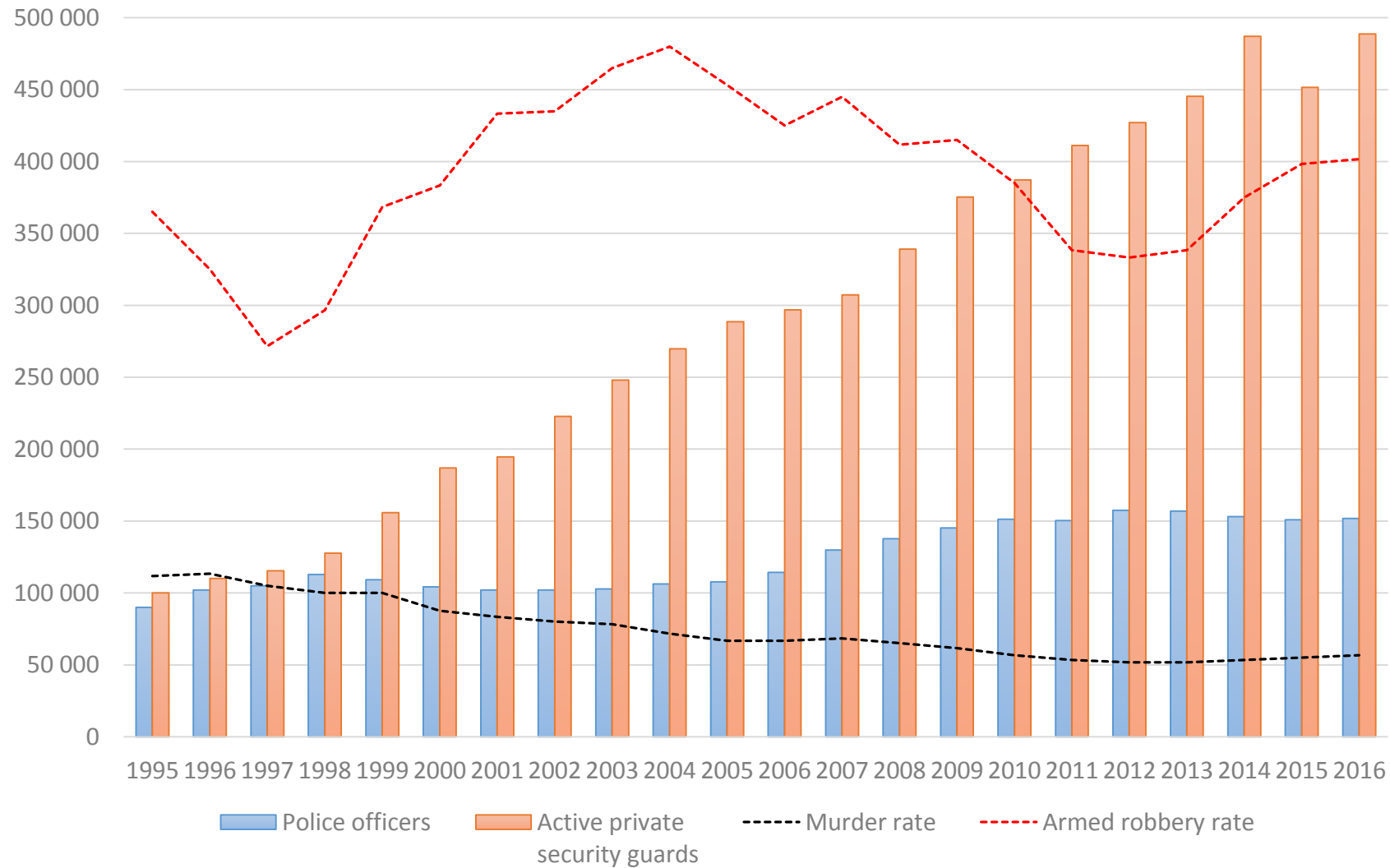
CHANGING STRUCTURE OF GDP 1991 and today

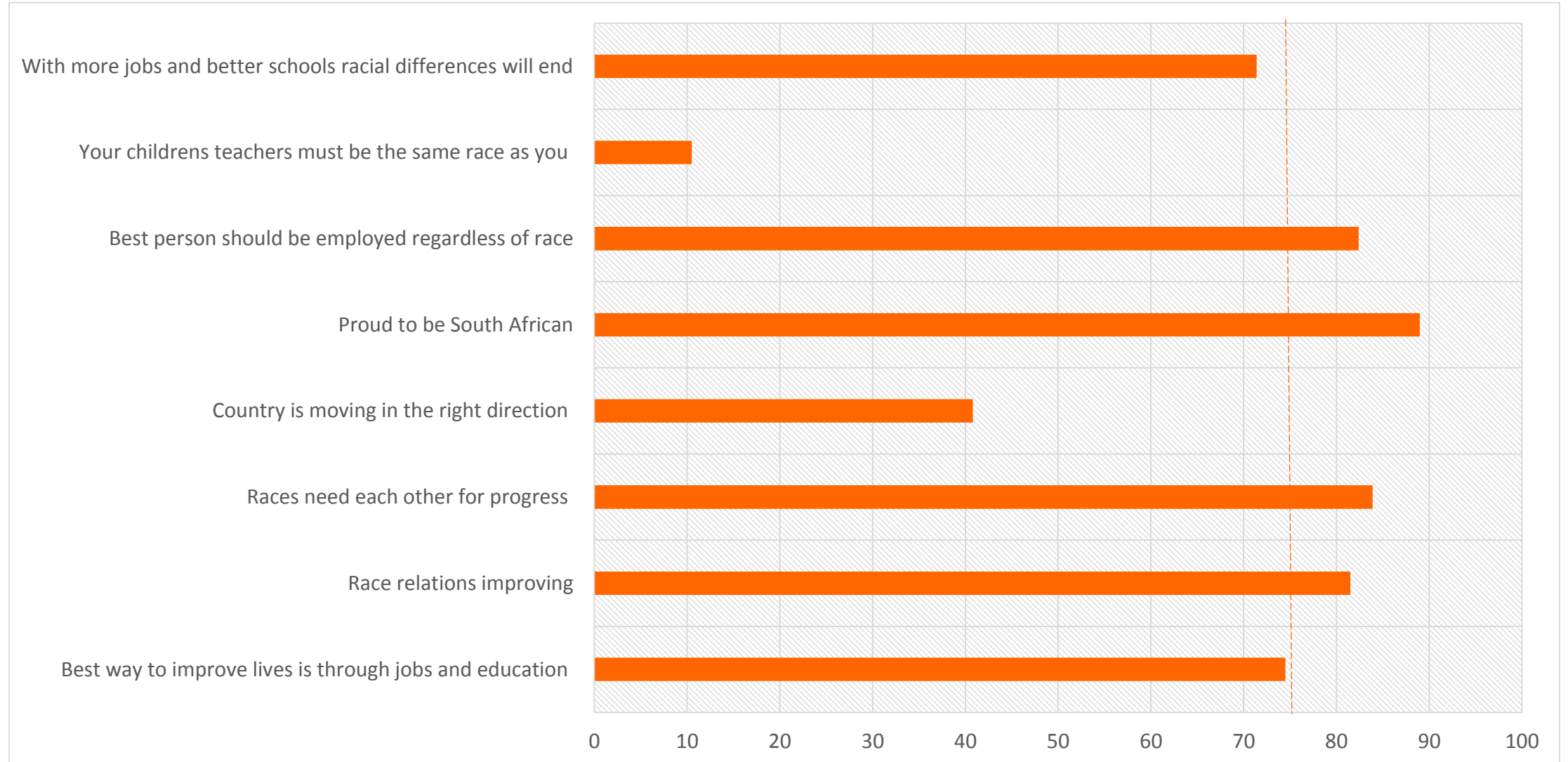




SIX YEAR UNIVERSITY THROUGHPUT RATES (EXCL UNISA)

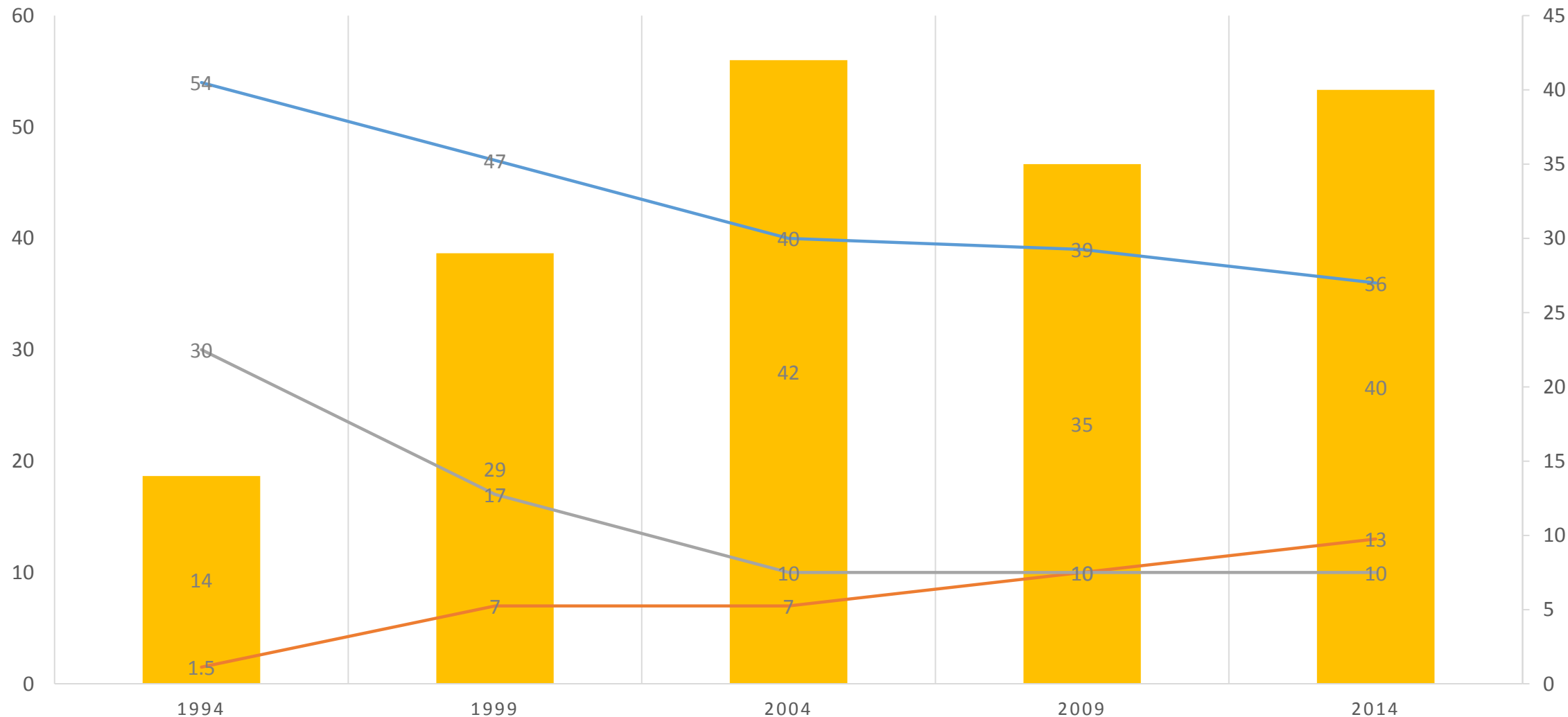






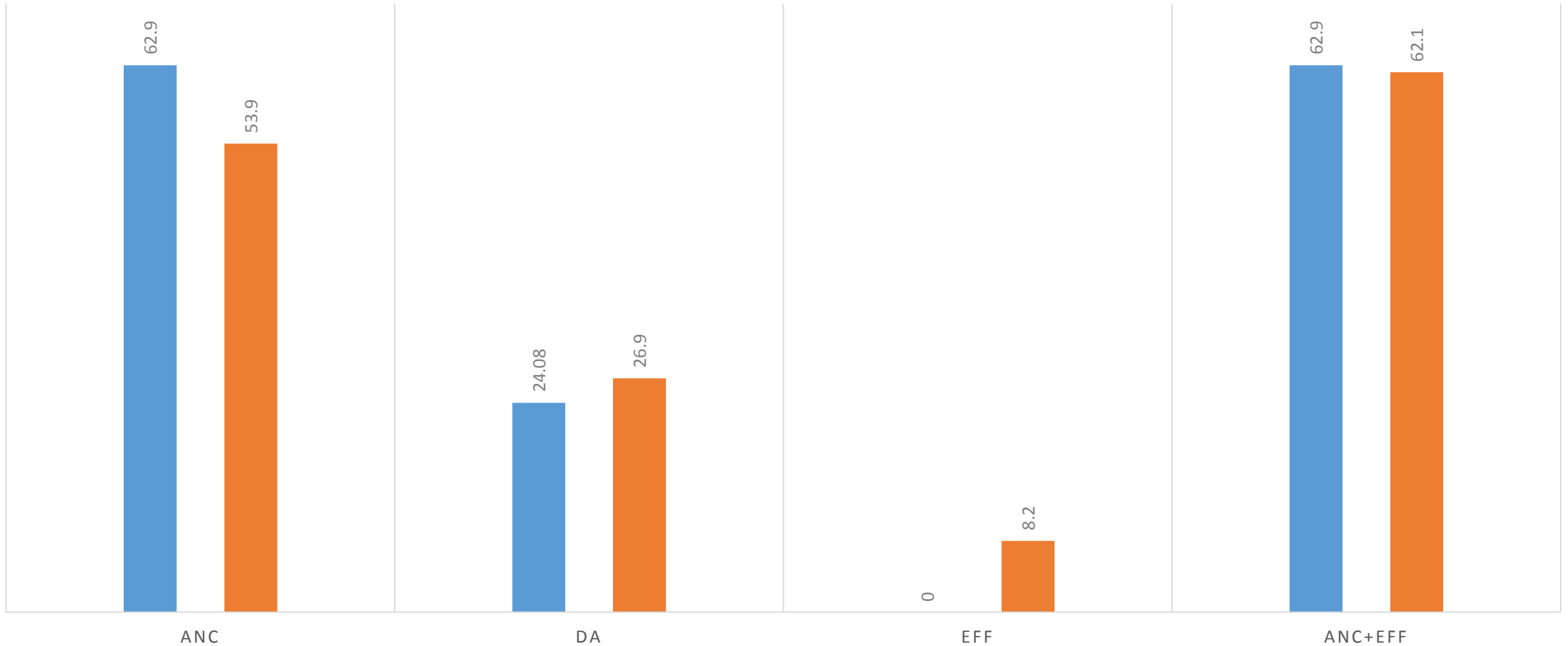
As protest levels pick up confidence in the ruling party falls

Non-voters ANC DA Other



LOCAL 2016

■ 2011 ■ 2016



Western-bloc

- Ramaphosa, Gordhan, Mantashe, Godongwana, Mthembu, Mkhize
- SACP, EFF
- Treasury
- Internal ANC administration
- Spectrum of capitalist reformers to hard-line communists
- Lack of ideological cohesion
- Fail to grasp just how serious the economic slump is
- Seduced by idea that if Zuma goes...

Eastern-bloc

- Premier league provinces
- Zuma
- Police, army, and intel-service
- SARS, SABC, IEC and PP
- Exceptionally corrupt
- Strong anti-western rhetoric
- Sinister and averse to civil rights and basic freedoms
- Fearful of emergent middle classes
- May thrive in a low growth environment



SCENARIOS

Expectations met

RISE OF THE RIGHT

1. *ANC unites behind reformist leadership*
2. *Cabinet leads sweeping growth focussed reforms in favour of labour market deregulation, securing property rights, reworking empowerment*
3. *Rise of immensely impressive civil service*
4. *State quashes dissent and civil rights*
5. *Sustained global economic recovery*

RISE OF THE RAINBOW

1. *Broad political common ground and popular mandate around a reformist agenda*
2. *Private sector plays leading role in an economic recovery*
3. *Highly effective policy implementation*
4. *Racial and ethnic tensions dissipate*
5. *Sustained global economic recovery*

Dominant State

Weak State

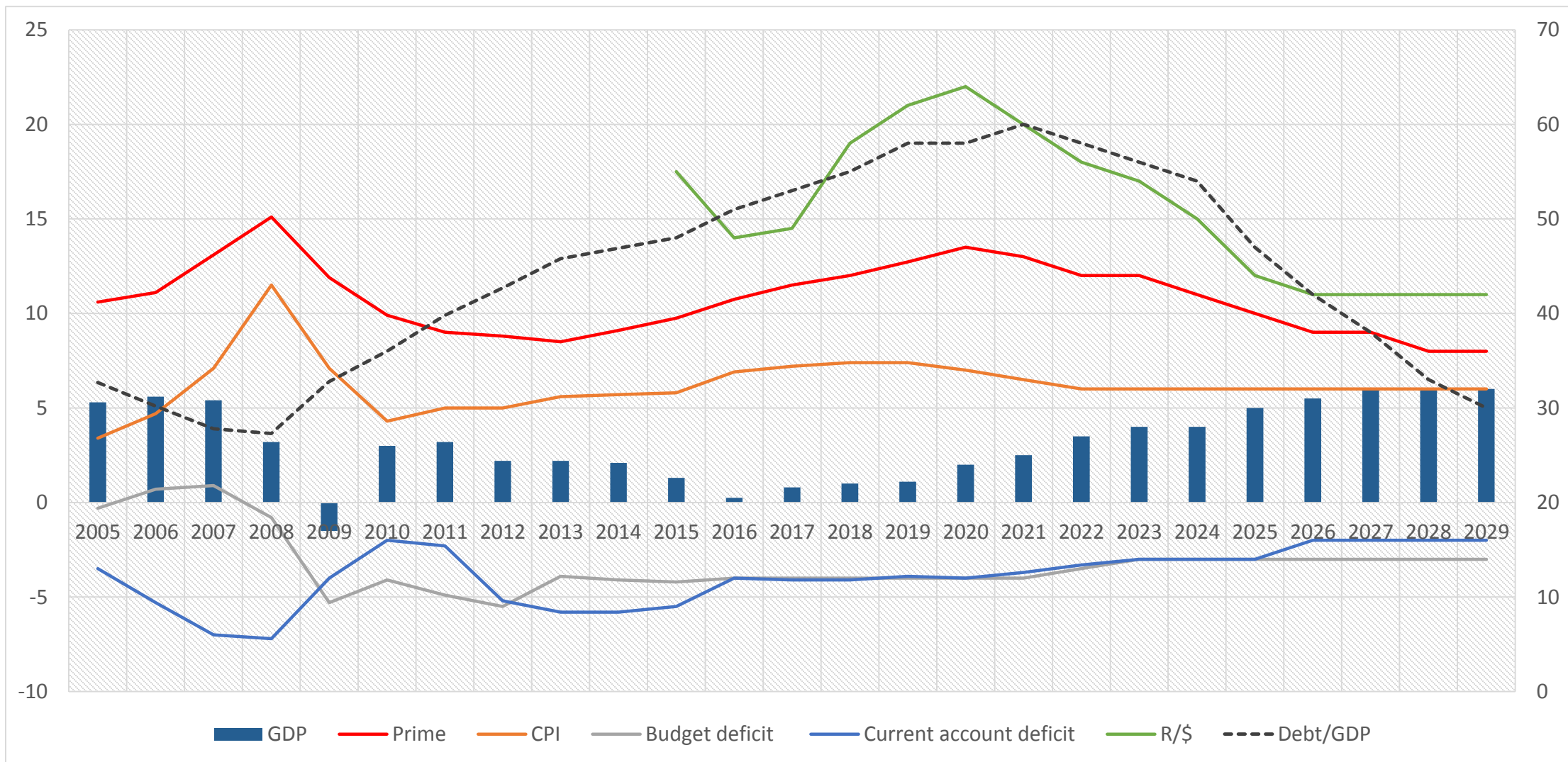
TYRANNY OF THE LEFT

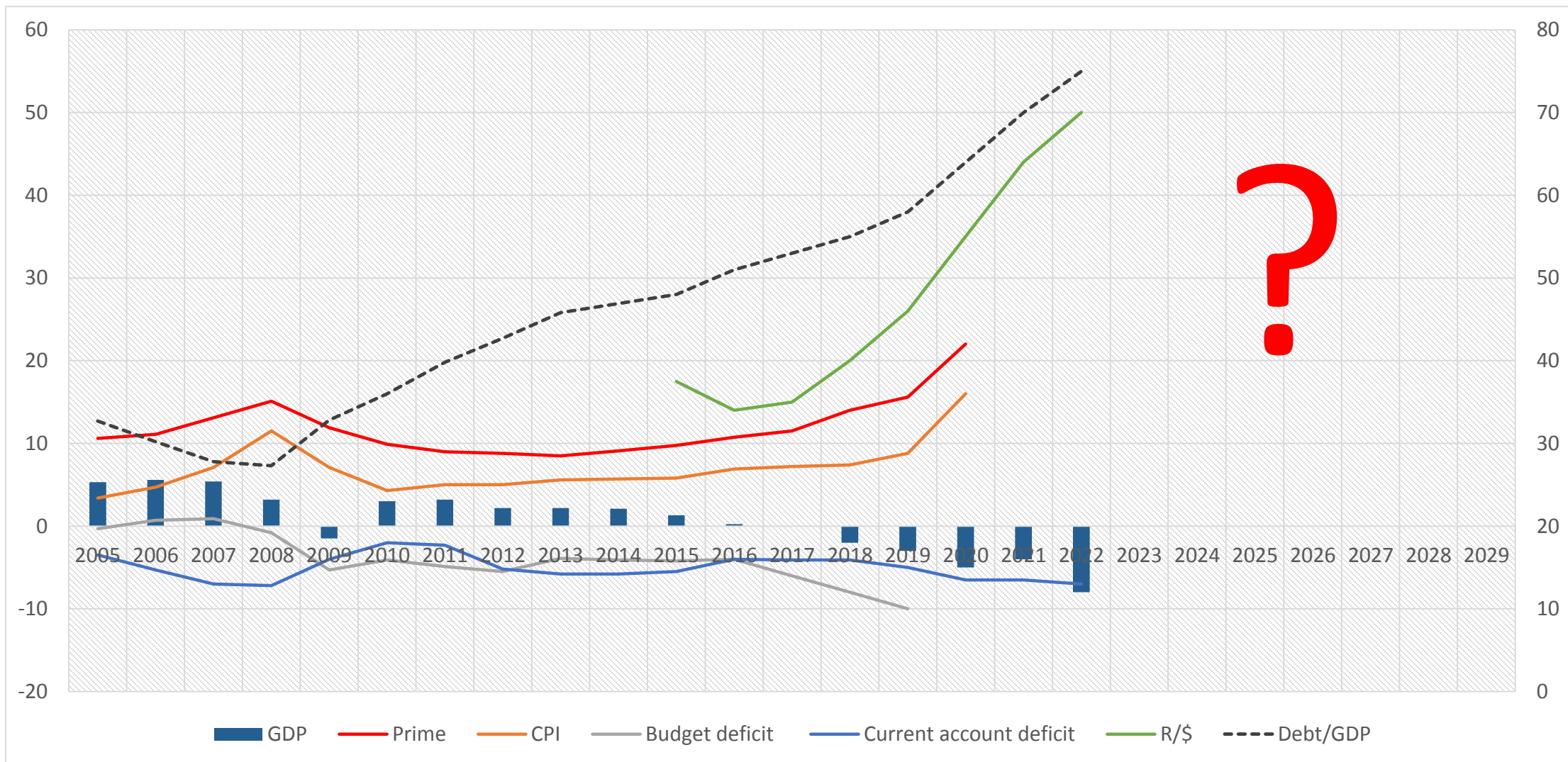
1. *ANC unites behind leftist leadership*
2. *Party deepens ideologically driven redistributionist policy and interference in the economy*
3. *Racial tensions are ratcheted up*
4. *Civil rights undermined*
5. *SA follows a protectionist and isolationist foreign relations policy*

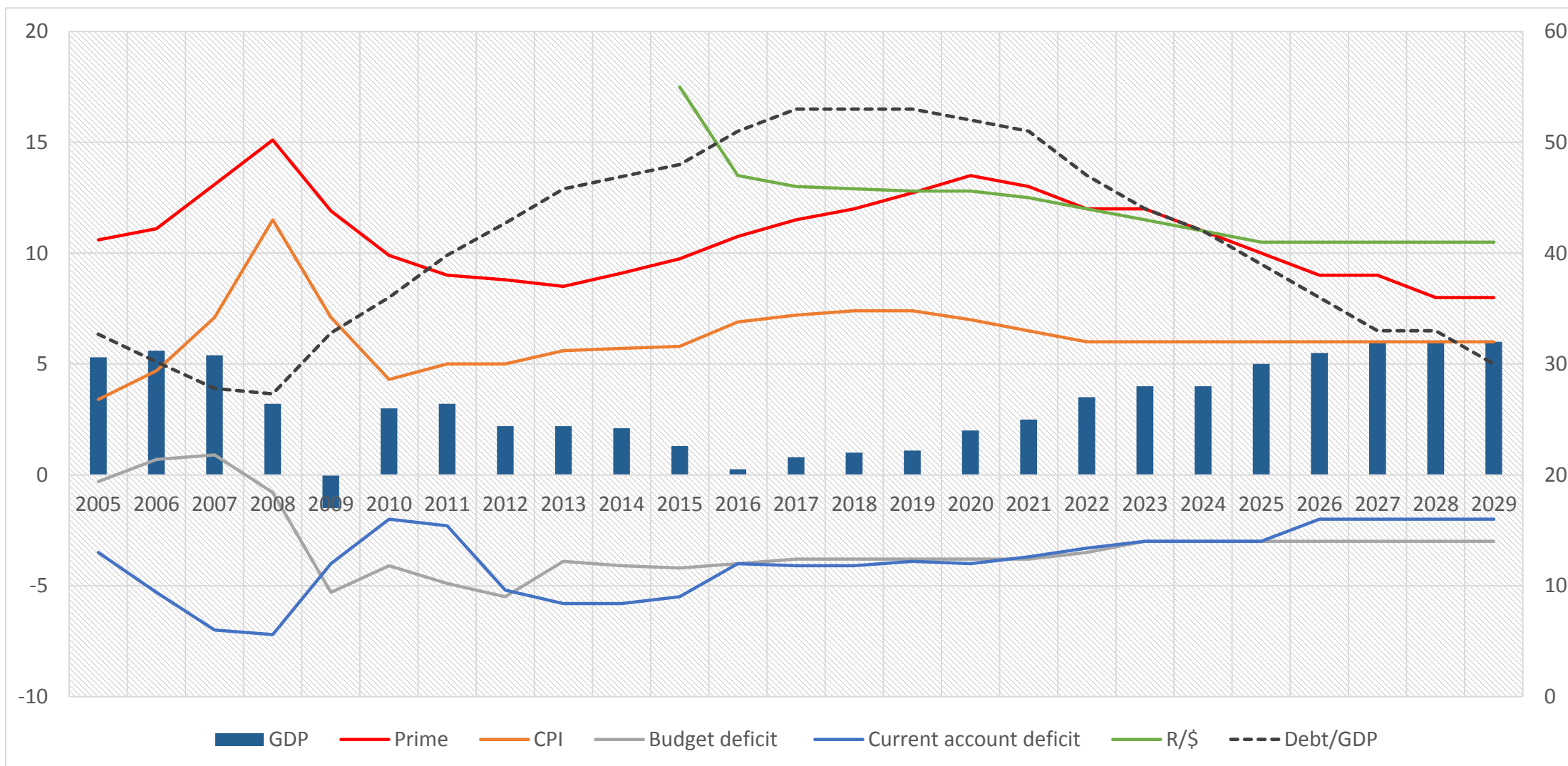
THE BREAK-UP

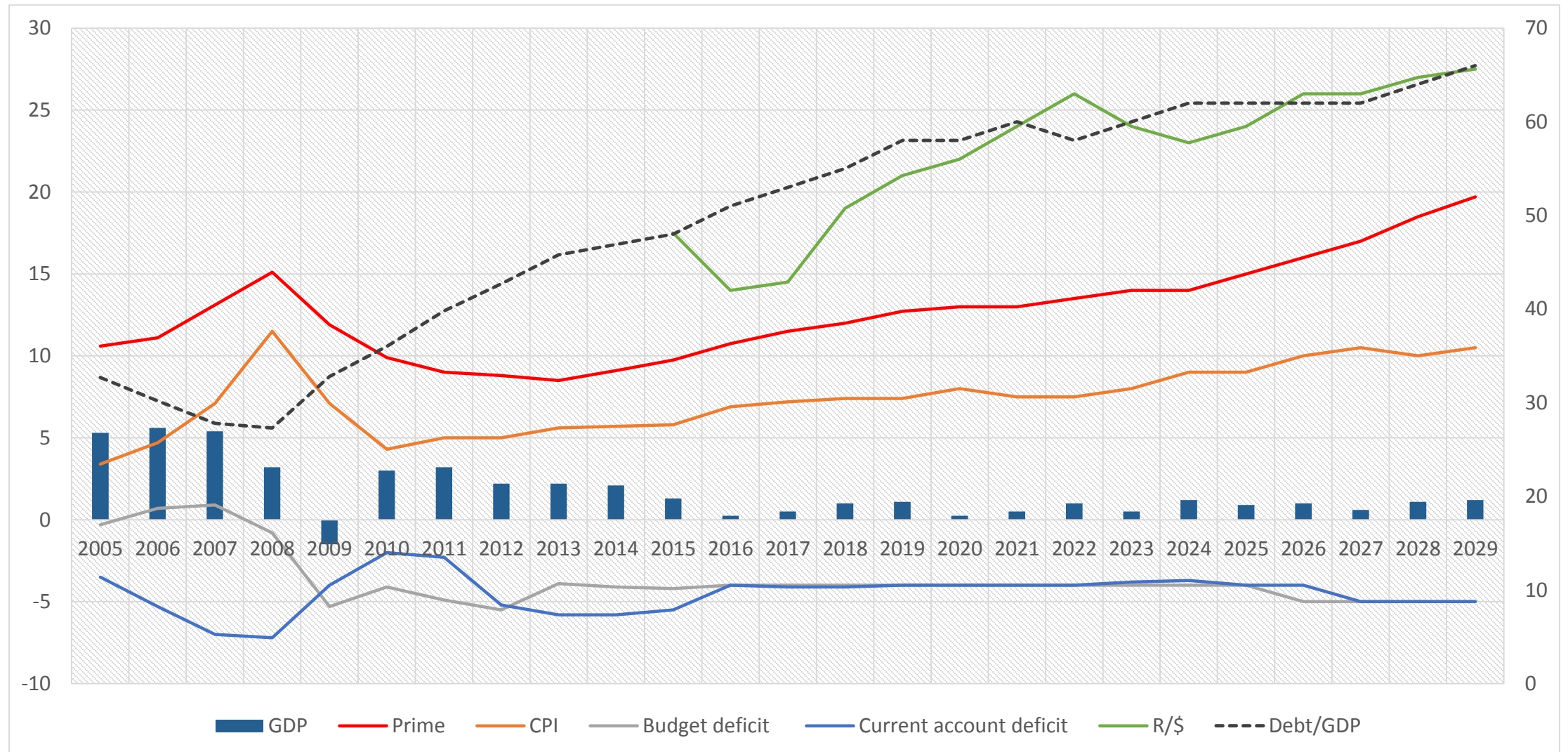
1. *No political cohesion*
2. *Uncertain, contradictory, and confusing policy*
3. *Increasing protest action and racial conflict*
4. *State becomes increasingly ineffective*
5. *South Africans hive off into enclaves*

Expectations unmet









Western-bloc

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end-2017 deal

- Zuma exit mid-2018
 - Dlamini-Zuma #1
 - Ramaphosa #2
 - Mkhize #3
- ↓
- Form 2019 Cabinet
 - Face unprecedented public anger
 - Undershoot on reform
 - Paralysed by internal conflict
 - The Break-up



LATEST BOOK ON SHELVES END APRIL 2017



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South African Institute of Race Relations

The power of ideas

