



MANDELA MINING PRECINCT
MINDS FOR MINES

PROCUREMENT TERMS

The glossary below comprises common procurement terms used within the mining industry.

Use this glossary to familiarise yourself with procurement jargon.

TERM	EXPLANATIONS
B-BBEE	Broad-Based Black Economic Empowerment
Contractor	A business owner who negotiates a deal and works on a contractual basis for an agreed-upon fee.
CSD	Central Supplier Database
EOI	Expression of Interest
HDI	Human Development Index
ITT	Invitation to Tender
PFMA	Public Finance Management Act
PQQ	Pre-qualification questionnaire
Quality control	A system of maintaining standards in manufactured products by testing a sample of the output against the specification.
RFI	Request for Information
RFP	Request for Proposal
RFQ	Request for Quotation
Service level agreement	An agreement between a service provider and a customer detailing particular aspects of the service — such as quality, availability and responsibilities.
SMME	Small, medium and micro-enterprises
Subcontracting	To employ a firm or person outside one's company to do (work) as part of a larger project
Supply chain	A network of organisations, people, activities, information and resources involved in delivering a product or service
ZAR	South African Rand

