



MINISTRY OF FINANCE

QUARTERLY REPORT

For the Three Months Ended

30 June, 2021

**Mbabane,
Swaziland**

MINISTRY OF FINANCE

PUBLIC ENTERPRISES UNIT

QUARTERLY REPORT

For the Three Months Ended 30 June 2021

CONTENTS

OVERVIEW	7
INDIVIDUAL ENTERPRISE REPORTS	10
I. AGRICULTURE SECTOR	11
1. ESWATINI DAIRY BOARD (EDB).....	11
2. NATIONAL AGRICULTURAL MARKETING BOARD (NAMBOARD)	14
3. NATIONAL MAIZE CORPORATION (NMC).....	16
4. ESWATINI COTTON BOARD (ECB)	18
5. ESWATINI WATER AND AGRICULTURAL DEVELOPMENT ENTERPRISE (ESWADE)	20
II. TRANSPORT SECTOR.....	23
6. ESWATINI RAILWAYS (ESR).....	23
7. ESWATINI CIVIL AVIATION AUTHORITY (ESWACAA)	25
8. ROYAL ESWATINI NATIONAL AIRWAYS CORPORATION (RENAC).....	27
III. FINANCE SECTOR.....	28
9. ESWATINI DEVELOPMENT AND SAVINGS BANK (EDSB).....	28
10. ESWATINI REVENUE AUTHORITY (SRA).....	30
11. ESWATINI DEVELOPMENT FINANCE CORPORATION (FINCORP).....	32
12. SINCEPHETELO MOTOR VEHICLE ACCIDENT FUND (SMVAF)	34
IV. UTILITIES SECTOR	36
13. ESWATINI ELECTRICITY COMPANY (EEC)	36
14. ESWATINI POSTS AND TELECOMMUNICATIONS CORPORATION (EPTC)	38
15. ESWATINI WATER SERVICES CORPORATION (EWSC)	41
V. BUSINESS PROMOTION SECTOR.....	43
16. ESWATINI NATIONAL INDUSTRIAL DEVELOPMENT CORPORATION (ENIDC)	43
17. SMALL ENTERPRISE DEVELOPMENT COMPANY (SEDCO)	45
18. ESWATINI COMPETITION COMMISSION (ECC)	47
19. ESWATINI INVESTMENT PROMOTION AUTHORITY (EIPA)	48

20.	ESWATINI TOURISM AUTHORITY (ETA)	50
21.	ESWATINI STANDARDS AUTHORITY (SWASA)	51
22.	ESWATINI YOUTH ENTERPRISE REVOLVING FUND (EYERF)	53
23.	ROYAL SCIENCE & TECHNOLOGY PARK (RSTP)	55
VI.	EDUCATION SECTOR	57
24.	SOUTHERN AFRICA NAZARENE UNIVERSITY (SANU)	57
25.	SEBENTA NATIONAL INSTITUTE (SNI)	59
26.	ESWATINI MEDICAL CHRISTIAN UNIVERSITY (EMCU)	60
VII.	TOURISM AND ENVIRONMENT SECTOR	61
27.	PIGG'S PEAK HOTEL AND CASINO (PPHC)	61
28.	ESWATINI NATIONAL TRUST COMMISSION (ENTC)	63
29.	ESWATINI ENVIRONMENT AUTHORITY (EEA)	64
VIII.	INFORMATION SECTOR	66
30.	ESWATINI TELEVISION AUTHORITY (ESTVA)	66
IX.	HOUSING SECTOR	68
31.	ESWATINI NATIONAL HOUSING BOARD (ENHB)	68
X.	LABOUR SECTOR	70
32.	CONCILIATION, MEDIATION & ARBITRATION COMMISSION (CMAC)	70
33.	ESWATINI NATIONAL PROVIDENT FUND (ENPF)	72
34.	PUBLIC SERVICE PENSIONS FUND (PSPF)	74
XI.	HEALTH SECTOR	75
35.	NATIONAL EMERGENCY RESPONSE COUNCIL ON HIV/AIDS (NERCHA)	76
36.	ESWATINI NAZARENE HEALTH INSTITUTIONS (ENHI)	78
37.	GOOD SHEPHERD HOSPITAL (GSH)	80
XII.	SPORTS SECTOR	82
38.	ESWATINI NATIONAL SPORTS & RECREATION COUNCIL (ENSRC)	82
39.	ESWATINI NATIONAL COUNCIL OF ARTS AND CULTURE (ENCAC)	84
40.	ESWATINI NATIONAL YOUTH COUNCIL (ENYC)	86
XIII.	DISASTER MANAGEMENT SECTOR	88
41.	BAPHALALI ESWATINI RED CROSS SOCIETY (BERCS)	88
XIV.	REGULATORY SECTOR	90
42.	ESWATINI ENERGY REGULATORY AUTHORITY (ESERA)	90
43.	FINANCIAL SERVICES REGULATORY AUTHORITY (FSRA)	92
44.	ESWATINI COMMUNICATIONS COMMISSION (ESCCOM)	94
45.	ESWATINI PUBLIC PROCUREMENT REGULATORY AUTHORITY (ESPPRA)	96
46.	ESWATINI NATIONAL PETROLEUM COMPANY (ENPC)	98

List of Eswatini Category A Public Enterprises & Abbreviations

Sector & Enterprise	Abbreviation	Ministry
Agriculture		
1. Eswatini Dairy Board	EDB	AGRICULTURE
2. National Maize Corporation	NMC	AGRICULTURE
3. Eswatini Cotton Board	ECB	AGRICULTURE
4. National Agricultural Marketing Board	NAMBOARD	AGRICULTURE
5. Eswatini Water and Agricultural Development Enterprise	ESWADE	AGRICULTURE
Transport		
6. Royal Eswatini National Airways Corporation	RENAC	PUBLIC WORKS & TRANSPORT
7. Eswatini Railway	ESR	PUBLIC WORKS & TRANSPORT
8. Central Transport Organization	CTO	PUBLIC WORKS & TRANSPORT
9. Eswatini Civil Aviation Authority	ESWACAA	PUBLIC WORKS & TRANSPORT
Finance		
10. Eswatini Development & Savings Bank	EDSB	FINANCE
11. Eswatini Revenue Authority	SRA	FINANCE
12. Eswatini Development Finance Corporation	FINCORP	FINANCE
13. Sincephetelo Motor Vehicle Accident Fund	SMVAF	FINANCE
Utilities		
14. Eswatini Electricity Company	EEC	NATURAL RESOURCES & ENERGY
15. Eswatini Posts & Telecommunications Corporation	EPTC	INFORMATION COMMUNICATION & TECHNOLOGY
16. Eswatini Water Services Corporation	EWSC	NATURAL RESOURCES & ENERGY
Business Promotion		
17. Eswatini National Industrial Development Corporation	ENIDC	COMMERCE, INDUSTRY & TRADE
18. Small Enterprises Development Company	SEDCO	COMMERCE, INDUSTRY & TRADE
19. Commercial Board*	CB	COMMERCE, INDUSTRY & TRADE
20. Eswatini Competition Commission	ECC	COMMERCE, INDUSTRY & TRADE
21. Eswatini Investment Promotion Authority	EIPA	COMMERCE, INDUSTRY & TRADE
22. Eswatini Standards Authority	SWASA	COMMERCE, INDUSTRY & TRADE
23. Eswatini Youth Enterprise Revolving Fund	EYERF	SPORTS, CULTURE AND YOUTH AFFAIRS
24. Royal Science and Technology Park	RSTP	INFORMATION, COMMUNICATIONS AND TECHNOLOGY

Education		
25. University of Eswatini	UNESWA	EDUCATION & TRAINING
26. Southern African Nazarene University	SANU	EDUCATION & TRAINING
27. Eswatini Medical Christian University	EMCU	EDUCATION & TRAINING
28. Sebenta National Institute	SEBENTA	EDUCATION & TRAINING
Tourism and Environment		
29. Pigg's Peak Hotel & Casino	PPHC	TOURISM & ENVIROMENTAL AFFAIRS
30. Eswatini National Trust Commission	ENTC	TOURISM & ENVIROMENTAL AFFAIRS
31. Eswatini Tourism Authority	ETA	TOURISM & ENVIROMENTAL AFFAIRS
32. Eswatini Environment Authority	EEA	TOURISM & ENVIROMENTAL AFFAIRS
33. Eswatini Tourism Development Company*	ETDC	TOURISM & ENVIROMENTAL AFFAIRS
Information		
34. Eswatini Television Authority	ETVA	INFORMATION COMMUNICATION & TECHNOLOGY
Housing		
35. Eswatini National Housing Board	ENHB	HOUSING & URBAN DEVELOPMENT
Labour		
36. Conciliation, Mediation & Arbitration Commission	CMAC	LABOUR & SOCIAL WELFARE
37. Eswatini National Provident Fund	ENPF	LABOUR & SOCIAL WELFARE
38. Public Service Pension Fund	PSPF	PUBLIC SERVICE
Health		
39. National Emergency Response Council on HIV/AIDS	NERCHA	PRIME MINISTER'S OFFICE
40. Eswatini Nazarene Health Institutions	ENHI	HEALTH
41. Good Shepherd Hospital	GSH	HEALTH
Sports		
42. Eswatini National Sports & Recreation Council	ESRC	SPORTS, CULTURE & YOUTH AFFAIRS
Arts and Culture		
43. Eswatini National Council of Arts and Culture	ENCAC	SPORTS, CULTURE & YOUTH AFFAIRS
Youth Affairs		
44. Eswatini National Youth Council	ENYC	SPORTS, CULTURE & YOUTH AFFAIRS
Disaster Management		
45. National Disaster Management Agency	NDMA	DEPUTY PRIME MINISTER'S OFFICE
46. Baphalali Eswatini Red Cross Society	BERCS	DEPUTY PRIME MINISTER'S OFFICE

Regulatory Authorities		
47. Eswatini Energy Regulatory Authority	ESERA	NATURAL RESOURCES & ENERGY
48. Financial Services Regulatory Authority	FSRA	FINANCE
49. Eswatini Communications Commission	ECCOM	INFORMATION COMMUNICATION & TECHNOLOGY
50. Eswatini Public Procurement Regulatory Agency	ESPPRA	FINANCE
51. Eswatini Higher Education Council	ESHEC	EDUCATION
Energy		
52. Eswatini National Petroleum Company	ENPC	NATURAL RESOURCES & ENERGY

* Dormant

OVERVIEW

Introduction

1. The Public Enterprises Unit (PEU) was established under the Public Enterprises (Control & Monitoring) Act, 1989. This Act provides for the PEU to monitor the performance of the designated Category A Public Enterprises and to provide technical advice on their operations and policy management. The Act establishes a sound operational framework for the corporate governance of the Public Enterprise Sector in Eswatini.
2. The Act requires each public enterprise to submit a report to the PEU on its financial and operational performance, within one month after the end of every three months period. The PEU then compiles these reports for submission to the Cabinet Standing Committee on Public Enterprises (SCOPE). This quarterly report is the PEU's fulfilment of this requirement for the period from April to June 2021, which is the first quarter of the 2021/2022 financial year.

Reporting

Late Reports

3. There are two Public Enterprises that did not submit their reports for the quarter.
4. It is a statutory obligation for all Category A enterprises to report on a quarterly basis. The non-submission of quarterly reports is a violation of section 7 of the PE Act. Section 11 of the Act provides for a Disciplinary Tribunal that addresses issues of non-compliance with the Act as well as recommending disciplinary measures accordingly.
5. The quarterly reports are a vital part of the public enterprises monitoring and management process. Each enterprise's quarterly report is not only sent to the PEU, but should also be submitted and approved by the Board and the line Ministry. The PEU regularly draws individual Ministries and SCOPE's attention on cases of poor operational and financial performance, with accompanying suggestions on how they could be remedied.

SCOPE Approvals

6. SCOPE met eight (8) times during the quarter and approved the following Scope Papers:
 1. FINCORP request for debt relief on Government loans of E77.3million
 2. Appointment of SEDCO Chief Executive Officer and Chief Financial Officer
 3. Appointment of a member of the board of directors of the Small Enterprises Development Company (SEDCO) Board of Directors

4. Appointment of External Auditors for Eswatini Public Procurement Regulatory Agency (ESPPRA)
5. Request for extension of secondment of Mr Musa Magongo as Executive Director at SADC Aviation Safety Organisation and Appointment of Ms Gugu Mdluli as acting CFO.
6. Appointment of the Chief Financial Officer of the Eswatini Revenue Authority.
7. SCOPE Paper review of Control of Parastatals Pay Packages.
8. Request for extension of term of office for the Board of Directors of the FSRA
9. FINCORP request for debt relief of Government Loans of E77.3million.
10. Request for the appointment of two Board Members of Eswatini Bank.
11. Appointment of Audit Firm for the Eswatini Higher Education Council (ESHEC).
12. Retrenchment Exercise at Piggs Peak Hotel and Casino.
13. EWSC – Renewal of Term of Office for the Board of Directors.
14. Appointment of Acting CFO for Eswatini Energy Regulatory Authority.
15. Appointment of Acting Chief Financial Officer for Eswatini Environment Authority.
16. Appointment of External Auditors for Youth Enterprise Revolving Fund.
17. Public Enterprises Unit Quarterly Report for the period ending 31st December 2020.
18. ESWADE approval of External Auditors from 2022/2023 to 2022/2023 audit year.
19. Appointment of the CFO of Eswatini National Trust Commission.
20. Appointment of Board Members for the Eswatini National Petroleum Company.
21. Appointment of Acting CEO for Eswatini Energy Regulatory Authority.
22. Appointment of Board Members for ESWADE.
23. Appointment of Board Members for the National Disaster Management Agency (NDMA).
24. Appointment of Eswatini Tourism Authority (ETA) Board of Directors.

25. Appointment of one Board Member for FINCORP
26. Eswatini Revenue Authority (SRA) appointment of one Board Member.
27. Request for the appointment of two Board Members of Eswatini Bank.
28. Appointment of Board Member of Eswatini Medical Christian University.
29. Appointment of SNG – Grant Thornton as Eswatini National Provident Fund External Auditors.
30. Extension of an Acting appointment for the CMAC Acting Executive Director.
31. Approval of appointment of the CEO for the Eswatini Energy Regulatory Authority.
32. Appointment of Acting MD for Eswatini Electricity Company.
33. Appointment of External Auditors for FINCORP.
34. Appointment of Acting CFO at Eswatini Standards Authority (SWASA).
35. Approval of Salary Review and Job Grading for Southern Africa Nazarene University.
36. Appointment of Board Members for Eswatini National Council of Arts and Culture.
37. Contract Renewal for Eswatini Television Authority CFO- Kenneth Maziya.
38. Appointment of Acting Vice Chancellor for Southern Africa Nazarene University (SANU).

Restructuring

RENAC

7. Following Government's decision to revive RENAC, the entity had requested Government to transfer its shareholding from Swazi Air link to them and they also want to venture into the flying space like other airlines in the world.

General

Management Development - Individual

8. PEU continued supporting individual training of senior management of Public Enterprises through the training portion of the Loan Guarantee Fund. Under this program, enterprises send their senior managers to certain specific courses, upon the approval of the PEU to fund those workshops/conferences. Due to the worldwide shutdown in travel, there were no requests for training

during the quarter.

Management Development – Group Training

This program is planned to resume next year to allow the Loan Guarantee Fund to accumulate enough funds for this very essential program.

Corporate Governance

9. PEU is responsible for ensuring that Board of Directors are all trained on Corporate Governance. Through the LGF, some entities have benefited through training of their Board of Directors. Following the adoption of the King IV Code of Corporate Governance by the Government of Eswatini, a new syllabus will be developed and used by Public Enterprises in their governance trainings.

Eswatini Public Enterprises Association (SPEA)

10. SPEA brings together the Chief Executives of Category A Public Enterprises in a meeting with representatives of the PEU to discuss matters of mutual concern. There was no formal SPEA Meeting this quarter.

Non appointment of Chief Executive Officers, Chief Financial Officers.

The following Entities had not appointed substantive key positions;

- Eswatini Environment Authority (EEA) CEO
- Piggs - Peak Hotel & Casino (PPH) CEO
- Eswatini National Trust Commission (CEO and CFO)
- Eswatini Public Procurement regulatory Authority CEO

11. The non-appointment of Chief Executive Officers is not a good sign of corporate governance and it also compromises the performance of the entities who are without substantive leaders for a very long time.

Public Enterprises Reforms

12. The Ministry of Finance has presented the report to Cabinet for approval and it had been approved in principle. ESEPARC will work on crafting the implementation plan of this study that will have to be presented to Cabinet for approval. The Report will also be shared with all CEOs of category A Public Enterprises and the Principal Secretaries in all the government ministries.

INDIVIDUAL ENTERPRISE REPORTS

For the quarter under review, the following enterprises did not submit their reports.

- UNESWA
- NDMA

I. AGRICULTURE SECTOR

1. ESWATINI DAIRY BOARD (EDB)

Parent Ministry: Agriculture

Operational Review

- The Board continued to carry out inspections ensuring quality control of imports and dairy products sold in local shops and their safety for public consumption.
- A total of 76 heifers were bred with artificial insemination for farmers countrywide compared to the 71 bred last quarter. The Board further facilitated sourcing of dairy cattle semen and liquid nitrogen for farms in the country.

- To increase farmer's technical capacity, a total of 795 farm visits were conducted compared to 617 last quarter and sixteen (16) resource assessments for aspiring dairy farmers.
- A total of seven technical meetings were held in all the four regions of the country with an average attendance of eleven farmers per meeting and five more workshops aimed at improving farmer's technical capacity with an average attendance of eleven participants.
- Thirteen aspiring and existing dairy farmers enrolled in an eight (8) week dairy cattle intensive course. Two aspiring small scale dairy farmers were assisted in the development of viable business cases.
- The Board continued to encourage the development of centralised projects to increase the number of beneficiaries in the local communities through dairy farming.
- A total of six (6) winter pasture establishment demonstrations were conducted with farmers over a combined 9ha where farmers were assisted with the establishment of grazing pastures which include rye grass and panicum maximum.
- EDB continued with its hay making program and 371 (250kg) hay bales were produced for famers. A total of 550(300kg) hay bales were imported from South Africa. Hay bailing boxes were distributed to farmers nationwide to assist in their effort of preserving fodder and producing their own feed.
- Operating Milk Collection Centres (MCCs) included Luyengo, Sengani, Ntandweni, Mpuluzi and Mbalenhle. Thabankulu farmers were engaged on establishing a central collection centre.
- The four operational small scale processors were assisted with technical advice and milk sourcing. The Board facilitated the export of yoghurt and dairy juices by local processors to Mozambique and Botswana.
- Construction of the Proposed Matsapha Dairy Processing Plant was in its final phase.
- Despite the partial school operations, the Board continued to monitor and assist the 18 schools currently running dairy projects and training was provided for pupils and teachers on running dairy projects.
- Following the introduction of the pass on the gift concept in communities and schools, four cows were passed-on to beneficiaries of groups in the EADP programme. The groups involved were Bakhiciti, Ntandweni and Khwicani Dairy Farmers Associations.

- As part of the Community Based Artificial Insemination Programme, the Board continued training twenty (20) Eswatini Youth Brigade beneficiaries on artificial insemination.
- To accelerate the commercialization of goat milk production, the Board began the process of facilitating goat milk packaging and sale.

Outlook

- The sale of male kids to the public.

Financial Situation

- Total income was E11.72m compared to E18.55m last quarter.
- Total expenditure was E6.32m compared to E11.42m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Turnover	11,715,837	18,545,427	15,947,048	14,187,742
Expenditure	6,321,841	11,421,285	9,055,458	8,500,999
Net Profit	5,393,996	7,124,142	6,891,590	5,686,743

Balance Sheet

Fixed Assets	51,419,512	15,324,070	12,042,654	12,290,951
Investments	112,694,426	113,378,085	113,502,844	109,469,541
Current Assets	49,438,255	53,861,523	51,465,573	48,073,827
Current Liabilities	24,294,805	10,277,517	19,815,071	12,197,545
Net Current Assets	25,143,450	43,584,006	31,650,502	35,876,282
Total Employment of Capital	189,257,388	172,286,161	157,196,000	157,636,774
Retained Income	181,611,162	164,320,143	157,196,001	149,670,756
Dairy Development Fund	7,966,020	7,966,020	7,966,020	7,966,020
Office Block	-	-	-	-
Medium Term Lease	-	-	-	-
Obligation	-	-	-	-
Total Capital Employed	189,257,388	172,286,163	157,196,000	157,636,776

PEU Comments

The Board attained a profit of E5.39m compared to E7.12m attained last quarter and this was mainly due to a decline in the entity's revenue streams related to their core mandate i.e. levies and artificial insemination due to the prevailing Covid-19 pandemic. Even though there is a decline in the Boards profit, it is still financially stable as it is able to pay its short term obligations when they fall due.

It is noted that the Board facilitated the exportation of products that are locally produced to Mozambique and Botswana. This is an indication that the Dairy Industry is growing and quality that meets exportation standards is produced, thus facilitating international trade and stimulating domestic economic activity by creating employment, production, and revenues. The Board is encouraged to source other markets regionally and internationally for the locally produced dairy products.

The Board is encouraged to continue to promote the supply of quality dairy products in the country, and further exploring markets for exporting some of the product produced locally.

2. NATIONAL AGRICULTURAL MARKETING BOARD (NAMBOARD)

Parent Ministry: Ministry of Agriculture

NAMBOARD reported as follows for the quarter,

Operational review

- The Market sold 427.02mt of produce worth E2.96m which represents a 30% decline when compared to same period last year. Most of the sales were realized in beetroot, followed by butternut, carrots and onions. Under value addition, the Market was able to process 4.21mt compared to 4.2mt same period last year.
- 270.17mt of produce was collected by Encabeni Market from local farmers who were paid a total of E1.78m for their produce, which was 22% lower than same period last year. A total of 39.9mt was procured by Sdemane Farming from local farmers for export. The Import Substitution program (direct sourcing by retailers) resulted in 2.98mt being sourced locally, resulting in a 6% decline when compared same period last year.
- The Farm Input Shop and Nursery achieved total sales of E1.33m during the period; nursery produced and sold 868, 016 vegetable seedlings worth E0.38m, and conventional vegetable seeds worth E0.21m. A total of 1, 767 fruit trees were sold to farmers.
- The quality assurance unit trained 274 farmers on crop husbandry, harvesting and post-harvesting in the period. Rejection rates were 2% and 24% for conventional and baby vegetables respectively, as a result of pests, diseases and hailstorm damage in the period.
- NAMBOARD continued pursuing the critical projects in conjunction with SWADE, UNDP and Ministry of Agriculture. The High Value Horticulture and Crop Project (HVHCP) was able to deliver

33.9mt of fresh produce to pack-houses, and the Smallholder Market-led Project (SMLP) was able to produce 12mt for the Market.

- The total export of scheduled products was 32.47mt compared to 33.39mt last year same quarter. Scheduled imports were 77.02mt compared to 112.45mt last year. Exports of vegetables declined significantly when compared to same period last year
- A total 476 permits were issued compared to 409 last year same period. Of these, 5 were export permits compared to 7 last year same period.

Outlook

- Pursue scheduling of legumes, fish and beef by the Ministry and the revision of levy schedules.
- Continue AMIS registration, rehabilitate Encabeni cold-room and Banana pack-house.
- Kick-start sunflower and soybeans production program

Financial Situation

- The Board realised a surplus of E5.51m compared to a deficit of E1.66m incurred last year same period.
- Income from levies amounted to E19.00m for the period compared to E10.23m last year same period.
- Expenditure for the period amounted to E14.70m compared to E12.39m last year same period.

Financial Statements

	2021	2021	2020	2020
Income Statement	June 30	Mar. 31	Dec. 31	Sept. 30
Sales	5,364,950	4,678,128	21,562,208	7,508,464
Cost of Sales	4,655,432	4,438,724	24,731,694	11,590,712
Gross profit/loss	<u>763,375</u>	<u>239,404</u>	<u>(3,169,486)</u>	<u>(4,082,248)</u>
Income from levies	18,998,742	12,758,747	38,921,648	14,254,389
Other Income	503,533	848,116	1,748,111	902,902
Expenditure	<u>14,703,828</u>	<u>15,843,287</u>	<u>33,961,275</u>	<u>11,648,996</u>

Operating Profit/loss	5,507,822	(1,997,020)	3,538,998	(573,953)
Fixed Assets	36,080,948	36,030,442	36,350,989	32,304,855
Investments	23,580,136	24,298,828	23,613,969	23,420,566
Current Assets	21,289,522	16,769,956	20,893,412	21,981,621
Current Liabilities	14,209,120	15,919,627	16,077,318	16,884,060
Net Current Assets	7,080,402	850,329	4,816,094	5,097,561
Employment Capital	66,741,486	61,179,599	64,781,052	60,822,982
Retained Earnings	43,170,084	33,415,591	40,064,105	35,520,094
Revaluation Reserves	18,856,525	18,856,525	18,856,525	18,856,525
Long term liabilities	4,714,876	8,907,483	1,773,821	6,446,363
Total Capital Employed	66,741,485	61,179,599	64,781,052	60,822,982

PEU Comments

The Board realised a surplus of E5.51m compared to a deficit of E1.66m incurred same period last year attributed mainly to increased income from levies of E19.0m compared to E10.23m last year same period. The Board incurred a deficit of E2.0m last quarter.

A HACCP audit was conducted in the period to ensure NAMBOARD's production and packaging operations are compliant to HACCP and Global GAP certification standards, and the certification was maintained. The Board is also commended for the operationalisation of Lavumisa and Msahweni pack-houses thus improving collection efficiencies and inbound logistics as farmers within a 10km radius are able to deliver produce to the pack-houses themselves other than NAMBoard vehicles.

3. NATIONAL MAIZE CORPORATION (NMC)

Parent Ministry: Agriculture

NMC reported as follows for the quarter,

Operational review

- Local maize purchases amounted to 837mt, a significant increase from last quarter's 67mt and the increase was attributed to the fact that most farmers had started shelling maize.

- Only two farmers were contracted with a total area of 6ha, making the total area contracted to be 6783ha with a total of 607 farmers.
- A total of 196.48ha were harvested with 40.5hrs spent shelling and harvesting for the season was still ongoing.
- A total of 622mt were collected from 9 different farmers and it is anticipated that more maize will be collected in the coming quarter.
- Beans sourced from local farmers totalled 9.08mt and a total of 237.58ha were under production from different farmers around the Kingdom.
- A total of 18ha of beans were harvested at Bethany and another 18ha harvested at Gcina Farm, 5 out of 18ha were harvested at Mbuluzi, whilst at Mbanana farm, harvesting for 22ha of beans had not started.
- Average quality compliance on maize received stood at 56%, whilst 44% did not meet the required specification and the main reason for non - compliance was weevil infestation.
- Projects undertaken included the installation of a standby generator, full aeration of floor system as well as maintenance of all NMC Depots.

Tractor Service Input and Subsidy Project

- There was a total of 114 functional NMC Tractors and there were none privately owned tractors and a total of 74 tractors needed some repairs.
- NMC was forced to suspend all tractor hire services due to the political unrest that was experienced in the last week of June and a lot of damage and looting was done at the Ludzeludze offices.
- Revenue collected was E1.37m compared to E1.54m last quarter.

Financial Situation

- Total income was E66.04m against E82.51m last quarter.
- Total expenditure was E67.53m compared to E84.45m last quarter.

Financial Statements

Income Statement

	2021	2021	2020	2020
	Jun.30	Mar.31	Dec.31	Sep.30
Total Income	66,035,784	82,511,693	63,656,933	34,452,800
Total Expenditure	67,530,857	84,477,542	67,490,238	37,974,213
Net Profit/ Loss	(1,495,073)	(1,965,849)	(3,833,305)	(3,521,412)

Balance Sheet

Non-Current Assets	34,523,521	40,162,932	41,280,773	41,111,967
Current Assets	43,689,896	43,432,689	72,622,772	49,807,396
Current Liabilities	87,189,256	81,136,563	106,830,066	80,345,964
Net Current Assets	(43,499,360)	(37,703,874)	(34,207,294)	(30,538,568)
Total Employmt of Capital	(8,975,839)	2,459,058	7,073,479	10,573,399
Share Capital	2,405,000	2,405,000	2,405,000	2,405,000
Grant : Plot 542 –land & Silos : Maize Govt Grant	4,924,924	4,955,951	4,979,221	4,994,736 -
Revaluation Reserve	9,098,713	9,448,413	9,448,413	9,448,413
Retained Income	(27,809,880)	(23,346,190)	(18,593,889)	(14,879,020)
Long Term Liabilities	2,405,404	8,995,884	8,834,734	8,604,270
Total Capital Employed	(8,975,839)	2,459,058	7,073,479	10,573,399

PEU Comments

The Corporation recorded a loss of E1.50m against E1.97m incurred last quarter and this was largely due to the decline in demand as well as the political unrest that saw the Corporation losing its two last days of trading which are normally the busiest. Another contributing factor is that beans were out of the market for the better part of the quarter.

NMC is not doing well as attested by the negative working capital of E43.50m, which indicates that the entity is not able to pay its financial obligations as they fall due. The continuous increase in current liabilities is a cause for concern. Management is encouraged to come up with strategies that will assist the Company to get back to a stable position.

4. ESWATINI COTTON BOARD (ECB)

Parent Ministry: Agriculture

ECB reported as follows for the quarter,

Operational Review

- The Lowveld Experiment Station (LES) received a total of 22.8mm of rainfall compared to 441.6mm received in the previous period. The month of June recorded the highest amount of rainfall of 16.5mm compared to 6.3mm received in April.
- The Board continued to distribute packaging material and farm inputs.

- Seed cotton buying commenced and a total of 199,441kg of seed cotton was purchased at E1.2m. The quality of the crop fell within acceptable limits as 92% of the cotton was A grade and the rest shared between grade B and C.
- The maintenance of ginnery equipment commenced and it entailed servicing all equipment to be used during the ginning process.
- Stock worth E3.16m was held as at the end of the quarter compared to E2.38m previously held and it included; factory materials, ginnery stock, planting seeds, spraying chemicals and production stocks.
- The Credit Revolving Fund established to finance inputs for cotton production lended E0.25m to farmers, whilst E0.42m was recovered.
- The Technical Department provided technical support to growers as per the Board’s mandate. Due to the lockdown, SMS program was used to disseminate technical information.
- The Board continued to oversee the management of cotton trials both on station and on-farm.

Outlook

- The Board looks forward to supporting farmers on cotton picking, buying cotton, distributing farm inputs and packaging material, recruiting new cotton growers, training staff, procuring new equipment to improve internal capacity, procuring staff uniforms and developing and reviewing operational, finance and HR policies.

Financial Situation

- A loss of E0.81m was incurred compared to E2.02m realized the previous quarter.
- Total expenditure amounted to E1.16m compared to E1.43m last quarter.

Financial Statements

Income Statement

	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income	-812,283	2,022,198	8,610,056	3,015,277
Expenditure	1,161,420	1,430,527	2,917,277	6,553,777
Profit/Loss	-1,973,703	591,671	5,692,779	-3,538,500

Balance Sheet

Fixed Assets	2,124,203	2,188,345	2,188,345	2,188,345
Investments	523,726	523,726	523,726	523,726
Current Assets	7,647,407	6,429,947	4,764,772	13,228,578
Current Liabilities	2,277,978	3,118,818	3,471,704	8,933,888
Net Current Assets	5,369,429	3,311,129	1,293,068	4,294,690
Employment of Capital	8,017,358	6,023,200	4,005,139	7,006,761
Contributed Surplus	6,024,595	7,012,618	7,012,618	7,012,618
Retained Income	3,966,466	(3,311,129)	(4,356,793)	3,532,644
Net Profit/Loss	(1,973,703)	1,539,342	1,349,313	(3,358,500)
Capital Employed	8,017,358	6,023,200	4,005,139	7,006,761

PEU Comments

The Board incurred a loss of E0.81m compared to a profit of E2.02m realized in the previous quarter. It is important to point out that the loss was as a result of considering cost of sales which were more than the income realized. The major source of income came from levies, woolpack rentals, facility rental, house rental, bank interest, proceeds from asset disposal and general company trading.

The main activities for the period included the distribution of inputs and packaging materials, cotton buying, recruitment of cotton growers, ginnery servicing, and the management of cotton trials and staff training on cotton production.

5. ESWATINI WATER AND AGRICULTURAL DEVELOPMENT ENTERPRISE (ESWADE)

Parent Ministry: Agriculture

ESWADE reported as follows for the quarter,

Operational Review

LOWER USUTHU SMALLHOLDER IRRIGATION PROJECT (LUSIP) Phase II

- The total area harvested at Lomveshe, Babili and Luphiko LwaMgwagwa FCs was 31.4ha with a total yield of 419.6mt and crops harvested included banana, papaya and pitaya.
- The rehabilitation of 44 LUSIP tunnels was completed and was currently at Defects Liability Period.
- The Construction of the Ripening Facility shed and Coldroom slab at Lukhetseni Pack House was completed.
- The Lukhetseni Packhouse extension was 90% complete. There were delays as the Excavator had mechanical faults and the equipment has already been removed from site by the MoA.

- There were 100 trees replanted on Afforestation Sites (Vulematfuba and Mhlabaneni).
- All 37 resettled homesteads were supplied with interim potable water.
- Nineteen (19) homesteads were compensated for the loss of land during the construction of the Main Conveyance System and for their structures that were affected by the Secondary Distribution System.

Smallholder Market-Led Project/Climate Smart Agriculture for Resilient Livelihoods (SMLP/CSARL)

- The Sikhunyane Rehabilitation site water supply works was at 80% completion with the pump house, solar plant, conveyance line and storage tanks installation completed, whilst the Ndinda gully restoration works project was at 75% completion.
- The earth dam construction progress at Ngololweni was at 30%, with works still concentrated on backfilling the main dam core trench.
- Horticultural sales recorded amounted to E36, 270.00.

High Value Crop & Horticulture Project (HVCHP)

- Two (2) farmer companies were audited and managed to attain unqualified audit financial statements over the reporting period.
- Ninety-three (93) people were hired over the period within the farmer companies and they included 44 females and 49 males. Out of those employed, 34 (37%) of them were the youth.

MKHONDVO/NGWAVUMA WATER AUGMENTATION PROJECT (MNWAP)

- Identification and mapping of resettlement sites were completed for all the five (5) chiefdoms within the Project Development Area (PDA).
- There were excursions to LUSIP for the people affected by resettlement.
- Areas for relocation of graves were identified and mapped under the Qomintaba, Kaliba and Lushini Chiefdoms.
- A contract was awarded for the construction of the Mpakeni Dam Permanent Access Roads.
- The opening of Roads and Platforms for the 21 homesteads to be resettled at Thezane was completed.
- A meeting with Private Farms Owners who will be affected by the installation of the irrigation infrastructure was held in the quarter.

Financial Situation

- ESWADE received a Government subvention of E3.73m and had a deficit of E0.81m.
- Total expenditure was E4.73m against 2.78m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income and Subvention	3,919,744	6 605 957	1 425 892	3 857 889
Expenditure	4,727,674	2 778 973	3 167 675	3 149 036
Surplus/Loss(-)	-807,930	3 826 985	(1 741 783)	708 853
Balance Sheet				
Fixed Assets	35,908,412	18,511,691	27 670 194	18 855 240
Capital Projects expenditure	1,739,579,491	1,586,332,701	1 338 506 372	1 192 973 852
Current Assets	461,491,141	392,720,831	508 148 779	206 782 696
Current Liabilities	62,749,437	68,278,914	8 006 309	68 652 170
Net Current Assets/Liabilities	398,741,704	324,441,917	500 142 471	138 130 526
Total Employment of Capital	2,174,229,607	1,929,286,309	1 866 319 038	1 349 959 620
Share Capital	2	2	2	2
Government Grant	934,689,624	930,954,051	924 678 287	606 470 901
IFAD Grant	73,135,805	69,828,878	66 174 131	59 615 889
GEF Grant	30,641,577	28,082,766	27 080 596	25 278 798
IRLI Grant	-	-	-	-
EIB Grant	353,614,831	177,283,956	156 542 259	
ADB Grant	701,674,621	641,300,993	607 573 345	589 017 098
OFID Grant	23,993,668	23,993,668	23,993,668	23,993,668
ICDF Grant	2 349 301	2 349 301	2 349 301	2 349 301
EDF IV – EU	28,405,759	28,405,759	28,405,759	28,405,759
Borrowings	7,096,924	8,365,438	10 585 090	
Retained Income	18,627,496	18,721,497	18 936 600	14,828,203
Total Capital Employed	2,174,229,607	1,929,286,309	1 866 319 038	1 349 959 620

PEU Comments

ESWADE received a subvention of E3.73m this quarter and incurred a deficit of E0.81m. compared to a surplus of E3.83m last quarter. The Enterprise is doing well as it still maintains a positive working Capital.

Government is applauded for her efforts of supporting this entity as it plays a major role in improving development and agriculture especially in the rural areas, as these projects come up with employment opportunities.

ESWADE is currently undertaking five major projects namely; High Value Crop and Horticulture Project (HVCHP), Mkhondvo-Ngwavuma Water Augmentation Project (MNWAP), Lower Usuthu Small Holder Irrigation Project (LUSIP) – Phase II, Smallholder Market-Led Project (SMLP) and the Eswatini Livestock Value Chain Development Programme (ELVCDP).

II. TRANSPORT SECTOR

6. ESWATINI RAILWAYS (ESR)

Parent Ministry: Public Works & Transport

ESR reported as follows for the quarter,

Operational Review

- A total of 1.37mt of cargo were transported compared to 1.41mt transported last period earning actual revenue amounting to E53.02m. Actual revenue earned last quarter was E53.45m.
- Imports traffic recorded a total of 0.035mt compared to 0.038mt prior quarter and actual revenue earned was E6.44m compared to E6.64m prior quarter.
- A total of 0.024mt of cargo were exported compared to 0.08mt last quarter. Revenue earned from export traffic was E3.17m compared to E1.37m prior quarter.
- Inclusive in the imports/exports revenue is income from the Inland Container Depot (ICD) which recorded a total of 0.014mt compared to 0.022mt last quarter.
- A total of 1.32mt were transported in transit traffic compared to 1.37mt last quarter. Actual revenue earned was E45.44m compared to E52.98m last quarter.
- There was no revenue generated from tourist trains due to the perseverance of the COVID-19 pandemic.
- There were no major derailments this period except social unrests which took place both in Eswatini and South Africa forcing traffic to be diverted to Maputo. Cable theft incidents were also reported within Transnet Freight Rail (TFR) network leading to a standstill while TFR was fixing the lines.
- Matsapha ICD Phase II & Phase III Engineering Designs – an architect has been appointed to prepare preliminary designs of port buildings as well as conducting a feasibility study of the proposed development.
- Work Package 4 (Eswatini Rail Link- Sidvokodvo to Phuzumoya upgrades) – detailed engineering designs for the railway line upgrade had reached the final stages and the consultant was preparing the final report. The African Development Bank supervision mission has been conducted and a recommendation in respect of triggering the preparation mission for funding was made. The Aide Memoir was expected to be signed next quarter.
- Mpaka ICD Development – engineering designs for the construction of the platform have been completed together with tender documents. Construction was anticipated to begin early September 2021.
- Eswatini Rail Link Project – this quarter saw the successful conclusion of negotiations with De Souza

for the acquiring of land for permanent servitude as well as temporary land take for project purposes. The company, however, was yet to conclude the two remaining negotiations with Tibiyo/Montigny and the Ministry of Commerce Industry and Trade.

- The Company met key project stakeholders, project affected traditional authorities (chiefs) and community resettlement task teams (RTTs) to officially notify and brief them about the pending start of the resettlement process as per the stakeholder management strategy. Moreover, engagements in the form of workshop and consultations with the RTTs were conducted where the Company shared more information pertaining the resettlement processes.

Financial situation

- Total revenue was E62.17m compared to E63.40m last quarter.
- ESR recorded a loss of E13.77m compared to a loss of E10.66m last quarter.
- Total expenditure was E75.94m compared to E74.06m prior quarter.

Outlook

To forward a request to the Republic of China on Taiwan for the expansion of the Dry Port implementation and publicize expression of interest to help solicit Public Private Partnerships (PPPs) for the implementation of projects (sugar spur lines, Matsapha ICD expansion and Mpaka ICD).

Financial Statements

Income Statement	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Revenue	62,169,000	63,404,000	77,342,000	83,235,000
Expenditure	75,943,000	74,061,000	69,127,000	75,117,000
Net Profit/Loss	-13,774,000	-10,657,000	8,215,000	8,118,000
Fixed Assets				
Fixed Assets	665,519,000	667,571,000	671,049,000	669,564,000
Investments	17,356,000	17,356,000	17,245,000	17,245,000
Current Assets	427,806,000	435,044,000	379,267,000	301,343,000
Current Liabilities	67,673,000	41,275,000	48,001,000	51,914,000
Net Current Assets	360,133,000	393,769,000	331,266,000	249,429,000
Employment of Capital	1,043,008,000	1,078,696,000	1,019,560,000	936,238,000
Equity	446,780,000	446,780,000	369,380,000	287,180,000
Reserves	172,492,000	175,239,000	175,127,000	175,127,000
Retained Earnings	91,497,000	107,274,000	117,859,000	109,648,000
Non-Current Liabilities	332,239,000	349,403,000	357,194,000	364,283,000
Total Capital Employed	1,043,008,000	1,078,696,000	1,019,560,000	936,238,000

PEU Comments

The poor performance by the Company continued this quarter and as a result a loss of E13.78m was recorded compared to a loss of E10.66m recorded last quarter. The increase in losses was due to the decline in revenue as well as the rise in expenditure. Expenditure increased as a result of the planned maintenance shutdown that usually takes place in the month of June every year. A notable increase in current liabilities was observed and this was due to an increase in trade payables, which rose from E26.58m to E47.78m.

Much progress has been reported on the anticipated Eswatini Rail Link project. Worth noting is the fact that the Company was able to conclude negotiations with the owner of the land for acquiring permanent servitude and temporary land for project purposes. By close of the quarter, the Company had engaged the relevant stakeholders to discuss a way forward pertaining the resettlement processes.

The Covid-19 pandemic continues to negatively impact Eswatini Railways' operations especially transit traffic and the tourist passenger trains.

7. ESWATINI CIVIL AVIATION AUTHORITY (ESWACAA)

Parent Ministry: Public Works & Transport

ESWACAA reported as follows for the quarter,

Operational Review

- The Civil Aviation (Aeronautical Telecommunications), Operation of Aircraft and Aerial Work Regulations were drafted and compiled.
- Drafting of the Enforcement Policy & Procedures & Rule Making Manual was completed and Corrective Action Plans (CAPs) for KM III IA were reviewed.
- The Authority received an ICAO TCB Project iPack which seeks to establish the National Air Transport and Facilitation (NATF) Programme and appoint the NATF Committee.
- A total of 3 Air Service licenses and 38 permits were issued (23 landing and 15 overflight) and these included private, cargo and charter flights.
- There was a total of 190 scheduled flights with 2651 passengers and a total of 31,734kg of cargo. These figures were still relatively low as Eswatini Airlink had not gone back to her full operation.
- The Authority received Cabinet approval in May 2021 for the signature of the Memorandum of Implementation of the Yamoussoukro Decision which will cement the country's commitment on this Program which is pursued by the African Civil Aviation Commission on behalf of the African Union.
- The KM III IA continued to operate under fire cover Category 7, capable of upgrading to Category 9

on request and Eswatini Airlink increased flight frequency from one to two per day from 1st June 2021.

- The Civil Aviation Bill was tabled in the House of Senate by the Minister of Public Works and Transport on the 25th May 2021.

Financial Situation

- Government subvention was E33.85m.
- Other income increased to E2.42m from E1.45m last quarter.
- Total expenditure declined to E66.23m from E78.12m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun.30	Mar.31	Dec.31	Sep.30
Government Subvention	33,845,362	33,845,362	49,563,575	31,690,724
Other income	2,420,924	1,450,223	530,350	273,476
Expenditure	66,232,120	78,121,967	71,717,008	77,609,491
Operating Surplus/Deficit	(29,965,834)	(42,826,382)	(21,623,683)	(45,645,291)
Balance Sheet				
Fixed Assets	1,359,832,047	1,393,908,026	1,428,860,633	1,463,813,240
Current Assets	14,049,927	20,703,778	16,037,552	5,752,291
Current Liabilities	26,761,133	28,175,703	16,415,674	18,740,952
Net Current Assets	(12,711,206)	(7,471,925)	(378,122)	(12,988,661)
Total Capital Employed	1,347,120,841	1,386,436,101	1,428,482,510	1,450,824,579
Contributed Surplus	(1,359,673,808)	(1,320,358,548)	(1,278,312,139)	(1,255,970,071)
Retained income	2,706,794,649	2,706,794,649	2,706,794,649	2,706,794,649
Total Capital Employed	1,347,120,841	1,386,436,101	1,428,482,510	1,450,824,579

PEU Comments

ESWACAA continued with her mandate despite the challenges which came with the Covid-19 pandemic, as KM III IA continued to operate under category 7. The Increase in flight frequency is an indication that operations are slightly getting better and more improvement is expected as time progresses.

The Authority incurred a loss of E29.97m against a loss of E42.83m the previous period. Current liabilities continued to overcome the entity's current assets and this is not a good sign as the entity is not able to honour its financial obligations as they fall due and this attracts interest. The Authority is encouraged strengthen its internal control measures to ensure that expenditure is controlled and the Company sticks to the budget.

8. ROYAL ESWATINI NATIONAL AIRWAYS CORPORATION (RENAC)

Parent Ministry: Public Works & Transport

RENAC reported as follows for the quarter,

Operational Review

- RENAC did not operate any Charter flights, only the demonstration and maintenance flights were conducted.
- Operators handled included Cemair, ExecuJet, MH Aviation, Jetex, Skyfirst, World Fuel Services, Botswana Defence Force and Government of Botswana.
- No incidents or accidents were reported and airside safety and Safety Management System was provided to most airside staff.
- The Corporation managed to retain Aircraft serviceability at 100%, perform all due maintenance on both aircrafts, complete Manual Procedures and procure tooling for the A340.
- Following the completion and cascading of the Corporation's Strategic Plan to all employees, a dash board progress report will be presented from the second quarter.

Financial Situation

- Total income generated was E2.07m against E5.02m last quarter.
- Government subvention was E83.87m compared to E40.32m the previous period.
- Total expenditure declined to E31.61m from E60.10m last quarter.

Financial Statements

Income Statement

	2021 Jun. 30	2021 Mar. 31	2020 Dec. 31	2020 Sep. 20
Income	2,069,278	5,019,280	1,948,408	3,004,217
Government Subvention	83,866,667	40,320,000	161,280,000	-
Expenditure	31,607,881	60,095,450	121,787,029	66,315,432
Operating Profit	54,328,093	(14,756,170)	41,441,379	(63,311,215)

Balance Sheet

Fixed Assets	483,002,595	432,979,059	485,882,200	432,234,525
Current Assets	300,609,366	238,945,926	229,360,610	162,394,822
Current Liabilities	43,338,411	43,697,300	15,267,274	19,963,333
Net Current Assets	257,270,955	195,248,626	214,093,336	142,431,489
Total Employment of Capital	740,273,550	628,227,685	699,975,536	574,666,014

Shareholder Contributions	100,466,998	100,466,998	100,466,998	100,466,998
Reserves	584,877,939	515,291,557	555,459,616	515,849,848
Retained Income	53,428,613	10,969,130	42,548,922	(43,150,833)
Ordinary Share Capital	1,500,000	1,500,000	1,500,000	1,500,000
Deferred Income	-	-	-	-
Total Capital Employed	740,273,550	628,227,685	699,975,536	574,666,014

PEU Comments

This quarter saw low activity on RENAC operations due to the Covid-19 pandemic. The decline in demand and supply for scheduled air travel services continued and greatly affected the Corporation's revenue generation prospects.

The successful demonstration flight conducted is a positive move as it will allow the Regulator to issue RENAC with an Air Operator Certificate, thus allowing her to operate commercial flights on its aircraft, subsequently increasing revenue. It is hoped that things will gradually normalise and the entity will be able to operate commercial flights.

III. FINANCE SECTOR

9. ESWATINI DEVELOPMENT AND SAVINGS BANK (EDSB)

Parent Ministry: Finance

EDSB reported as follows for the quarter,

Operational Review

- Interest income amounted to E37.82m compared to E39.09m last quarter. The adverse variance was due to decreases in interest from corporate business, agriculture business partly offset by an increase in interest generated from Motor Vehicle Finance loans, mortgage and khululeka loans.
- Interest paid amounted to E15.42m compared to E16.1m previously and the variance was caused by last quarter inclusion of IFRS 16 requirement of interest on leases coupled with the decrease on customer deposits mainly ordinary call accounts, current account and fixed deposits.
- A total of E28.05m (E30.29m last quarter) was generated from fees and commissions and the adverse variance was mainly due to decreases in lending commissions, administration fees and insurance commissions partly offset by increases in ATM commissions, cash withdrawals and encashing cheques commissions.
- Investment income from various instruments amounted to E9.33m compared to E9.35m last quarter.

- Customer deposits mainly from corporate clients amounted to E1.48bln and have decreased by E37.83m during quarter. The significant decrease was mainly from fixed deposits, current and call accounts and savings accounts.
- Loans and advances increased to E1.52bln compared to E1.47bln due to newly disbursed loans issued to corporate businesses.
- The VISA Acquiring Project which enables the Bank's transactional platforms to accept VISA Cards and also opens up a gateway for the installation of Point of Sale Machines was fully operational.

Financial Situation

- Results for the quarter reflected a profit of E1.58m compared to E5.05m last quarter.
- Total expenditure was E15.42m compared to E16.10m last quarter.

Financial Statements

Income Statement

	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Interest Income	37,822,000	39,090,000	43,265,000	35,360,000
Interest Expenses	15,420,000	16,098,000	16,350,000	16,841,000
Net Interest Income	22,402,000	22,993,000	26,915,000	18,519,000
Provisions	-	3,000,000	3,000,000	3,000,000
Net Int. Income after Prov.	22,402,000	25,993,000	23,915,000	21,519,000
Non-Interest Income	37,624,000	39,818,000	44,928,000	44,579,000
Operating Income	60,026,000	65,810,000	68,843,000	66,097,000
Total overheads	58,527,000	60,861,000	63,591,000	60,577,000
Operating Profit	1,499,000	4,949,000	5,252,000	5,520,000
Recoveries	81,000	100,000	420,000	103,000
Share of Loss from Associate	-	-	-	-
Total Loss/Profit	1,580,000	5,049,000	5,672,000	5,623,000

Balance Sheet

Liquid Assets	649,601,000	704,149,000	694,923,000	709,418,000
Loans & Advances	1,751,380,000	1,465,381,000	1,455,354,000	1,442,483,000
Other Current Assets/Debtors	20,747,000	22,272,000	24,165,000	28,903,000
Provisions	(235,409,000)	(266,820,000)	-	-
Equity Shares Metropolitan	12,046,000	15,207,000	15,207,000	15,207,000
Fixed Assets	248,178,000	246,557,000	243,153,000	245,384,000
Total Employment of Capital	2,446,543,000	2,453,565,000	2,432,803,000	2,441,395,000
Deposits	1,444,176,000	1,482,002,000	1,475,979,000	1,497,619,000
Long Term Liabilities	166,249,000	163,767,000	204,324,000	200,167,000
Other Liabilities	67,007,000	57,528,000	53,795,000	53,556,000
Special Funds	213,970,000	212,335,000	165,783,000	164,345,000
Shareholders' Funds	555,141,000	537,933,000	532,922,000	525,708,000
Total Capital Employed	2,446,543,000	2,453,565,000	2,432,803,000	2,441,395,000

PEU Comments

The total Statement of Financial Position has grown from E2.45bln to E2.446bln during the quarter and below the budgeted E2.527bln and this was mainly due to decreases in customer deposits partly offset by increases in other liabilities, special funds (micro and small enterprise revolving fund), long term liabilities and shareholders' funds.

The VISA Acquiring project which is now fully operational and it enables the Bank's transactional platforms to accept VISA Cards. Eswatini Bank Point of Sale Machines have been installed in various outlets and this will increase the Bank's revenue streams and competitive advantage.

10. ESWATINI REVENUE AUTHORITY (SRA)

Parent Ministry: Finance

SRA reported as follows for the quarter,

Operational Review

- Actual revenue collected stood at E2.57bln compared to E2.4bln last quarter and against a target of E3.12bln.
- The closing debt stock as at the end of the period was E7.26bln compared an opening amount of E7.51bln in May.
- The average processing time for entries was 1 hour 34 minutes and 03 seconds compared to 1 hour 03

minutes 46 seconds in the previous quarter.

- A total of E288.68m was paid in refunds during the quarter compared to E349.64m previously paid; of which E286.56m was for VAT and E2.12m for Income Tax.
- Total exports to the world stood at E6.41bln compared to E6.92bln last quarter while imports were recorded at E7.18bln compared to E7.5bln.

Financial Statements

- Total expenditure was E107.62m against E109.62m last quarter.
- Income generated was E 0.81m against E1.56m last quarter.

Financial Statements

Income Statement	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Subvention	138,403,105	100,903,105	100,903,105	100,903,105
Income	811,699	1,562,089	3,947,265	972,574
Expenditure	107,620,055	109,624,018	111,986,267	96,662,939
Surplus/Deficit	31,594,749	-7,158,824	-7,135,897	5,212,740

Balance sheet				
Fixed assets	1,016,935,331	1,036,375,245	1,088,770,204	1,069,968,914
Current assets	106,799,595	166,422,818	158,983,507	154,527,615
Current liabilities	7,074,580	14,626,806	34,432,143	30,891,654
Net current assets	99,725,015	151,796,012	124,551,364	123,635,961
Employment of capital	1,116,660,346	1,188,171,257	1,213,321,569	1,193,604,875
Retained income	-3,438,114,288	-2,884,166,865	-3,184,275,634	-3,076,359,347
Long term liabilities	551,570,331	666,110,518	617,814,746	630,770,272
Capital and reserves	3,975,924,918	3,379,043,759	3,752,503,072	3,611,914,566
Donor Funding	27,279,384	27,183,845	27,279,384	27,279,384
Capital employed	1,116,660,346	1,188,171,257	1,213,321,569	1,193,604,875

PEU Comments

SRA realised a surplus of E31.59m as a result of a significant increase in revenue and a decline in expenses. It is important to point out that for the current financial year 2021/2022, Government increased the amount of subvention to be injected to the organization, thus the reflection in the income statement.

The revenue collections target of E3.12bln for the quarter was not reached as E2.57bln was collected. The

significant below target performance for the major tax types specifically in the month of June was attributed to non-payment by some taxpayers, partly due to the effects of the unrest that was experienced in the country, which adversely impacted connectivity and business activity in the last days of the month. The non-implementation of some tax policy changes which were incorporated in the revenue target was also another factor that contributed to the observed below target performance.

11. ESWATINI DEVELOPMENT FINANCE CORPORATION (FINCORP)

Parent Ministry: Finance

FINCORP reported as follows for the quarter,

Operational Review

- Total loans amounting to E201.72m compared to E159.89m were approved by the Group this quarter.
- FINCORP was able to secure a loan facility of Euro 10m from the European Investment Bank, and a first tranche totalling E35.6m was received in April 2021.

Financial Situation

- A total of E63.17m was received from interest and fee income compared to E57.30m received last quarter.
- Non- interest income was E2.55m compared to a negative balance of E0.71m last quarter.
- Interest expense was E27.56m compared to E19.05m last quarter.
- Credit loss impairment allowance was E4.33m compared to a positive balance of E2.25m last quarter.
- Other expenses comprising of staff costs and general overheads were E19.27m compared to E17.31m last quarter.

Outlook

- The Corporation looks forward to the completion of the statutory audit for the financial year ended 31 March 2021.
- With the Covid-19 persistent and health officials advising preparedness for a third wave, FINCORP is working towards operationalizing remote access to the management information system and working from home.

Financial Statements

Income Statement	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income	65,676,408	56,587,708	61,320,750	62,562,855
Expenditure	53,661,830	45,422,714	48,229,758	58,730,128
Impairment Allowance	4,334,825	(2,253,379)	6,150,425	5,029,480
Operating Income	7,679,753	13,418,374	6,940,567	-1,196,753
Taxation	3,609,780	1,242,912	4,330,491	2,172,848
Net Income/Loss	4,069,973	12,175,461	2,610,075	-3,369,601

Balance Sheet

Fixed Assets	141,099,101	123,598,032	122,895,142	123,453,109
Investments	98,287,899	5,310,919	28,624,702	10,532,452
Current Assets	1,392,014,225	1,337,987,976	1,281,565,135	1,295,898,001
Current Liabilities	42,466,978	19,203,725	38,380,631	36,827,674
Net Current Assets	1,349,547,247	1,318,784,251	1,243,184,504	1,259,070,327
Employment of Capital	1,588,934,247	1,447,693,202	1,394,704,348	1,393,055,888

Non-Distributable Reserve	184,225,069	184,225,069	184,225,069	184,225,069
Distributable Reserves	69,453,839	42,383,287	30,207,825	27,650,061
Non-Current Liabilities	1,335,255,337	1,221,084,847	1,180,271,454	1,181,180,759
Total Capital Employed	1,588,934,245	1,447,693,202	1,394,704,348	1,393,055,889

Key Financial indicators:

Ratio description	Q1	Q4	Q3	Q2
ROCE (EBIT/Capital Employed)	0.0	0.009	0.005	-0.10
Debt/Equity Ratio (debt/Equity)	5.3	5.4	5.5	5.6
Current ratio (current assets/Current Liabilities)	33:1	70:1	33:1	35.2:1
Credit Impairment Provisions	4,334,825	(E2,253,379)	E6,150,425	E5,029,480

PEU Comments

Total income for the quarter increased significantly mainly as a result of the rise in interest income from E57.30m last quarter to E63.13m. This was due to the increase in the amount of loans approved this quarter. Contrary, there was a huge increase in expenditure from E45.42m last period to E53.66m due to the increase in interest income by 45% and total borrowings increased from E1.22bln to E1.34bln. As such, the Group recorded a decline in profits from E12.18m to E4.07m this quarter.

This quarter saw the Group receiving the first tranche of E35.6m from the Euro 10m European Investment Bank (EIB). This amount will go a long way in assisting FINCORP to be able to carry out her mandate,

though at a cost.

12. SINCEPHETELO MOTOR VEHICLE ACCIDENT FUND (SMVAF)

Parent Ministry: Finance

SMVAF reported as follows for the quarter,

Operational Review

- The Fund experienced a deficit of E6.60m compared to a surplus of E6.61m recorded last quarter.
- Fuel levy received was E27.89m compared to E23.68m last quarter.
- Benefits and claims increased from E11.00m to E25.67m which was a result of settlement of backlog claims as well as acceleration in payment of active claims.
- Total expenses increased from E34.47m last quarter to E42.77m this quarter due to an increase in claim expenses.
- Registered claims increased from 248 last quarter to 325 whilst settled claims remained constant.
- SMVAF realized an increase in the number of registered cases compared to the previous quarter as a result of collaborating with EPR.
- Efforts to manage relationships with stakeholders in a more formalized manner were intensified, following the development of MoU's with various stakeholders.
- Program slots with various media channels were maintained and were currently being utilized by the Accident Prevention and Public Education Department.
- Eswatini National Transport Council was engaged, as part of the Fund's initiative to raise awareness on its strategic direction.
- The Investment Portfolio continued to face significant withdrawals of investment assets as the Fund continues to clear the existing backlog of claims.
- The Fund's investment portfolio continued to deliver cash inflows despite the effects of COVID 19 on the economy.
- SMVAF was able to find attractive investment avenues for its fixed deposits which had matured during the period.

Financial Situation

- The Fund incurred a deficit of E6.60m compared to a surplus of E6.61m last quarter.
- Fuel levy collected was E27.89m compared to E23.68m last quarter.

- Other Income consisted of rental from tenants and fair value losses/gains.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar.31	Dec.31	Sep.30
Income (Fuel Levy)	27,886,366	23,682,962	29,520,470	29,822,498
Other operating income	3,248,600	12,233,261	10,083,375	3,441,708
Expenditure	-42,993,344	-34,470,616	-37,678,350	-31,552,434
Operating profit/loss	-11,858,378	1,445,607	1,925,495	1,711,772
Net Investment Income	5,261,993	5,167,436	5,672,459	5,807,081
Profit/ Loss	-6,596,385	6,613,043	7,597,954	7,518,853
Balance Sheet				
Fixed Assets	201,117,899	208,648,168	204,664,168	194,650,963
Investments	327,156,177	329,546,381	327,323,081	269,606,990
Current Assets	183,980,087	175,714,249	181,311,258	248,635,612
Current Liabilities	380,311,993	375,369,243	347,844,103	386,997,945
Net Current Assets	-196,331,906	199,654,994	17,610,301	-138,362,333
Employment of Capital	331,942,170	338,539,555	365,454,404	325,895,620
Accumulated Deficit/Surplus	331,942,170	338,539,555	365,454,404	325,895,620
Total Capital Employed	331,942,170	338,539,555	365,454,404	325,895,620

PEU Comments

There was an increase in fuel levy from E23.68m last quarter to E27.89m this quarter, however, there was a drastic decrease in other income as no rental received from one of the tenants. A decrease in fair value gains to E0.17m was also witnessed.

Total expenditure increased significantly from E34.47m to E42.99m and the main driver was a 33% increase in benefits and claims paid. Overall, the Fund experienced a deficit of E6.60m compared to a surplus of E6.61m last quarter.

The Fund is commended for re-positioning itself and its investment portfolio to be able to withstand external shocks and re-pricing of financial assets in the midst of the pandemic as well as reviewing the current asset allocation, with the view of re-adjusting it to align with capital market expectations.

IV. UTILITIES SECTOR

13. ESWATINI ELECTRICITY COMPANY (EEC)

Parent Ministry: Natural Resources and Energy

EEC reported as follows for the quarter,

Operational Review

- Edwaleni – Stone hedge 132KV Transmission Line – Part of the required material for this project has been delivered on site and works will commence once the tender for the contractor has been awarded.
- Southeast Grid 66KV Reinforcement – this project is almost complete, pending the training of transformer performance maintenance teams.
- Lavumisa Solar Plant Construction – this project has been commissioned and is currently undergoing tests to determine if it will perform as per the specifications.
- Network Reinforcement and Access Project - The resettlement action plan, procurement of third party monitoring Agency and the Environment Social Impact Assessment report were still to be reviewed and evaluated by the World Bank. Procurement of electronic and survey contractors was also ongoing.
- Systems losses this period were 36GWh compared to 41GWh last quarter, with an estimated monetary value of E75.00m.

Financial Situation

- Sales revenue was E592.76m compared to E566.38m last quarter.
- Profit for the quarter was E38.11m compared to E127.78m last quarter.
- Power procurement costs amounted to E362.66m and the figures are comprised as follows:

Details	Jun. 2021	Mar. 2021
	E(million)	E(million)
Purchases from Eskom	280.75	218.71
Purchases from DAM+USL+EDM	69.54	30.47
Purchases from Wundersight	0.03	0.03
Wheeling Charges	9.84	10.02
Amortization of USL PPA	2.50	2.50
Total	362.66	261.73

- Total units purchased were 257.3GWh compared to 225.6GWh prior quarter.
- Generation costs were E10.05m compared to E12.86m last quarter. Local power generation decreased to 64GWh from 94.1GWh last period.
- Transmission costs were E35.75m compared to E39.34m last quarter.
- Distribution costs were E89.55m compared to E85.65m prior quarter.
- Administration costs were E82.58m compared to E90.75m incurred prior quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Sales revenue	592,759,000	566,381,000	581,590,000	610,486,000
Other Income	23,928,000	84,316,000	37,737,000	32,865,000
Total Trading Income	616,687,000	650,697,000	619,327,000	643,351,000
Power Purchases	362,661,000	261,731,000	301,158,000	354,888,000
Generation Costs	10,052,000	12,858,000	11,695,000	11,385,000
Transmission Costs	35,751,000	39,349,000	36,992,000	38,190,000
Total	408,464,000	313,938,000	349,845,000	404,463,000
Gross Profit	208,223,000	336,759,000	269,482,000	238,888,000
Distribution Costs	82,584,000	89,549,000	85,648,000	96,708,000
Administration Expenses	79,514,000	90,751,000	76,772,000	59,701,000
Net finance cost	(6,784,000)	556,000	191,000	(1,110,000)
Forex Losses/(Gains)	441,000	(233,000)	5,427,000	468,000
Share of Motraco Profits	(17,640,000)	(15,197,000)	(15,197,000)	(15,197,000)
Profit before tax	70,108,000	171,332,000	116,641,000	98,318,000
Income Tax	32,000,000	43,552,000	19,011,000	22,590,000
Net profit/Loss	38,108,000	127,780,000	97,631,000	75,728,000
Balance Sheet				
Property, Plant and Equip.	3,348,315,000	3,287,633,000	3,196,490,000	3,067,605,000
Right of Use of Asset	4,935,000	4,935,000	4,935,000	4,935,000
Investment in Joint Venture	437,053,000	535,245,000	520,048,000	504,851,000
Derivative Financial Instrument	0	0	0	7,974,000
USL Electricity prepayment	40,000,000	40,000,000	50,000,000	50,000,000
Retirement Benefit Asset	2,563,000	2,563,000	2,563,000	2,563,000
Other Assets	50,262,000	50,120,000	58,687,000	35,463,000
Other Investment	480,664,000	455,602,000	155,602,000	155,602,000
Embedded Derivative Asset	71,998,000	71,998,000	71,998,000	71,998,000
Current Assets	873,763,000	776,048,000	983,346,000	983,779,000
Current Liabilities	405,615,000	302,587,000	355,608,000	284,424,000
Net Current Assets	468,148,000	473,461,000	627,738,000	699,355,000
Employment of Capital	4,939,938,000	4,921,557,000	4,688,061,000	4,600,346,000

Government Investment

Share Capital	433,494,000	433,494,000	433,494,000	433,494,000
Foreign Exchange Reserve	155,924,000	227,608,000	227,608,000	227,608,000
Retained Earnings	3,007,427,000	2,948,143,000	2,820,363,000	2,744,648,000
Borrowings	423,157,000	426,280,000	343,812,000	369,457,000
Embedded Derivative Liability	0	0	331,000	331,000
Deferred Grant income	325,710,000	359,004,000	326,859,000	331,385,000
Lease Liability	5,343,000	5,343,000	5,343,000	5,343,000
Other deferred income	50,262,000	50,120,000	58,687,000	35,463,000
Derivative Financial Instruments	0	0	0	65,000
Deferred income Tax	539,413,000	472,355,000	472,355,000	453,344,000
Retirement Benefit Obligation	(792,000)	(792,000)	(792,000)	(792,000)
Total Capital Employed	4,939,938,000	4,921,556,000	4,688,061,000	4,600,346,000

PEU Comments

Eswatini Electricity Company recorded a huge decline in profits, from E127.78m last quarter to E38.11m. The huge decline in profits was attributable to various factors including the decline in total revenue and increase in power purchasing costs by over E100m. The increase in power procurement costs is due to the increased energy use by customers as well as the increase in billing rates by power suppliers. As at April 2021, Eskom, which is the major supplier increased import tariffs to EEC by 15.56%. Also of note is that the billing of the month of June falls under the high season rates which carry higher than normal electricity rates.

Local power generation also decreased from 94.1GWh to 64GWh, as a result of water conservation in the EEC dams in preparation for the high season which runs from June through August. This, therefore, led to more units of power being imported, thus, resulting in increased power procurement costs.

14. ESWATINI POSTS AND TELECOMMUNICATIONS CORPORATION (EPTC)

Parent Ministry: Information, Communication & Technology

EPTC reported as follows for the quarter,

Operational Review

- EPTC through Eswatini Post launched the Door to Door Service to her customers. This service seeks to elevate convenience towards EPTC clients, by picking up and delivering goods and parcels from the post office to their door step.

- EPTC together with other stakeholders and a solutions provider had discussions on feasible solutions to curb copper theft especially around Matsapha, where the crime is very high.
- Installations for internet service stands at 1 207 against a quarterly target of 1 675, whilst installations for ordinary fixed lines were 275 against a quarterly target of 433; the full potential for the quarter was 1,361.
- Eswatini Posts concluded an Agreement with Swiss Airline that enables the immediate transmission of international mail and international dispatches began to be transmitted.
- The partial lockdown easing in South Africa between April and May 2021 impacted positively on the volume of international incoming letters, consequently inbound mail traffic grew by 157.87% to register 169,117 letters, up from 65,581 letters registered during the same period last year. However, the locally adopted Covid-19 protocols resulted in a 19.30% decline in the total number of letters posted locally to register 315,397 letters, down from 390,806 letters recorded in the same period last year.
- Following the 12 months contract extension, EPTC in partnership with MTN Eswatini and Eswatini Mobile continued to disburse social grants.
- International money transfer service was resumed in February 2021 after being halted in December 2019 due to fraud. Transactions traffic started picking up gradually. The number of domestic money transfer transactions went down by 25.62% compared to a year ago.
- Mailbox renewals started off slowly this quarter, registering occupancy of 17.5% or (7,264).
- Postbox renewal rate recorded increased from 41.0% to close at 49.3% this quarter. Two hundred (200) set top boxes were reported to be faulty and returned to ESCCOM.

Outlook

- Completion of the installation for the last ten (10) base stations for the wireless broadband project.
- Upgrade of the international bandwidth by at least 3 Gbps, from 13.6 Gbps.
- Commissioning of the links leased from EEC.
- Rehabilitation of Lomahasha and Hlathikulu Post offices.
- Implement Electronic Advance Data (EAD) project.

Financial Situation

- A deficit of E26.66m was reported compared to a profit of E51.45m last quarter.
- Total revenue for the quarter was E114.02m compared to E189.83m last quarter.
- Total expenditure was E140.69m compared to E138.38m the previous quarter.

Financial Statements

Income Statement

	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income	114,021,000	111,160,000	108,293,000	105,889,000
Dividend Income	0.00	78,671,000	44,514,000	0.00
Expenditure	140,685,000	138,379,000	132,029,000	132,917,000
Profit	-26,664,000	51,452,000	20,778,000	-27,028,000

Balance Sheet

Fixed Assets	531,770,000	530,858,000	552,926,000	558,360,000
Investments	26,879,000	26,879,000	26,468,000	26,468,000
Current Assets	488,254,000	531,191,000	467,150,000	514,792,000
Current Liabilities	378,963,000	341,071,000	349,949,000	348,747,000
Net Current Assets/Liabilities	109,291,000	190,120,000	117,201,000	166,045,000
Employment of Capital	667,940,000	747,857,000	696,595,000	750,873,000
Distributable Reserves	316,171,000	463,148,000	414,012,000	470,994,000
Long-term liabilities	351,769,000	284,709,000	282,583,000	279,879,000
Capital Employed	667,940,000	747,857,000	696,595,000	750,873,000

PEU Comments

Eswatini Posts and Telecommunications reported a loss of E26.66m compared to a profit of E51.45m realised in the previous quarter and the loss was largely due to none receipt of dividend income in the reporting period.

Copper theft and aging telecommunications network and systems seriously threatens continued service availability and reliability for EPTC customers. This has negative effects to the service delivery as well as revenue generation for the organisation. It is very critical that Government support the entity in terms of infrastructure development.

15. ESWATINI WATER SERVICES CORPORATION (EWSC)

Parent Ministry: Natural Resources and Energy

SWSC reported as follows for the quarter,

Operational Review

- The **North West Region**, which comprises key locations such as Mbabane and Lobamba and extends to Piggs Peak grew by 273 new water connections and 14 new sewer connections. Raw water challenges were experienced at Ezulwini area due to low flow rate at Nyonyane River and this was due to the rehabilitation of the Lamgabhi/Mdzimba WTP, wherein progress was about 75% complete. The Clarifier was delivered on site and awaits the Contractor to carry out the special pipe fittings and connection works.
- The **Central Region** grew by 460 new water connections and 21 new sewer connections installed. Raw water challenges were experienced at Siphofaneni due to low flow rate at the Great Usutu River. As a mitigation measure, a new raw water gravity pipeline will be connected from the ESWADE canal. This project has been approved internally, with funding having been allocated pending approval from ESWADE. In Matsapha the raw water canal is collapsing, and one screen needs to be rehabilitated. These problems will be addressed by the Manzini Region Water and Sanitation Project.
- In the **South West Region** - The supply network extension projects at Mbangweni and Vusweni areas have yielded a total of 139 connections during the quarter, supporting livelihoods of an estimated 695 people. Sewer connections were slow at only 2 connections. A major challenge experienced in the quarter was the unavailability of raw water in the Lavumisa Balancing Dam.
- There has been no raw water inflow from Pongolapoort/Jozini for the whole period (April to June 2021) due to technical challenges at Jozini/Golela Lavumisa Pump Station and as a consequence, a rationing programme was ongoing for the Lavumisa CBD and water was being ferried from Nhlangano to Lavumisa. The exercise proved to be very costly for the Corporation and unfortunately it is anticipated to continue until the end of August 2021.
- The **East Region** grew by 202 new water connections installed across the supply areas within the region and there were only 2 new sewer connections installed.

Quality Assurance

- A total of 1044 samples were collected in the EWSC Potable Water Sampling Program and this represents a 75.7% success rate, which is higher than the previous quarter's 69.5%. The samples collected include raw water (12.3%), treated water (12.7%) and distribution water (84.5%).
- A total of 61 of the 72 planned audits were conducted, yielding 85% performance. The audits are conducted to ascertain the efficiency of Plants' treatment processes.

- The 2020 – 22 reservoir cleansing programme commenced in September 2020 and 12 reservoirs were cleansed with overall progress at 30 reservoirs out of a total of 83.
- A total of 189 wastewater samples were collected and analysed, resulting in 7,182 tests being conducted in the process. Overall, the quarter wastewater effluent quality compliance decreased to 75.2% from 77.3% in the previous quarter.
- A total of 58 samples out of a targeted 60 samples were collected for the river monitoring programme and no deviation in the composition and quality of the river water was noted.
- Trade Effluent- A total of 356 industrial effluent samples were collected and 57.5% of the sample exhibited excessive Chemical Oxygen Demand (COD) content.

Outlook

- The 2022 to 2024 proposed multi-year tariff increment (MYT) was tabled in Parliament but was referred back to the House of Assembly Portfolio Committee for further clarifications. A final presentation was made by the Corporation to the Portfolio Committee on 28 June 2021. The Tariff is now due for approval by the House.

Financial Situation

- Total revenue amounted to E118.84m compared to E107.86m last quarter.
- Total expenditure amounted to E98.46m compared to E103.87m the previous quarter.
- There was an operating profit of E20.38m compared to an operating profit of E3.99m last quarter.
- Gross trade debtors amounted to E232.1m (E207.3m last quarter) representing an increase of 12%. Total Government debtors amounted to E63.4m (E62.7m last quarter), representing an increase of 1.1%.
- Total assets amounted to E2.9bln (E2.9bln last quarter).

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Turnover	118 837 799	107 859 616	110,656,859	107,905,860
Operating Expenses	98 455 93	103 866 645	97,854,937	101,711,493
Operating Profit/(Loss)	20 381 860	3 992 971	12,801,922	6 194 366
Other Income	7 913 417	44 353 990	6,187,247	3,474,263
Net Profit/(Loss)	28 295 277	48 346 961	18,989,169	9,668,629

Balance Sheet

Fixed Assets	2 360 495 379	2 363 547 684	2,337,773,808	2,364,820,381
Current Assets	592 913 096	545 604 091	541,283,081	300,143,035
Current Liabilities	82 784 870	60 380 644	44,144,962	22,715,252
Net Current Assets	510,128,226	485 223 447	497 138 119	277 427 783
Total Employment of Capital	2,870,623,605	2 848 771 131	2 834 911 927	2 642 248 164
Share Capital	30,222,580	30,222,580	30,222,580	30,222,580
Retained Income	695 031 659	680 558 356	632,924,190	613,935,020
Capital Grant	2 061 977 478	2 062 061 353	2,091,561,293	1,909,631,191
Long-term Loans	57 174 509	58 286 011	62,561,033	70,816,543
Deferred Income Tax Liability	26 217 377	17,642,830	17,642,830	17,642,830
Total Capital Employed	2,870,623,605	2 848 771 131	2 834 911 927	2 642 248 164

PEU Comments

EWSC had an operating profit of E20.38m compared to an operating profit of E3.99m the previous quarter and the profit was mainly due to an increase of E10.1m in total revenue and a decline in electricity costs from E22.6m to E16.5m.

The Corporation has also extended its services of providing water to other rural areas. Most of the areas in which the Corporation supplies water and sewer services are commercially non-viable but EWSC has a social obligation to reduce the number of people without access to water and proper sanitation, irrespective of its commercial objective in line with the National Development Strategy (NDS), Sustainable Development Goals (SDGs) and Vision 2022.

V. BUSINESS PROMOTION SECTOR

16. ESWATINI NATIONAL INDUSTRIAL DEVELOPMENT CORPORATION (ENIDC)

Parent Ministry: Commerce Industry and Trade

ENIDC reported as follows this quarter,

Operational Review

- A total of 4 funding applications in the manufacturing, textile & clothing and agriculture sectors were received and they were under review to assess financial feasibility and prospective economic impact.
- ENIDC recorded a non-performing loan and has since instituted internal processes to safeguard

further exposure to inherent risks. Business advisory services were provided to clients facing financial challenges amid the pandemic.

- In its endeavours to comply with local regulatory authorities, the Corporation resolved to maintain the discount rate at 3.75% and kept its prime rate unchanged at 7.25% for the financial year 2021/22.
- The Corporation affirmed its commitment to support the growth of the Cotton farming sector, as it remains the anchor towards rural based job creation and economic growth. This industry is relevant for a radical value chain integration into the existing textiles and apparel sector.

Financial Situation

- Total revenue for the quarter amounted to E1.42m compared to E1.52m last quarter.
- Total expenditure was E1.96m compared to E1.68m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income and Subvention	1,416,921	1,516,450	5,201,730	2,007,323
Expenditure	1,961,097	1,679,125	1,732,910	2,073,484
Surplus/Deficit	-544,177	-162,675	3,468,820	-66,161
Balance Sheet				
Fixed Assets	1,180,886	1,180,886	1,180,886	1,180,886
Investments	121,638,890	119,678,889	119,678,889	119,678,889
Other Assets	33,997,532	33,997,532	37,322,278	37,002,418
Current Assets	100,873,478	102,827,788	108,525,683	103,322,681
Current Liabilities	196,273	267,065	4,621,518	2,567,474
Net Current Assets/Liabilities	100,677,205	102,560,723	103,904,165	100,755,207
Employment of Capital	257,494,513	257,418,030	262,086,218	258,617,400

Equity and Liabilities

Revaluation Reserves	72,960,000	71,000,000	71,000,000	71,000,000
Shareholders contribution	26,658,380	26,658,380	26,658,380	26,658,380
Share Capital	5,421,314	5,421,314	5,421,314	5,421,314
Accumulated Funds	39,965,319	40,494,026	45,162,214	41,693,395
Non - Current Liabilities	112,489,500	113,844,310	113,844,310	113,844,310
Capital Employed	257,494,513	257,418,030	262,086,218	258,617,400

PEU Comments

The Corporation recorded a deficit for the second consecutive quarter, which amounted to E0.54m compared to E0.16m last quarter, indicating a deficit increase of E0.38m. The increase in deficit was due to the decline in revenue as well as the increase in expenditure.

After being without a substantive Chief Financial Officer (CFO) for quite some time, it is worth highlighting that this quarter, a new CFO commenced his duties. One is hopeful that having the substantive CFO in office will stimulate smooth operations for the Corporation.

17. SMALL ENTERPRISE DEVELOPMENT COMPANY (SEDCO)

Parent Ministry: Commerce, Industry and Trade

SEDCO reported as follows for the quarter,

Operational Review

- Under the Youth Enterprise Revolving Fund (YERF), 92 micro small medium enterprises (MSMEs) that received business loans from the YERF continued to receive business coaching.
- A total of 437 participants undertook entrepreneurship and business related courses compared to 70 participants last quarter.
- As a result of business advisory services, a total of 12 permanent jobs were created, 11 potential, 171 maintained and 12 jobs lost.
- The Company assisted 61 (42 last period) entities with registration of their companies, 1 with a trading licence, 72 (7 last quarter) with Forms C and J and no amendments.
- Workspace was provided to 123 MSMEs in the nine estates compared to 117 MSMEs recorded last period.
- SEDCO has committed to provide business development services and capacity building to members of different economy associations by signing a Memorandum of Understanding with the Coalition of Informal Economy Association of Eswatini (CIEAES).
- MTN-SEDCO Cija Ngebhizinisi Radio Programme culminated in a competition aimed at bringing together local MSMEs to compete for a share of E50, 000 prize money to recapitalize their businesses.
- The 15-minute radio programme on Voice of the Church (VOC) Radio Station continued to cover services and programmes offered by SEDCO.
- An initiative termed “SEDCO News” feature column continued to be published every Monday in Eswatini Observer. The column provided updates, news and activities undertaken by SEDCO in pursuing her mandate of entrepreneurship development in Eswatini.

Financial Situation

- The Company's subvention and income was E4.23m compared to E4.94m last quarter.
- Expenses stood at E4.45m compared to E4.88m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Subvention & Income	4,232,034	4,940,997	4,951,907	4,924,586
Expenditure	4,450,250	4,877,777	4,958,056	4,526,618
Surplus/Deficit	-218,216	6,322	-6,149	397,968
Fixed Assets	81,665,400	80,819,495	80,126,062	80,509,060
Investments	2,219,114	2,219,114	2,216,469	2,216,469
Assets under construction	-	806,946	806,946	407,816
Current Assets	5,535,196	7,160,852	7,255,254	6,634,450
Current Liabilities	1,739,467	3,821,687	3,770,468	3,044,675
Net Current Assets	3,795,729	3,339,165	3,484,786	3,589,775
Employment of Capital	87,680,243	87,184,720	86,634,263	86,723,120
Share Capital	2,401	2,401	2,401	2,401
Fixed Asset Reserve	45,582,725	45,582,725	45,582,725	45,582,725
Retained Income	7,150,165	6,654,639	6,591,420	6,680,277
Govt. Capex Grant	33,266,285	33,266,285	33,266,285	33,266,285
Borrowings	1,678,669	1,678,669	1,191,432	1,191,432
BIAWE Project Grant	-	-	-	-
Total Capital Employed	87,680,243	87,184,720	86,634,263	86,723,120

PEU Comments

SEDCO continued to provide business advisory services for on-the-spot and contracted clients as one of its core functions. These interventions enable MSME clients to develop plans on the best ways in which they could turn their business opportunities into successful business ventures. They also enable clients to raise the resources and finances necessary to implement business plans.

The Company recorded a deficit of E0.22m compared to a surplus of E0.06m last period and this was mainly attributable to huge expenditure on property rates, licences and insurance. It is worth mentioning that personnel expenses for the quarter amounted to E2.48m against a budget of E3.02m resulting in a favourable variance of 17.56%. This is mainly attributable to staff vacant positions which include two senior managers and two product support specialists.

There were no cash sponsorship receipts during the quarter, however, a total of E0.44m worth of fruit trees (in kind sponsorship) was received from the Food and Agriculture Organisation (FAO).

18. ESWATINI COMPETITION COMMISSION (ECC)

Parent Ministry: Commerce, Industry and Trade

ECC reported as follows for the quarter,

Operational Review

- A total of 15 new cases were reported on consumer protection, of which 6 were investigated and closed. Of note is that none of these matters were in respect to excessive price increases in terms of the Disaster Management Regulations, 2020.
- Three enforcement investigations were awaiting the outcome of a case which is before the High Court and one complaint against some of the major retailers was received and resolved this quarter.
- A total of 8 mergers and acquisitions were approved without conditions and only one was approved with conditions.
- The Commission continued with analysing data for the three studies that were undertaken, namely; pharmaceuticals Industry, audit and Assurance and the Ngwane Mills- Premier Swazi Bakeries merger impact assessment.
- To promote the protection of consumers and competition law compliance, the Commission submitted one news article for publishing and also published two notices. Two radio interviews with Eswatini Broadcasting Information Services (EBIS) were conducted, which educated the public about anti-competitive trade practices and consumer rights. The Commission also educated members of local driving school associations on anti-competitive trade practices and consumer rights.

Financial Situation

- Total income received amounted to E2.12m compared to E5.28m last quarter.
- Total expenditure incurred was E3.19m compared to E3.53m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income and Subvention	2,117,654	5,283,254	3,374,895	6,633,996
Expenditure	3,189,948	3,527,935	2,991,552	2,626,372
Surplus/Deficit	-1,072,294	1,755,319	383,343	4,007,624
Balance Sheet				
Fixed Assets	16,153,289	16,228,703	15,692,051	2,931,630
Current Assets	7,801,533	9,208,643	6,715,096	8,712,834
Current Liabilities	1,153,826	1,286,826	687,486	687,486
Net Current Assets	6,647,707	7,921,817	6,027,610	8,025,348
Employment of Capital	22,800,996	24,150,520	21,719,661	10,956,978

Accumulated Funds	14,403,225	15,416,749	12,219,661	10,956,978
Long-Term Liabilities	8,397,771	8,733,771	9,500,000	-
Capital Employed	22,800,996	24,150,520	21,719,661	10,956,978

PEU Comments

The Commission recorded a decline in revenue from E5.28m to E2.12m as a result of a decline in merger notifications fees. Notification fees last quarter were E3.18m, while this quarter they totalled to E0.80m, as a result, the Commission recorded a deficit of E1.07m compared to a surplus of E1.76m last quarter.

ECC continued to keep the different stakeholders well informed pertaining to competition law compliance by conducting two radio interviews with EBIS and educating members of local driving school associations on anti-competitive trade practices and consumer rights.

19. ESWATINI INVESTMENT PROMOTION AUTHORITY (EIPA)

Parent Ministry: Commerce, Industry and Trade

EIPA reported as follows for the quarter,

Operational Review

- The Authority facilitated the green-field development of a 10MW solar plant and the expansion of five Foreign Direct Investment companies which resulted in the employment of 810 locals.
- One textile company moved into project implementation and it is expected to create 200 jobs. Another one showed commitment to investing in the country by identifying land for the project and commencing designs.
- EIPA undertook three outward missions to Mozambique, South Africa and Egypt where the country received several enquiries and two serious leads from multinational companies interested in the manufacturing and infrastructure development sectors.
- The organisation facilitated 15 work permits, 2 trading licenses and 5 entry visas.
- A total of forty two companies were visited as part of the organization's aftercare programme and jobs reported by companies due to growth and expansion were about 410.
- In collaboration with USAID and Business Eswatini, EIPA hosted the inaugural Eswatini Exporter Awards, which recognized excellence and innovation of export firms towards reaching export markets.

- EIPA facilitated nine companies to participate at the Giftionery Show in Taiwan and they included 2 new exporters in the handicraft sector. As a result 13 potential buyers were established during the exhibition.
- The Mavuso Trade & Exhibition Centre (MTEC) continues as a Covid-19 Isolation Centre for patients with mild cases and as such bookings for events remains suspended.
- The Authority participated in the SACU Sectorial Round table discussions as well as Sectorial Task Team meetings for the development of regional value chains in the respective sectors.

Financial Situation

- Subvention received this quarter was E5.09m.
- Total expenditure was E5.65m compared to E6.62m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Subvention	5,092,852	8,555,993	2,318,439	5,092,852
Other income	1,654,562	1,524,977	610,266	1,538,389
Total income	6,747,414	10,070,960	2,928,705	6,631,241
Expenditure	5,647,739	6,622,790	5,247,144	4,975,458
Surplus/Deficit	1,099,674	3,448,170	-2,318,439	1,655,783
Balance Sheet				
Fixed Assets	3,842,025	2,992,514	3,063,697	3,159,401
Current Assets	6,664,719	8,056,498	2,489,725	4,272,530
Current Liabilities	3,192,506	4,325,468	1,191,786	2,161,642
Net Current Assets	3,472,213	3,731,030	1,297,939	2,110,888
Employment of Capital	7,314,238	6,723,544	4,361,636	5,270,289
Government Grant/ Reserves	7,314,238	6,723,544	4,242,334	139,204
Retained Income	-	-	119,302	5,131,085
Total capital Employed	7,314,238	6,723,544	4,361,636	5,270,289

PEU Comments

EIPA reported a surplus of E1.10m compared to E3.45m last quarter and this was due to the fact that most of the Authority's activities remained constrained because of the Covid-19 pandemic, which continued to compromise the Authority's ability to discharge its mandate.

The Trade and Investment Promotion Department's activities remained constrained due to restrictions on cross-border movement.

20.ESWATINI TOURISM AUTHORITY (ETA)

Parent Ministry: Ministry of Tourism & Environment Affairs

ETA reported as follows for the quarter,

Operational Review

- A total of 50, 854 international visitors were received compared to 16, 727 last year same period, as a result of the easing of stringent travel measures implemented by key source markets aimed at curbing Covid-19 pandemic.
- Articles, features, blogs and documentaries promoting Eswatini as a premier tourist destination were generated and published in 8 international digital platforms. Locally, a total of 54 articles were published through print, digital, television and radio.
- ETA participated in the WTM Africa trade show held from 7th to 9th April 2021. The Authority also signed a MoU with Royal Eswatini National Corporation (RENAC) for promoting destination Eswatini through Joint Marketing Partnerships.
- The Authority continued facilitating the development of community-based tourism projects and as at period end it was assisting 6 of these projects in various stages of development, through assistance from Global Environmental Fund (GEF).

Outlook

- ETA will continue to market Eswatini as a preferred tourist destination and promote the development and diversification of the local tourism product.
- Provide accurate data on tourism and source markets.
- Grading of local tourism establishments using the in-house developed application.

Financial Situation

- Total revenue amounted to E4.02m.
- Total expenditure was E2.94m, resulting in a surplus of E1.07m.

Financial Statements

	2021	2020	2020	2020
Income Statement	Jun. 30	Sep. 30	Dec.31	Mar. 31
Subvention	3,699,232	1,223,078	2,446,155	3,669,233
Other Income	346,816	78,200	85,296	536,900
Total Income	4,016,048	1,301,278	2,531,451	4,206,133
Expenditure	2,942,240	2,737,525	3,230,224	4,181,679
Surplus/Deficit	1,073,808	(1,436,248)	(698,773)	24,454

Balance Sheet

Fixed Assets	1,841,993	1,809,345	1,809,345	1,809,345
Current Assets	3,942,633	2,057,737	3,429,183	5,372,457
Current Liabilities	2,242,501	210,400	145,600	190,100
Net Current Assets	1,700,132	1,847,337	3,283,583	5,182,357
Employment of Capital	3,553,123	3,656,682	5,092,928	6,991,702
Reserves	2,479,315	5,092,929	5,791,702	6,967,248
Surplus/loss	1,073,808	(1,436,248)	(698,773)	24,454
Total Capital Employed	3,553,123	3,656,682	5,092,929	6,991,702

PEU Comments

The Authority realised a surplus of E1.07m compared to a deficit of E1.44m last reporting period, attributable to the Authority receiving more subvention and generating more other income. The country registered a 204% growth in international visitor arrivals compared to the same period last year, after key source markets worldwide implemented stringent travel restrictions which resulted in an unprecedented 92.3% decline in that same period.

The advent of the pandemic has put heavy reliance on digital engagement and marketing. The Authority provided a digital marketing course to 40 participants from the hospitality sector and also undertook training for 15 Tour operators on industry best practices, business skills and digital visibility.

21. ESWATINI STANDARDS AUTHORITY (SWASA)

Parent Ministry: Commerce, Industry and Trade

SWASA reported as follows for the quarter,

Operational Review

- SWASA embarked in conversion of 4 publicly available specifications into National standards all of which were Covid-19 related within work programme (WP) 14, in an effort to assist Government, industry and the general public in the fight against the pandemic.
- WP 13a had 8 standards which were at the gazetting stage while WP 13b, with a total of 10 standards was at the public review stage which started on the 14th June 2021 and ends on the 14th of August 2021.
- A total of 665 notifications were received and these were disseminated to the relevant parties, 30 standards were sold and 292 enquiries were received during the reporting period.

- SWASA participated in the 43rd SADC Standardization, Quality Assurance, Accreditation and Metrology (SQAM) Structures meetings which were virtually hosted by the Republic of Mozambique.
- SWASA participated in 4 regional capacity building workshops for Medium Small & Micro Enterprise (MSME) women, supported by the Taiwan International Cooperation & Development Fund (Taiwan ICDF). SWASA's role in these workshops was to capacitate the workshop participants on standards and quality management related to their products and to also promote the uptake and use of standards and certification schemes for market access.
- Preparation was at an advanced stage for the accreditation of the Management System Certification Scheme based on the ISO 17021 standard. A total of 46 standard operating procedures and 63 forms were developed and were already in use.
- Recertification audits were conducted in 5 organisations with one of them successfully obtaining recertification to ISO 9001, while the other 4 were still working on closure of findings at the end of the quarter.
- One client acquired the ISO 45001 Occupational Safety and Health Management Systems certification to bring the total number of SWASA management systems certified clients to 10.

Financial Situation

- Total income received was E2.28m compared to E2.13m received last quarter.
- SWASA incurred a loss of E0.40m compared to a loss of E0.50m last quarter.
- Total expenses amounted to E2.68m compared to E2.64m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income (Subvention)	1 998 663	2 025 312	1,332,442	2,664,884
Other Income	278 084	112 012	198,279	348,256
Expenditure	2 680 774	2 635 964	2 437 914	2,497,135
Surplus/Deficit	-404 027	-498 640	-907,193	516,005

Balance Sheet

Fixed Assets	5,162,457	5,739,585	5,747,841	4,152,155
Investments	730,882	1,0919,04	962,389	1,479,987
Current Assets	685,366	788 065	902,187	1 407 417
Current Liabilities	1,243,127	604,334	-544,418	-570,638
Net Current Assets	-557,761	183 731	1 446 605	1 978 055
Employment of Capital	5,345,586	7 015 220	8 156 835	7 610 197

Retained Income	999,652	2,613,379	3,120,553	4,193,554
Deferred Income			30,860	30,860
Deferred Assets	2,836,226	2,007,353	2,820,000	2,820,000
Gratuity Provision	665,843	526,869	317,802	456,536
Lease Liability	843,856	1,867,619	1,867,619	
Total Capital Employed	5,345,586	7 015 220	8 156 835	7 610 197

PEU Comments

The Authority received a subvention of E2.00m, total expenditure was E2.68m, which resulted in a deficit of E0.40m. Other income amounted to E0.28m compared to E0.11m received last quarter.

The Covid-19 pandemic had a negative impact on SWASA's training and development initiatives, as most of the planned trainings were delivered through external services. The service providers had to also adjust to online training platforms, which seemed a lengthy adjustment, which SWASA also had to ensure was effective.

The Health Sector witnessed a surge in the manufacturing and procurement of health accessories and equipment, all these requiring checks and balances on the standards arena. Issues of meeting minimum specifications for hand sanitizers, for instance, were very important for the fight against Covid-19 to succeed. SWASA also embarked in conversion of 4 publicly available

Eswatini Standards Authority has continued to develop and adopt National standards as well as conducting Standards based training to the industry and the public at large. This is very good for the country as it ensures its alignment with other countries.

22. ESWATINI YOUTH ENTERPRISE REVOLVING FUND (EYERF)

Parent Ministry: Sports Culture & Youth Affairs

EYERF reported as follows for the quarter,

Operational Review

- The Fund approved a total of 18 projects for funding amounting to E1.14m and more than 70% of these businesses were in the agri-business sector and they create approximately 44 jobs in total.
- The MTN-YERF Khula Natsi program had 2 intakes where a total of 9 loans were approved to date. A total of E52, 000 has been disbursed under the first cycle, whilst the 2nd cycle was still under process. The program has created 17 job opportunities for the youth.
- A total of 31 approved loan beneficiaries were trained, 16 started their training last quarter and completed this quarter, whilst the 15 started training this quarter.

- Mentorship and coaching of beneficiaries is outsourced to business development service providers being Altersol and SEDCO. A total 62 beneficiaries were handed over to Altersol whilst 111 beneficiaries were handed over to SEDCO.
- To improve the Fund's visibility among the youth and other stakeholders, YERF conducted an event to appreciate the first batch of beneficiaries who have fully repaid their loans, distributed calendars and other branding and promotional material to all constituencies and institutions.
- A total 136 Youth were reached and presentations about YERF products were made to them. The youth is also engaged through telephone calls, WhatsApp messages and walk-ins at the office for a number of issues that they need information on about YERF.
- The Fund continued to engage with the stakeholders and some of the partnerships have already culminated into either MoU's or SLA's. The purpose is for the Fund to leverage on programs offered by the stakeholders without incurring additional costs.

Financial Situation

- Total income received was E3.61m compared to E3.44m last quarter
- Total expenditure was E2.45m compared to E2.33m last quarter.

Outlook

- Continuous public awareness, mentorship, finalize the newly received loan applications staff training on credit assessment, loans appraisal and loans management system, procurement of the Loans Management System, finalization & approval of reviewed strategy document and initiate process for review and alignment of the fund regulations.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income and Subvention	3,612,259	3,437,004	4,607,181	2,590,979
Expenditure	2,446,557	2,333,615	2,598,508	2,105,662
Surplus/Deficit	1,165,702	1,103,389	2,008,673	485,317
Balance Sheet				
Fixed Assets	1,944,085	1,801,095	1,921,771	2,039,389
Current Assets	30,207,555	31,819,999	30,245,761	28,160,083
Current Liabilities	546,263	2,429,391	707,267	747,709
Net Current Assets/Liabilities	29,661,292	29,390,608	29,538,494	27,412,374
Employment of Capital	31,605,377	31,191,703	31,460,265	29,451,763

Share Capital

Deferred Income	30,251,509	29,900,147	29,263,428	28,778,280
Revaluation Reserves	188,166	188,166	188,166	188,166
Retained Income	1,165,702	1,103,389	2,008,674	485,317
Total Capital Employed	31,605,377	31,191,702	31,460,265	29,451,763

PEU Comments

The Fund's income increased when compared to the previous quarter and this was mainly due to interest from loans, as more loans were issued this quarter. Vigorous business coaching, mentorship and monitoring is essential to ensure that the funded businesses continue to be viable, thus improving the loan repayment rate which currently stands at 30%. That will also contribute to the growth and sustainability of the Fund, resulting in a self-funding entity in the near future.

With the Government cash flow challenges, YERF is also encouraged to do resource mobilization to supplement what Government is currently allocating them.

The Covid-19 pandemic has seen businesses struggling and some closing shop. It is hoped that business will gradually improve as the economy opens up due to the easing of lockdown restrictions.

23. ROYAL SCIENCE & TECHNOLOGY PARK (RSTP)

Parent Ministry: Information and Communication Technology

RSTP reported as follows for the quarter,

Operational Review

- The Royal Science and Technology Park (RSTP) continued with the capital projects on both the Biotechnology Park and innovation Park sites. Construction of the Disaster Recovery Site (DRS) will commence once the development loan processes between EXIM bank of India and Government has been concluded.
- The business Incubator continued to grant seed capital to start-ups, as E2.16m cumulative seed capital has been granted to a total 16 start-ups to date. The Project Steering Committee approved that E1.26m be allocated to incubated start-ups that are still improving their proposals and new start-ups that will be admitted.
- RSTP continued with its awareness program on the Special Economic Zone (SEZ) in its role as Zone Developer, as per the SEZ Act, 2018. One company that specialises in agro processing was granted a licence.
- The Advanced School of IT (ASIT) awarded admission offer letters to 100 students for the year

2021/2022. Only 10 students graduated for the year 2020/2021. The Park signed a MoU with Jenny Eswatini for an internship program for students undertaking Certified Network Specialist. Currently four students are benefiting from the program.

Outlook

- To continue managing the construction of the Biotechnology and Innovation Parks, start pipeline innovators and entrepreneurship program and host the 2nd Eswatini Inventors and innovators awards.
- Acquire the National Biometric System to be consumed by all Government Ministries that will deliver services through the national biometric system.
- Continue with mobilising scholarship for ASIT students, seek financial resources for the Business Incubator, workshop key stakeholders on the SEZ programme and pursue amendments to the SEZ Act.

Financial situation

- The Park received E11.36m subvention.
- Other income of E1.03m comprised of income from business units and interest.
- Expenditure incurred amounted to E14.19m compared to E19.29m last quarter.

Financial Statements

	2021 Jun. 30	2021 Mar. 31	2020 Dec. 31	2020 Sep. 30
Income Statement				
Government subvention	11,356,250	12,500,000	9,513,986	11,462,500
Other income	1,026,968	1,042,575	387,334	133,682
Expenditure	14,185,394	19,287,819	15,668,633	12,621,409
Surplus/Deficit	(1,802,176)	(5,745,244)	(5,742,048)	(1,025,227)
Balance Sheet				
Fixed Assets	1,137,125,123	1,180,705,485	1,165,275,718	1,191,040,356
Current Assets	225,565,375	231,484,454	97,599,468	95,366,214
Current Liabilities	35,000,908	18,942,279	41,116,992	35,522,508
Net Current Assets	190,564,467	212,542,175	56,482,476	59,843,706
Total Employment of Capital	1,327,689,590	1,393,247,660	1,221,758,194	1,250,884,062
Retained income	(280,516,940)	(212,087,370)	(206,342,127)	(138,966,259)
Long Term Liabilities	1,608,206,529	1,605,335,029	1,428,100,321	1,389,850,321
Total Capital Employed	1,327,689,590	1,393,247,660	1,221,758,194	1,250,884,062

PEU Comments

RSTP incurred a deficit of E1.80m compared to a deficit of E5.75m last period, attributable mainly to less expenditure incurred.

The Park and MTN signed a service level agreement to collaborate in recruiting, incubating and technically on-boarding start-ups to the Mobile Money Platform. We look forward to the implementation of this initiative that will increase locally generated financial ICT innovations and the value of the digital market place in the country.

VI. EDUCATION SECTOR

24. SOUTHERN AFRICA NAZARENE UNIVERSITY (SANU)

Parent Ministry: Ministry of Education

SANU reported as follows for the quarter,

Operational Review

- All students received their first semester provisional results.
- Students managed to do clinical practices, teaching practice for final year students and internships for Business Management and Entrepreneurship final year students.
- Second year Primary Teachers' Diploma students had to engage in modified Micro Teaching sessions to compensate for the unavailability of an opportunity to practice in schools and virtual platform had to be used for this purpose due to the Covid-19 restrictions.
- The Education Department offered three workshops 0.namely; Sign Language Level 1, Conflict resolution in families and Counselling during crisis times.
- Training of Visually impaired students on their learning software and typing tutor continued.
- Training of all academic staff on the Student Management System was completed.
- User guidelines for Moodle was developed for both academic staff and students.
- The process of selecting prospective students for the 2021-2022 academic year had to be extended following a need to fill non-response gaps in offers that are not taken.
- Registration of students for Semester 2 continued in the newly installed Student Management System.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income	7,025,306	14,766,269	33,291,027	1,487,258
Expenditure	17,272,190	13,090,873	12,529,187	11,527,805
Surplus/Deficit	-10,246,884	1,675,396	20,761,840	- 10,040,547
Balance Sheet				
Fixed Assets	58,675,849	58,581,950	58,581,950	61,068,100
Endowment Funds- Restricted	2,191,939	2,191,939	2,161,995	2,043,912
Manna Farm	-	-	-	-
Regional Office	-	-	-	-
Related Party Balances	485,277	406,145	298,852	-221,487
Restricted Investments	1,862,420	2,091,677	2,197,480	2,197,480
Current Assets	26,734,573	31,814,245	30,940,238	15,114,952
Current Liabilities	11,667,675	6,482,189	6,894,721	16,796,785
Net Current Assets	15,066,898	25,332,056	24,045,517	-1,681,833
Total Employment of Capital	78,282,383	88,590,360	87,285,796	61,430,179
Endowment Funds	2,197,481	2,197,481	2,197,480	2,197,480
Retained Earnings	48,006,793	46,331,397	36,961,333	36,888,879
PAYE Interest Waiver	6,223,327	6,223,327	6,558,327	-
Non-Distributable Reserves	28,818,206	28,818,206	28,818,206	28,818,206
Scholarship Fund	1,185,864	1,020,913	984,685	946,356
Designated Investments	2,097,596	2,323,639	2,395,699	2,619,806
Surplus/Deficit	(10,246,884)	1,675,396	9,370,065	-10,040,548
Total Capital Employed	78,282,383	88,590,360	87,285,796	61,430,179

PEU Comments

SANU realised total income amounting to E7.03m (E14.77m last quarter) and expenditure incurred amounted to E17.27m (E13.09m last quarter) resulting in a deficit of E10.25m. The University was able to pay salaries on time in the last 3 months including all payroll related deductions, thus an increase in expenses. Total current liabilities significantly increased to E11.67m from E6.48m reported in the previous quarter and this was due to payroll third party payments and accrued back pay.

The University continued with its operations in the midst of disruptions resulting from Covid-19 scourge and students' unrest. Students also faced internet data challenges for online learning pending the restrictions of face-to-face learning and the University offered a once off payment for students, while discussions on how its provision can be accommodated going forward.

25. SEBENTA NATIONAL INSTITUTE (SNI)

Parent Ministry: Education & Training

Sebenta reported as follows for the quarter,

Operational Review

- New classes commenced for Non-Formal Primary Education and Vocational Skills and a total of 141 classes were recorded compared to 32 classes last period.
- Due to uncertainties brought by Covid-19 pandemic, only 60 learners registered for Eswatini Primary Certificate (EPC) Examinations.
- Regional Officers continued to use every opportunity to market programmes offered by the Institute to ESWADE, World Vision, Young Heroes, Joyful Hearts and His Majesty's Correctional Services (HMCS).

Financial Situation

- Revenue was E0.57m against E0.11m last quarter.
- Expenditure was E1.92m against E1.69m last quarter.
- Subvention stood at E1.53m.

Financial Statements

Income Statement	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Revenue	571,958	109,463	139,816	216,691
Subvention	1,528,950	1,549,338	1,019,300	1,528,950
Expenditure	1,924,950	1,691,401	1,823,803	1,469,226
Surplus/Deficit	175,639	-32,600	-664,687	276,415

Balance Sheet

Fixed Assets	9,035,120	8,445,613	8,425,250	8,552,570
Current Assets	1,086,475	477,810	921,971	742,899
Current Liabilities	1,130,388	916,517	979,217	993,189
Net Current Assets	-43,913	-438,707	-57,246	-250,290
Employment of Capital	8,991,207	8,006,906	8,368,004	8,302,280
Accumulated Surplus/Deficit	-1,848,251	-2,832,552	-2,526,654	-2,543,178
Grants	426,000	426,000	481,200	432,000
Revaluation Reserve	10,413,458	10,413,458	10,413,458	10,413,458
Total Capital Employed	8,991,207	8,006,906	8,368,004	8,302,280

PEU Comments

The Institute reported a surplus of E0.18m against a deficit of E0.03m reported last quarter and this was due to an increase in revenues from E0.11m to E0.57m. Income was generated from the print shop, hall, industrial kitchen rental and from registration and tuition fees.

The delay in opening of schools in response to Covid-19 has affected the Institute's operations as classes were opened this quarter. Uncertainties brought by this pandemic also resulted to the decline in enrolment rate of learners in all programmes.

26. ESWATINI MEDICAL CHRISTIAN UNIVERSITY (EMCU)

Parent Ministry: Education

EMCU reported as follows for the quarter,

Operational Review

- No incidents related to the Covid-19 virus were observed and teaching and learning continued on a rotational basis.
- The University made a presentation to ESHEC on the Medical School Curriculum and it was deferred to allow EMCU assemble her documents in the required format.
- A recommendation was made for the appointment of the next Vice Chancellor and there were no significant developments in the Human Resource Department.

Financial Situation

- Revenue generated was E0.26m compared to E6.75m last quarter.
- Government subvention was E3.20m.
- Total expenditure was E7.47m compared to E28.84m last quarter.

Financial Statements

Income Statement

	2021	2021	2020	2020
	Jun.30	Mar.31	Dec.31	Sep. 30
Income	258,117	6,750,731	497,683	417,744
Govt. Subvention	3,200,000	11,776,000	3,200,000	1,066,667
Government Special Grant				
Expenditure	7,469,908	28,843,030	19,533,735	12,806,607
Operating Surplus/Deficit	(4,011,791)	(10,316,299)	(15,836,052)	(11,322,196)

Balance Sheet

Fixed Assets	46,042,831	39,947,308	39,947,308	39,947,308
Current Assets	17,824,129	22,621,051	24,453,087	16,144,534
Current Liabilities	30,225,668	24,915,275	29,362,580	22,930,984
Net Current Assets	(12,401,539)	(2,294,224)	(4,873,493)	(6,786,450)
Total Employment of Capital	33,641,292	37,653,084	35,073,815	33,160,858

Capital Employed

Share Capital		-	-	-
Revaluation Reserve	33,641,292	37,653,084	35,073,815	33,160,858
Long Term Liabilities		-	-	-
Total Capital Employed	33,641,292	37,653,084	35,073,815	33,160,858

PEU Comments

There wasn't any much activity reported by EMCU except teaching and learning which continued on a rotational basis. The Government of Eswatini is commended for allowing Tertiary Institutions to continue to operate amid the pandemic as Covid-19 has negatively affected a lot of young people. Opening the Institutions gives hope of employment and life in the future and assist them not to engage in bad behaviour.

The Government of Eswatini, through the Ministry of Education is encouraged to support the University in carrying out its mandate of producing high quality Health Care Workers as this will reduce the huge scholarships issued to students to study the same in neighbouring South Africa.

VII. TOURISM AND ENVIRONMENT SECTOR**27. PIGG'S PEAK HOTEL AND CASINO (PPHC)**

Parent Ministry: Tourism and Environmental Affairs

PPHC reported as follows for the quarter,

Operational Review

- The hotel performed well with an average occupancy of 37%. This was an increase of 30.5% from the previous quarter's 6.5%.
- A marginal profit of E17, 438 was generated compared to the same period last year, where a loss of E1.57m was incurred.

- The improvement in the performance was attributed to an increase in occupancy from 22% last year similar quarter to 37% occupancy during the quarter under review, as a result of the unbanning of conference gatherings by Government.
- The Casino remained closed for the entire quarter.

Financial Review

- Total revenue for the quarter under review amounted to E4.45m.
- Operational expenses for the quarter were E3.94m compared to E3.56m last quarter, indicating an increase of 11%.

Financial Statements (Combined)

Income Statement	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Total revenue	4,454,919	886,994	3,245,499	4,023,148
Interest received	218,525	183,687	186,322	226,193
Sundry Income	-	-	-	55,742
Total Income	4,673,444	1,070,681	3,245,499	4,305,083
Expenses	3,941,468	3,698,418	3,600,311	3,756,138
Net Profit/ (Loss)	731,976	-2,627,737	876,677	548,945
Balance Sheet				
Fixed Assets	13,092,616	13,271,997	12,998,153	15,259,942
Investments	-	-	-	-
Net Current Assets	16,345,482	16,147,942	18,027,384	21,105,990
Employment of Capital	29,438,098	29,419,939	31,025,537	36,365,932
Share Capital	2	2	2	2
Accumulated Income	-1,130,524	-1,148,684	456,915	5,805,575
Net Profit for year	-	-	-	-
Long-term liabilities	-	-	-	34,158
Revaluation Reserve	30,568,620	30,568,620	30,568,620	30,526,197
Capital Employed	29,438,096	29,419,939	31,025,537	36,365,932

PEU Comments

The entity was able to generate a marginal profit of E0.73m compared to a loss of E2.63 last quarter. The improvement in performance was attributed to the unbanning of conference gatherings by Government.

The Casino remained closed for the full period of the quarter ended 30th June 2021 thus the decline in income. Government is encouraged to continue supporting the Hotel to ensure it remains profitable.

28. ESWATINI NATIONAL TRUST COMMISSION (ENTC)

Parent Ministry: Ministry of Tourism & Environmental Affairs

ENTC reported as follows for the quarter,

Operational Review

- A total of 7,508 visitors were hosted in the period compared to 4,446 visitors last quarter.
- SNTC patrol team made a total of 576 patrols during the quarter.
- A total of 207 permits were issued to the community and Park stakeholders and resources of interest were *Coleochloa setife* (Lutindzi), *Festuca* (Lukhasi), *Acacia mearnsii* (Umtfolo for firewood), and water.
- A total of 12 radio programmes were produced and they focused on the topics pertaining to the role and the importance of protecting and utilizing wetlands resources sustainability and the importance of utilising electricity in a sustainable manner to preserve the environment etc.
- A low number of visitors was witnessed at the National Museum and the King Sobhuza II Memorial Park as there were only 4 visitors and they were in the Education Section.
- Tranfrontier conservation area programs undertaken during the quarter included the identification of the Maphungwane and Tikhuba Eco- trail development.

Financial Situation

- Subvention received was E4.45m and E1.01m was generated from internal sources.
- Total expenditure was E6.60m compared to E5.93m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun.30	Mar.31	Dec.31	Sep.30
Subvention	4,446,104	3,735,301	3,733,999	4,446,003
Revenue	1,013,994	1,119,631	2,027,913	1,519,842
Other Income	-	-	-	-
Expenditure	6,599,909	5,932,584	7,723,223	5,863,480
Surplus/Deficit	-1,139,811	-1,077,652	-1,924,983	102,365
Balance Sheet				
Fixed Assets	266,218,981	266,218,981	269,772,815	263,704,466
Current Assets	390,850	10,114,918	4,276,895	3,536,697
Current Liabilities	22,081,278	20,920,490	22,957,631	6,259,108
Net Current Assets	-21,690,428	-10,805,572	-18,680,736	-2,722,411
Employment of Capital	244,528,553	255,413,409	251,092,078	260,982,425

Long Term Loan

Capital Reserves	254,703,081	259,336,428	260,560,505	260,880,055
Retained Income	-9,953,061	-3,922,938	-9,468,427	102,365
Capital Employed	244,750,020	255,413,490	251,092,078	260,982,425

PEU Comments

Total revenue continued to decline as E1.01m was reported against E1.12m last quarter and this was due to the decline in tourists, resulting from the Covid-19 pandemic. Expenditure slightly increased from E5.93m last quarter to E6.60m, resulting in a deficit of E1.14m.

The Commission continued to be hit hard by the effects of the Covid-19 pandemic even this quarter as the number of visitors was low when compared to same periods of prior years.

29. ESWATINI ENVIRONMENT AUTHORITY (EEA)

Parent Ministry: Tourism & Environmental Affairs

EEA reported as follows for the quarter,

Operational Review

- Environmental impact assessments received declined by 19.2% to 185 from 229 last quarter, 147 were new and 38 were ongoing applications.
- Major Projects approved included the proposed Manzini Mall, Lusundvu Township at Mafutseni and kaNcesi – Mtjopane road upgrade.
- Inspected Projects included Eagles Nest at Malkerns, Sigangeni D78 Road upgrade, Mbabane Heights construction of flats, Puma Filling Station at Luve and San Projects Construction, amongst others.
- A total of 47 waste management licenses were received and processed with corresponding inspections and out of these, 39 were local applications, whilst 8 were transboundary.
- Clean up activities were carried out at Hlane Royal Residence and Kwaluseni, whilst Community led clean up campaigns were carried out at Ezulwini, Lomahasha and Matsapha.
- The Phatsa Sakho Nawe campaign continued to run in different stores across the country and a competition was held in May to promote positive behavioural change in the use of plastic bags.
- A number of contraventions were identified at Woodlands, RFM Hospital, Moneni, Ngwenya and New Village and action was taken on perpetrators.
- Water and air quality monitoring was carried out and samples were taken at Mbuluzi river and Lomati Mine Pond. Only three air pollution incidents were attended to.

- The World Environment and World Refrigeration Days were commemorated on the 17th and 26th June 2021 respectively.
- Procurement of furniture at Emvembili Eco Tourism Community Project had begun, however, the campsite suffered significant infrastructural damage and looting during the recent protests.
- A community outreach programme was established to create awareness on the National Biosafety Strategy Action Plan to the general populace of the country.
- The National Environment Fund approved 12 projects in the 2020/2021 financial year cycle and six were completed, whilst five other remaining projects were under implementation.
- The Control of Plastic Regulation 2019 was approved by Parliament and gazetted as law.

Financial Situation

- Revenue generated was E0.19m against E0.16m last quarter.
- Total expenditure was E3.46m against E4.06m last quarter.

Financial Statements

Income Statement

	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Revenue	193,777	159,996	152,490	188,540
Expenditure	3,459,804	4,056,823	3,830,878	3,813,033
Operating Surplus/Deficit	(3,266,027)	(3,896,827)	(3,678,388)	(3,624,493)
Grants/Donations				
Subvention	3,480,790	3,527,203	2,320,527	2,320,527
Surplus/Loss after Subvention	(214,763)	(369,627)	(1,357,861)	(1,303,966)

Balance Sheet

Fixed Assets	2,910,915	3,382,908	3,317,848	3,317,848
Current Assets	2,511,814	1,719,725	1,829,202	1,461,531
Current Liabilities	2,593,677	2,279,237	2,041,222	2,069,010
Net Current Assets	(81,863)	(559,512)	(212,020)	(607,479)
Total Employment of Capital	2,829,052	2,823,396	3,105,828	2,710,369

Employment of Capital

Retained Income		-	-	-
Grant Finance	13,487,075	13,487,075	13,487,075	13,487,075
Realised Grant	10,658,022	10,663,679	10,381,247	10,776,705
Total Capital Employed	2,829,053	2,823,396	3,105,828	2,710,370

PEU Comments

The Authority continued to carry out clean up campaigns in different areas around the country in fulfilment of its mandate. Parliament's passing into law of the Control of Plastic Regulations is commended as it will ensure the permanent control of plastic usage, thus a decline in plastics on our environment.

EEA incurred a loss of E0.21m against E0.37m incurred the previous quarter and total expenditure declined to E3.46m from E4.07m last quarter. The Authority is encouraged to continue with its mandate to ensure that we approach 2022 with a cleaner Eswatini.

VIII. INFORMATION SECTOR

30. ESWATINI TELEVISION AUTHORITY (ESTVA)

Parent Ministry: Ministry of Information, Communications and Technology

ESTVA reported as follows for the quarter,

Operational Review

- All live transmissions were successfully delivered from location to ESTVA studios for distribution to the viewer's countrywide.
- The Authority was able to broadcast 62% broadcasting of local content and 38% of foreign content.
- The mutual contract between ESTVA and Bumba Media has yielded positive results as the first phase of script writing of the drama series "Ekhaya" has been completed. The beats for the first 13 episodes have been approved and script writing has commenced
- There was broadcasting of phase two (2), of the Home Study programme for lower primary.
- ESTVA acquired rights to broadcast the EURO 2020 football games (June/July) and the Authority is one of the only two official broadcasters of the games in the SADC region. This has resulted in the balance of scales in sporting live broadcast content as per ESCCOM regulations.

- The Authority broadcasted live coverage of Covid-19 updates from Cabinet as well as unpacking of the post Covid-19 economic recovery plan. The re-designing and re-packaging of the news and current affairs was implemented.
- ESTVA in collaboration with Kwaze Kwasa Media finalized the production of a twenty-six (26) episode drama series fully produced in Eswatini, consisting of a local cast only and 50% local crew from independent producers for skills transfer.
- The broadcasting of Tindzaba, Kusile Breakfast Show (KBS), Covid-19 updates and other re-purposed programmes on Eswatini TV digital media platforms has contributed to a significant increase in the number of online viewers. The current online viewership as at 30th June 2021 stands at 9.95m.

Outlook

- Completion of high level and detailed designs of the Interactive Multichannel broadcasting of 8 channels that will include an Educational channel.
- The Authority will introduce a new programme “Sive Siyatfutfuka” that will explore Tinkhundla developmental projects. This programme will showcase how the Tinkhundla Government is committed to the betterment of Emaswati in service delivery in the different Tinkhundla centres.
- ESTVA will begin the digitization of archived cultural content that preserves Swazi laws and customs that will be readily made available to the Eswatini TV App.

Financial Situation

- A total amount of E11.57m was received and other income amounted to E2.83m.
- Commercial advertising contracts of E1.27m were signed locally and E0.79m from foreign markets.
- The Authority’s creditors up to the end of the quarter amounted to E129.8m (E120.8m last quarter) which included outstanding statutory financial remittances of E103.8m (E88.2m last quarter) and sundry creditors stood at E25.9m (E32.7m last quarter).
- The Authority’s trade debtors currently stand at E7.9m

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar.31	Dec. 31	Sep. 30
Income	14,396,518	10,553,849	31,712,038	12,481,732
Expenditure	16,124,926	17,750,238	17 788 365	16 364 600
Net profit / (Loss)	-1,728,408	-7,196,389	13,923,673	-3,882,868

Balance Sheet

Fixed Assets	10,969,507	11,104,785	11,090,938	10 900 917
Current Assets	16,968,838	232,375	15,580,295	798 765
Current Liabilities	129,798,333	120,858,930	116,571,395	114 489 631
Net Current Assets	-112,829,495	-120,626,555	-100 991 100	-113 690 866
Employment of Capital	-101,859,988	-109,521,770	-89 900 162	-102 789 949
Share Capital	950,000	950,000	950,000	950,000
Reserves	6,537,748	6,537,748	6,537,748	6,537,748
Lease Control A/C	380,661	365,674	441 240	441 240
Suspense A/C	-	-63,284	-73,534	-73,534
Capital Grant	7,090,158	215,954	215,954	215,954
Accumulated Loss/Profit	-116,818,556	-117,527,862	-97 933 786	-110 861 357
Total Capital Employed	-101,859,988	-109,521,770	-89 900 162	-102 789 949

PEU Comments

ESTVA reported a loss of E1.7m against a loss of E7.20m last quarter. A subvention of E11.57m was received from the Government of Eswatini and other income generated was E2.83m.

ESTVA has creditors E129.8m (E120.8m last quarter) which included outstanding statutory financial remittances of E103.8m (E88.2m last quarter) and sundry creditors stand at E25.9m (E32.7m last quarter) for the Authority's operations.

The Authority's Project continued to decline on local content production due to Covid-19 restrictions on the TV & Film Industry, as well as the Sports and Entertainment Industry.

IX. HOUSING SECTOR

31. ESWATINI NATIONAL HOUSING BOARD (ENHB)

Parent Ministry: Ministry of Housing and Urban Development

ENHB reported as follows for the quarter,

Operational review

- Total gross rental debtors amounted to E1.92m compared to E1.76m last quarter. Out of the total owing, 40% is for Government leased flats; 9% for commercial tenants and 51% for individual tenants.
- A total of E58.73m was outstanding from Government for the Institutional Housing Project units, 2021 rental for the houses and Sikhuphe housing estate infrastructure rentals.

- An average of 90% completion is the target for ad hoc maintenance on EHB estates. Due to the shift system forced by the pandemic, performance for the quarter was at 64%.
- There were 46 lease terminations throughout the quarter and 52 units remained vacant.
- A total of 11 tenants vacated to move into their own houses and another 11 had to move due to work changes.
- Nhlangano Township Extension 9 (Nkhanini) - there were no plots and no houses sold and the total number of plots sold remained at 436 out of 437 plots, 8 houses have been sold since project inception, with a total value E4.73m.
- Mabuya Township (Ngwenya) - There were no plots and no houses sold and plot sales for the project stood at 94 out of 98 plots. A total of E0.011m revenue income was realised from progress claims for the houses that were under construction.
- Woodlands Township Extension 2 – A total of 6 plot sales were recorded amounting to E4.24m. A total of 137 plots have been sold in this township out of 298s available for sale.
- Mhobodleni Township - there were no houses sold during the quarter as a result registered sub-leases remained at 17 out of 18, valued at E0.86m.

Financial Situation

- Total income was E30.02m against E61.34m last quarter.
- Total expenditure was E27.14 against E29.98m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Subvention	-	9,200,000	-	-
Income	80,485	1,078,281	11,105,685	17,430
Institutional Housing	15,542,995	9,654,843	15,336,752	17,102,680
Rental	8,772,199	8,798,152	8,786,772	8,826,556
Other	30,411	22,650,487	32,363	22,929
Sale of assets	5,177,873	9,410,709	9,519,384	3,958,835
Interest	392,321	550,526	553,903	389,819
Total Income	30,017,243	61,343,157	45,334,862	30,318,344
Cost of Sales	3,266,545	9,999,696	7,298,902	2,804,364
Gross Profit /Loss	26,750,698	51,343,460	38,035,960	27,513,979
Expenditure	27,144,907	29,981,832	31,653,415	33,001,701
Profit/Loss	-394,208	21,361,628	6,382,544	(5,487,722)

Balance Sheet

Fixed Assets	946,763,730	1,034,780,870	1,011,619,717	995,185,164
Current Assets	167,840,557	107,619,455	118,379,599	211,333,646
Current Liabilities	76,642,135	97,357,501	82,891,456	93,987,649
Net Current Assets	91,198,422	10,261,954	35,488,143	117,345,997
Employment of Capital	1,037,962,152	1,045,042,824	1,047,107,860	1,112,531,161
Capital–Govt	10,800,000	10,800,000	10,800,000	10,800,000
Revaluation reserve	318,526,617	318,526,617	318,526,617	318,526,617
Capital reserve	16,787,826	17,035,060	17,013,067	16,793,636
Retained Income	(57,333,720)	(75,618,252)	(78,490,784)	(77,223,590)
Long-term liability	749,181,426	751,549,557	82,891,456	842,239,662
Total Capital Employed	1,037,962,152	1,045,042,824	1,047,107,860	1,112,531,161

PEU Comments

The Board reported a deficit of E0.39m against a surplus of E21.36m last quarter and this was largely due to the fact that last quarter, the Board received a once off subvention of E9.20m. Other income included revaluation of investment property which amounted to E0.030m. Total expenditure decreased from E29.99m to E27.14m, resulting in a deficit of E0.39m.

The Board must be commended for addressing the payments to the Institutional Housing Project Financiers. The debt had been brought to the attention of the Public Budgeting Committee and bilateral meetings were held with Central Agencies with the view of reviewing the way these funds are provided for in the Government budget i.e. relocation from recurrent provision in the Ministry of Public Service to Statutory provision in the Ministry of Finance.

X. LABOUR SECTOR

32. CONCILIATION, MEDIATION & ARBITRATION COMMISSION (CMAC)

Parent Ministry: Ministry of Labour and Social Security

CMAC reported as follows for the quarter,

Operational Review

- Effective speedy and accessible dispute resolution and prevention services were provided to a total of 742 stakeholders compared to 424 last quarter. A total of 320 cases were received

compared to 190 last quarter.

- CMAC attended to 8 cases virtually as part of the Commission’s efforts for business continuity and reducing exposure to Covid-19.
- A decline in the settlement and processing rates was observed resulting from the suspension of operations for 9 days as commissioners had to attend a compulsory training on conciliation, mediation and arbitration as per the annual training plan for the current financial year.
- The processing rate declined to 30% from 50% while the settlement rate decreased from 92% to 60% this quarter.
- On a positive note, CMAC signed a partnership with UNESWA for the introduction of courses on industrial relations and alternative dispute resolution and preparations for development of the curriculum commenced this quarter.
- To ensure enforceability of memoranda of agreement, 23 memoranda of agreements were lodged with the Industrial Court to make them an order of Court compared to 15 last quarter.
- There were 86 active cases under arbitration and there were 6 overdue arbitration awards.

Financial Situation

- Total revenue amounted to E4.12m compared to E5.83m last quarter.
- A surplus of E0.49m was recorded compared to E1.77m last quarter.
- Total expenditure incurred amounted to E3.63m compared to E4.05m last quarter.

Outlook

Recruitment of the Executive Director and part time commissioners, launch of CMAC’s Strategic Plan 2020-2025, finalization of the Industrial Relations Act, 2000 review, diversification to consumer Alternative Dispute Resolution for income generating purposes, increase the uptake of virtual services for Conciliation, Mediation and Arbitration.

Financial Statements

	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income Statement				
Income and Subvention	4,115,256	5,825,572	4,165,788	4,145,499
Expenditure	3,628,346	4,052,405	4,185,041	3,782,563
Surplus/Deficit	486,911	1,773,167	-19,253	362,936
Balance Sheet				
Fixed Assets	4,148,022	4,157,922	4,157,922	4,157,922
Investments	2,753,255	2,732,937	1,750,298	1,699,740

Current Assets	2,243,473	1,844,002	922,352	1,049,398
Current Liabilities	3,484,768	3,084,768	3,484,768	3,484,768
Net Current Assets/Liabilities	-1,241,295	-1,240,766	-2,562,416	-2,435,370
Employment of Capital	5,659,982	5,650,093	3,345,804	3,422,292
Share Capital				
Retained Income	1,744,264	2,734,376	430,087	506,576
Deferred Gov. Subvention	1,000,000	-	-	-
Non Distributable Reserves	2,915,717	2,915,717	2,915,717	2,915,717
Capital Employed	5,659,981	5,650,093	3,345,804	3,422,293

PEU Comments

In her endeavour to generate income that would supplement the Government subvention, CMAC signed a partnership with UNESWA for the introduction of courses on industrial relations as well as alternative dispute resolution. The proceeds from these trainings will be shared between the two entities. One is optimistic that the take-off of these trainings will come into a swiftly fruition to enhance the sustainability of CMAC.

Operational performance declined significantly this quarter as a result of the nine days suspension of services by the Commission as commissioners attended a compulsory training, as such, the processing rate declined by 35% and the settlement rate dropped by 40%.

The Commission was still operating without a substantive Executive Director (ED). CMAC is encouraged to work tirelessly towards the recruitment of the ED as this position is very crucial in any organization and a prolonged absence of such a key position tends to negatively affect the smooth running of an entity.

33. ESWATINI NATIONAL PROVIDENT FUND (ENPF)

Parent Ministry: Ministry of Labour and Social Security

ENPF reported as follows for the quarter,

Operational Review

- The Fund received E96.7m in contributions compared to E98.7m last quarter.
- Member benefits paid during the quarter amounted to E56m compared to E79m last year.
- The Fund continued with its active drive to attract more voluntary lump sum contributions and supplementary contributions. The drive continued to bear fruits of 31.43% even in this quarter.
- Claims were processed in an average turnaround time of 1.79 days per claim compared to 3.5 days recorded during the previous period.

Financial Statements

Income Statement

	2021 Jun. 30	2021 Mar. 31	2020 Dec. 31	2020 Sep. 30
Income	81,693,696	132,338,936	132,411,382	43,220,784
Expenditure	33,613,252	32,179,620	32,218,339	26,871,606
Profit/Loss	48,080,444	100,159,316	100,193,043	16,349,178

Balance Sheet

Fixed Assets	76,887,805	78,445,855	81,525,200	83,118,136
Investments Properties	541,743,468	541,743,468	553,234,949	553,234,949
Investments	3,342,322,257	3,291,968,511	3,162,462,528	3,008,021,093
Loans and advances	343,589,048	343,765,200	293,367,485	288,370,274
Current Assets	110,144,849	67,493,955	116,434,729	100,036,280
Current Liabilities	11,738,141	10,885,042	19,916,737	12,340,715
Net Current Assets	98,406,708	56,609,913	96,517,992	87,695,565
Total Employment of Capital	4,402,949,286	4,312,531,947	4,187,108,154	4,020,440,018

Non-Distributable Reserve	8,119,926	6,561,763	4,921,743	4,979,512
Contributions & members' int.	4,422,187,850	4,351,402,737	4,129,470,838	4,064,677,947
Reserves	19,542,965	19,542,965	19,542,965	19,542,965
Funeral Benefits Fund	2,550,430	2,724,180	6,279,180	5,875,430
Accumulated Profit/Loss	(49,451,884)	(67,699,699)	(26,893,428)	(74,635,836)
Total Capital Employed	4,402,949,286	4,312,531,947	4,187,108,154	4,020,440,018

PEU Comments

The financial performance of the Fund has declined as reflected by the income statement. A profit of E48.08m was attained compared to E100.16m attained last quarter and the sharp decline was mainly due to poor performance of investments. Income realized amounted to E81.69m compared to E132.34m the previous period. Expenditure on the other hand continued to be contained well in line with the Fund's budget theme as it stood at E33.61m from E32.18m.

Payments to the Fund by employers and voluntary members are now through online banking platforms. The Fund successfully partnered with financial institutions to lock the referencing format so that all payments are correctly referenced to reflect the employer's ENPF number as well as the month contributions paid in respect of. This will result in efficiencies to the Fund as the newly introduced benefits system-reloaded is capable of capturing contribution payments through an upload file from the banking system rather than individual manual capture of each transaction.

34. PUBLIC SERVICE PENSIONS FUND (PSPF)

Parent Ministry: Labour and Social Security

PSPF reported as follows for the quarter,

Operational Review

- The Fund had a membership of 41, 330 total active members compared to 41, 379 last period, of which 9, 838 were principal pensioners and 15, 649 dependent beneficiaries, mainly children and spouses of members who also receive a pension from the Fund.
- A total of 175 housing loan guarantees for active pensionable members were issued compared to 155 last quarter.
- In compliance with the Retirement Funds Act, The Fund maintained 45% of its gross assets (same as last quarter) in the domestic portfolio against the minimum requirement of 30%. The Portfolio held in Global assets stood at 20%, which is in compliance with the 20% approved by the Central Bank.
- There were 200 exited active members compared to 320 last period; 113 through normal retirement, 23 through early retirement, 3 through forced retirement, 3 through expiry of contract and 14 through withdrawal. 44 members died in the period compared to 122 last period.
- A total of 493 beneficiary claims were received, 370 were paid and 123 unpaid due to documentation yet to be submitted by the identified beneficiaries.

QUARTERLY BENEFITS AWARDED (E ‘millions)

Description	Jun. 30	Mar.31	Dec. 31	Sep. 30
Pension	233.55	225.33	253.11	222.75
Lump sum on retirement	55.37	62.21	82.203	89.19
Lump sum on deaths	11.27	40.02	12.97	16.69
Lump sum on withdrawals	0.33	0.79	0.70	0.37
Funeral expenses	1.22	3.85	1.20	1.16
TOTAL	301.74	332.20	350.01	330.17

TOTAL INVESTMENT INCOME (E ‘millions)

Description	Jun. 30	Mar. 31	Dec. 31	Sept. 30
Dividends	93	21	25	98
Interest	163	255	181	175
Rentals	10	7	7	7
Realised profit	69	179	18	32
TOTAL	335	462	231	312

Financial Situation.

- Total contributions increased to E302.23m from E300.80m last quarter.
- Total expenditure declined to E364.21m from E415.14m last quarter.
- Gross foreign assets increased to E16.18bn from E15.92bn last quarter. Gross domestic portfolio assets increased to E11.73bn from E11.55bn last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sept. 30
Contributions	302,234,918	300,800,185	303,024,756	300,830,198
Investment Income	335,401,012	461,248,252	231,861,054	312,451,638
Expenditure	364,211,724	415,141,794	396,003,158	383,526,191
Revaluation gains/(losses)	150,638,042	1,187,795,837	1,002,390,101	192,874,881
Surplus/deficit before tax	424,062,248	1,534,702,480	1,141,272,753	422,630,526
Withholding tax	7,205,999	10,552,122	2,810,945	5,014,603
Surplus/ Deficit	416,856,249	1,524,150,358	1,138,461,808	417,615,923

Balance Sheet

Property, Plant& equipment	40,989,652	41,317,846	41,800,524	42,022,504
Foreign Assets	16,176,628,187	15,924,273,551	14,326,561,466	13,482,659,792
Domestic Assets	11,727,539,287	11,549,021,854	11,479,471,676	11,190,929,949
Current Assets	142,808,205	146,037,711	142,287,498	142,702,735
Current Liabilities	(115,377,049)	(207,074,773)	(70,061,085)	(76,716,709)
Net Current Assets	27,431,156	(61,037,062)	72,226,413	65,986,026
Employment of Capital	27,972,588,282	27,453,576,189	25,920,060,079	24,781,598,271
Accumulated Profit/loss	27,972,588,282	27,453,576,189	25,920,060,079	24,781,598,271
Total Capital Employed	27,972,588,282	27,453,576,189	25,920,060,079	24,781,598,271

PEU Comments

The Fund's net surplus was E0.42bn compared to a net surplus of E1.52bn last quarter, attributable to a significant drop in revaluation gains earned by foreign investments. Total Investment income decreased to E335.40m from E461.25m last period, attributable to less realized profits and interest income from the South African portfolio. The domestic portfolio contributed E40m dividend Income compared to E19m last quarter.

Accumulated funds continued with their period on period increase as they increased marginally to E27.97bn from E27.45bn last quarter. The Fund is commended for the improvement in claims paid by exit date turnover. A total of 70% of received exits were paid within 5 days after retirement date in the period compared to 58% last quarter.

XI. HEALTH SECTOR

35. NATIONAL EMERGENCY RESPONSE COUNCIL ON HIV/AIDS (NERCHA)

Parent Ministry: Prime Minister's Office

NERCHA reported as follows for the quarter,

Operational Review

- Regional HIV and AIDS coordination meetings were held in Lubombo and Manzini regions to share recent developments in HIV response.
- In collaboration with UNAIDS and ENAP, NERCHA oriented a total of 126 representatives of HIV Implementing Partners (IPs) on implementing the HIV Risk Reduction Communication Curriculum.
- NERCHA participated in technical meetings in preparations for data collection, SOPs development and the training of field officers in the Eswatini HIV Incidence Measurement Survey (SHIMS 3). The SHIMS 3 measures HIV incidence and prevalence and assesses coverage and impact of HIV services at population level.
- During the quarter the following monitoring activities were undertaken:
 - 337 CDCs mapped (53% active: 31% non-functional) in all 4 regions.
 - 4 validation meetings held with MTAD on CDC mapping status across all regions.
 - 288 Community leaders engaged during Chiefdom advocacy meetings.
 - 1,349 Community Leaders trained (71% Males and 29% Females) on NMP and CDAP.
 - 142/337 Chiefdoms have been mentored at least once.
 - 87% of mentored Chiefdoms were mentored on CDAP Data Collection.
 - 2 Regional Stakeholder meetings conducted (Lubombo and Shiselweni).
 - 10% of communities have collected at least one dataset.
 - At least 6 data sets have been collected (Traditional healers, GBV, Deaths, Births, Churches & Essential Community Services).
- The National Multisectoral Strategic Framework on HIV and AIDS 2018-2023 comes to an end in 2023 and a mid-term review (MTR) is conducted to inform stakeholders of progress made in the response as well as challenges encountered, which allows for strategizing to achieve the ambitious targets of the plan. NERCHA developed Terms of Reference, in collaboration with UNAIDS and recruited the lead consultant who is developing the inception report with a work-plan and defined timelines amid Covid-19 epidemic.

Outlook

- Increased advocacy on ending AIDS as a public health threat by 2022.
- Implementation of the decentralization coordination structures as anticipated in the National HIV/AIDS Coordination Framework.
- Strengthening prevention programming and campaigns focused on adolescent girls and young women, to reduce new HIV infections amongst this group.
- Implement a National HIV/AIDS Advocacy and Social Mobilization Campaign focused on the last mile of ending AIDS by 2022. This initiative will be complemented by a mass media campaign.
- Reviewing progress made against achieving the ambitious targets set in the National Multi-Sectoral HIV and AIDS Framework 2018-2023.

Financial Situation

- Grant Income amounted to E30.43m compared to E115.92m last quarter.
- Total expenditure was E65.24 against E78.61m last quarter.

Income Statement	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income and Subvention	30,425,880	115,917,900	17 593 776	17,590,776
Deferred Income B/F	225 514 373	188,203,881	231,827,717	206,954,414
Expenditure	65,243,685	78 607 408	52 037 638	67,679,876
Foreign Exchange (L)/G	-	-	-9,179,973	
Net Surplus/loss (deferred to next quarter)	190,696,568	225 514 373	188,203,881	231,827,717
Balance Sheet				
Fixed Assets	21,859,258	21 733 209	20 960 132	21 306 006
Investments				
Current Assets	175,831,662	248 743 953	220 426 126	237 165 909
Current Liabilities	33,579,554	69 514 620	53 182 378	26 644 199
Net Current Assets	142,252,108	179 229 333	167 243 747	210 521 710
Employment of Capital	164,111,366	200 962 542	188 203 880	231 827 716
Deferred Income	200,962,542	261 708 457	261 708 457	261 708 457
Grant Received During Period	30,425,880	224 895 012	134 871 517	118 128 774
Realised Grant	-67,277,055	-285 640 927	-208 376 093	-148 009 515
Capital Employed	164,111,366	200 962 542	188 203 880	231 827 716

PEU Comments

Grant income and subvention received was E30.43m and the Global Fund had advanced the disbursements in the prior periods. Implementation of programs, especially those funded by the Global Fund to fight AIDS, Tuberculosis and Malaria continues to be constrained by Covid-19 both on the actual implementation and on the global supply chain. The impact of the supply chain eased off slightly with marginal improvement on turnaround time for orders placed with international suppliers.

Notwithstanding the impact of Covid-19, the goal of ending AIDS remains feasible and NERCHA must ensure it is pursued with vigour and great motivation. NERCHA is encouraged to continue to mobilize the country's leadership at every level, service providers, its partners, and the general public to combine efforts towards the reduction of new HIV infections and AIDS-related deaths and ending AIDS as a public health threat by 2022.

36. ESWATINI NAZARENE HEALTH INSTITUTIONS (ENHI)

Parent Ministry: Health

ENHI reported as follows for the quarter:

Operational Review

Activity	Jun. 2021	Mar. 2021
RFM ACTIVITY		
Patients seen (outpatient)	32,498	38,426
Medications issued (outpatient)	240,216	233,498
Admissions	1,117	945
Average length of stay/Days	5	5
Bed Occupancy rate	38%	46%
Death rate	5%	5%
Hospital Deaths	96	7
Minor surgeries	407	299
Major surgeries	84	32
Number of patients initiated on ART	92	95
Total patients on ART	17,842	18,194
Number of babies delivered	1,623	1,703
CLINICS ACTIVITY		
Antenatal care	3,012	3,267
Family planning	2,964	2,944
Emergency deliveries	1	0
Child welfare	7,385	7,998
HIV Test	3,787	4,044

ART initiation	134	140
ARV refills	11,718	12,143
Cervical Cancer Screening (VIA)	365	140
Dental Care Services	12 Extractions 2 check ups	

- Public Service Pension Fund representatives visited the Hospital and they handed over a donation of bedside lockers for the newly renovated female medical ward to the value of E0.13m.
- All the Nazarene clinics participated on the country's measles campaign which targeted all children 6 months up to 5 years.
- Outreach services for eye health were conducted at Hhukwini, Herefords, Mangcongco and Zondwako where a total of 274 clients were seen. A total of 228 clients received reading glasses and 15 were referred to Good Shepherd Hospital for surgery.
- Other outreach services were carried out at Bhalekane, Ndwabaneni, Mafutseni, Siteki and Bhekinkosi where clients were monitored for baseline indicators (blood pressure, blood sugar and weight) for wellness.

Financial Situation

- Total revenue amounted to E53.58m compared to E53.93m last quarter.
- Total expenditure was E60.63m compared to E138.50m last quarter.

Financial Statements

	2021 Jun. 30	2021 Mar. 31	2020 Dec. 31	2020 Sep. 30
Income Statement				
Income and Subvention	53,579,918	53,927,371	62,506,035	45,729,348
Expenditure	60,634,566	138,495,367	56,987,533	58,385,256
Surplus/Deficit	-7,054,648	-84,568,006	5,518,502	-12,655,908
Balance Sheet				
Fixed Assets	449,664,320	212,217,035	213,244,084	212,481,654
Current Assets	51,412,935	49,709,384	101,228,981	81,490,286
Current Liabilities	370,562,424	360,830,104	331,688,746	296,433,475
Net Current Assets/Liabilities	-319,149,489	-311,120,720	-230,459,765	-214,943,189
Employment of Capital	130,514,831	-98,903,685	-17,215,681	-2,461,535
Designated Funds	471,134,618	232,724,277	229,844,274	250,116,922
Accumulated Surplus/Deficit	-340,619,787	-331,627,961	-247,059,955	-252,578,457
Capital Employed	130,514,831	-98,903,684	-17,215,681	-2,461,535

PEU Comments

The total number of outpatients decreased compared to the prior quarter, however, more medication was issued to outpatients than last quarter. The main causes for consultation in the Outpatient Department were upper respiratory infection, hypertension, all accidents, diabetes mellitus and muscular-skeletal conditions.

The Public Service Pension Fund is commended for donating equipment for the female medical ward. The equipment will be of great assistance to the Hospital as it is financially constrained. One is hopeful that more entities will be able to assist the Hospital in its endeavour to provide high quality health care services to all Emaswati.

Current liabilities of the Institution continued to increase as a result of failure by the Institution to remit PAYE and other statutory deductions. The PAYE arrears attract interest and penalties which further exacerbate the financial situation of the Institution.

37. GOOD SHEPHERD HOSPITAL (GSH)

Parent Ministry: Health

GSH reported as follows for the quarter,

Operational Review

Hospital Performance Report

Activity	Jun. 30	Mar. 31	Dec. 31	Sep. 30
GOOD SHEPHERD ACTIVITY				
OPD Visits	18,120	18,850	17,852	28,412
Admissions	1,995	1,972	2,095	1,916
Deliveries	974	873	990	935
Average length of stay/Days	5 days	5 days	5 days	5 days
Occupancy rate	30%	34%	34%	31%
Death rate	3.1%	6.54%	4%	4%
Minor surgeries	289	166	229	139
Major surgeries	216	193	128	237
CLINICAL ACTIVITY				
Number of patients seen	18,120	18,850	17,852	28,412
Main OPD	8,850	9,680	10,102	9,080
Children's OPD	346	401	421	329
Home Based Care	94	32	22	49
VCT	28	29	27	34
ART	24,594	24,529	24,529	24,461

ENT	323	326	624	587
EYE	928	1,341	2,287	105
Physiotherapy	90	103	131	125
Radiology	3,311	4,104	4,305	3,905
Laboratory	24,049	25,316	26,816	24,118
Social Welfare	42	69	61	45
Theatre	505	359	357	376
Mortuary Services	67	129	53	78

- There was a decrease in patient flow, which can be attributed to the referral of certain services to peripheral clinics, as they extended their scope of service delivery due to Covid-19 restrictions. Out Patient Department (OPD) services saw a decrease of 3.8%, which is a difference of 730 patients.
- A slight increase of 1.4% in admitted patients was realised as 1995 patients were admitted into the wards compared to 1972 in the previous quarter. This is due to the doctors' admission criteria (due to Covid-19 regulations), which requires that only patients presenting with very serious conditions are admitted.
- There was a decrease of 9.3% in admitted patients across the hospital units, which is 179 patients. This is partly due to the doctors' admission criteria which requires that only patients presenting with very serious conditions are admitted.
- A total of 37,022 people were screened for Covid-19, with 17 suspected cases, 2 positive cases admitted and no death was recorded.

Financial Situation

- Income generated was E3.94m compared to E3.93m last quarter.
- Government subvention was E27.70m compared to E25.20m last quarter.
- Total expenditure amounted to E32.97m compared to E34.16m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Subvention	27,700,000	25,200,000	25,200,000	25,200,000
Other income	3,940,426	3,929,641	5,047,073	3,929,641
Total income	31,640,426	30,998,594	30,247,073	29,129,641
Expenditure	32,967,436	34,162,194	33,740,026	34,063,154
Surplus/Deficit	-1,327,010	-3,163,600	-3,492,953	-4,933,513
Fixed Assets	103,134,706	57,920,342	59,130,036	58,461,227
Current Assets	29,967,120	36,108,781	30,311,603	31,909,521

Current Liabilities	176,351,005	172,126,855	168,873,609	164,554,93
Net Current Assets	-146,383,885	-136,018,074	-138,562,006	-132,645,382
Employment of Capital	-43,249,179	-78,097,732	-79,431,970	-74,184,155
Share Capital				
Accum. Surplus/Deficit	-96,770,830	-95,443,820	-89,768,362	-84,520,548
Revaluation Reserves	53,521,651	17,346,087	10,336,393	10,336,393
Total Capital Employed	-43,249,179	-78,097,733	-79,431,970	-74,184,155

PEU Comments

A major increase was realised in the Institution's fixed assets. This was due to the revaluation exercise that started last year but was concluded this quarter, as well as the erection of wall fence around the Hospital to improve security.

A decline in revenue generated from the eye clinic was observed and this was due to the partial lockdown resulting from Covid-19. Regardless of these challenges, GSH managed to continue to play a pivotal role in trying to manage the pandemic as well as continuously providing Health services to the Lubombo community and surrounding areas.

The Hospital is also commended for committing itself to honour the payment of funds due to SRA in employee taxes, which is E0.05m per month, over and above the monthly remittances, until the debt is cleared.

XII. SPORTS SECTOR

38. ESWATINI NATIONAL SPORTS & RECREATION COUNCIL (ENSRC)

Parent Ministry: Sports, Culture and Youth Affairs

ENSRC reported as follows for the quarter,

Operational Review

- Two Shukuma Eswatini outreach activities were delivered successfully under strict Covid-19 protocols and these were at Matsanjani North and Timpisini Inkhundla.
- Sports Centre visits were conducted by the Board and they were part of its orientation on the Council's programs and activities.

- Eswatini Olympic & Commonwealth Games Association hosted the annual Olympic Day Run in collaboration with the Municipal City Council of Mbabane under strict Covid-19 protocols.
- Disability Sports– A meeting of stakeholders for the proposed Eswatini Paralympic Committee to adopt its establishment and its Draft Constitution was held.
- Women Leadership Programme - The certification of 45 women leaders was concluded, following the successful completion of the Women Leadership Programme in the first quarter of 2021.
- Annual Recognition Review Meetings - A total of 25 associations met the recognition standards and were accordingly licensed.
- Grant Funding to Sports Associations - A total of E0.14m was disbursed to recognised sports bodies for various development projects, mainly to do with their strengthening governance pillars.
- Eswatini Football Association has indicated its intent to host the Confederation of Southern African Football Associations (COSAFA) U20 Football Tournament in December 2021.
- The Council has successfully secured funding support of E0.49m, from the UNESCO Fund for the elimination of doping in sports.

Financial Situation

- Total income was E1.93m (subvention).
- Total expenditure was E1.65m compared to E1.30m last quarter.
- A surplus of E0.29m was realized against E0.35m last quarter.

Financial Statement

	2021	2021	2020	2020
Income Statement	Jun.30	Mar.31	Dec.31	Sep.30
Subvention	1,931,177	1,646,246	1,722,602	2,856,575
Income	5,335	-	-	-
Expenditure	1,647,028	1,296,380	1,605,302	1,954,435
Surplus/Deficit	289,484	349,866	117,300	902,139
Balance Sheet				
Fixed Assets		615,083	646,018	678,857
Current Assets		2,019,967	1,657,500	1,538,462
Current Liabilities		5,920	5,920	5,920
Net Current Assets		<u>2,014,047</u>	<u>1,651,580</u>	<u>1,532,542</u>

Employment of Capital	2,629,130	2,297,598	2,211,399
Accumulated Funds	2,619,081	2,269,214	2,151,915
Long-term loans	10,049	28,384	59,483
Capital Employed	2,629,130	2,297,598	2,211,398

The Council received a subvention of E1.93m and expenditure was E1.65m, resulting in a surplus of E0.29m. The surplus can be hugely attributed to the fact that most of the organization's activities were cancelled or postponed due to the Covid-19 pandemic.

More sports codes were allowed by Government to resume activities under strict and specific guidelines. These were those sports codes classified as low and medium risk codes as well as for the flagship program under strict guidelines approved by Government.

39. ESWATINI NATIONAL COUNCIL OF ARTS AND CULTURE (ENCAC)

Parent Ministry: Sports, Culture and Youth Affairs

ENCAC reported as follows for the quarter,

Operational Review

- The Council had undertaken the process of reviewing the governing instruments for the purposes of establishing a healthy working environment for all parties this quarter.
- The Council was entrusted with the responsibility to license events during the Covid-19 era. A total of seventy-two event applications were received and 64 event permits were issued to various arts venues and stables.
- With support from the Council, Eswatini National Choral Music Association staged the first National Solo and choral competitions.
- ENCAC staged the first sibhaca competition under strict Covid-19 regulations, where twelve teams participated. Another sibhaca competition was staged at Timpisini Inkhundla under the auspices of Shukuma Eswatini.
- An online television channel that sought to flight local material as sourced from the artists was created. The Eswatini Arts TV is accessible through all the social media networks and it provides profiles and content by local artists.
- In collaboration with Eswatini Pageants Association, the Council launched the Miss Culture and Heritage 2021/2022 event.

- The Council availed administrative grants to Arts Associations and Event’s Organizers who presented innovative concepts that kept the arts alive during the pandemic.
- An arts survival plan was presented to Government to help arts to survive the harsh situation presented by Covid-19.

Financial Situation

- Total income was E1.00m (Government subvention plus other income).
- Total expenditure was E0.83m compared to E0.71m last quarter.

Financial Statements

Income Statement	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Subvention	994,840	1,008,105	663,226	994,840
Other Income	2,500	12,500	-	-
Total Income	997,340	1,020,605	663,226	994,840
Expenditure	833,603	706,312	753,701	935,380
Surplus/ Deficit	163,736	314,292	-90,475	59,459

Balance Sheet	2021	2021	2020	2020
Fixed Assets	95,723	81,223	83,036	186,996
Current Assets	668,005	503,487	165,745	186,835
Current Liabilities	43,665	55,231	68,491	65,476
Net Current Assets	625,340	448,256	97,254	121,359
Total Capital Employed	720,063	529,479	180,290	308,355
Acc. Deficit/Surplus	720,063	529,479	180,290	308,355
Total employment of Capital	720,063	529,479	180,290	308,355

PEU Comments

Total income for the quarter was E1.00m compared to E1.02m last quarter, while expenditure slightly increased from E0.71m to E0.83m, resulting in a surplus of E0.16m.

The Council is commended for having presented an arts survival plan to Government to help arts and artists to survive the Covid-19 crisis.

40. ESWATINI NATIONAL YOUTH COUNCIL (ENYC)

Parent Ministry: Sports, Culture and Youth Affairs

ENYC reported as follows for the quarter,

Operational Review

- The Council as a strategic partner and secretariat of the Hiking initiative participated in the launch of the 7th hiking Edition. The Hon. Minister for Tourism and Environmental Affairs launched the Edition hiking expedition under the theme “ Mahamba Gorge intensifying its role in the fight against GBV and youth unemployment”
- ENYC participated in the United Nations Population Fund (UNFPA) monitoring and evaluation framework indicator protocol for the 7th program cycle for 2021-2025. This consultation meant to align the relevant stakeholders and implementation partners with the M&E framework terms, outcomes and outputs.
- Training of 18 youth peer educators through the UNFPA support was conducted. This program seeks to increase young people’s knowledge and skills to adopt protective sexual behaviours. Through the MOH (Sexual Reproductive Unit) the peer educators were also trained on Sexual Reproductive Health and Rights (SRHR).
- The 18 newly trained peer educators conducted 45 community Life Skills Education (LSE) sessions in the Shiselweni (Zombodze) and Manzini (Mafutseni), with a total attendance of 180 young people.
- ENYC updated its social media platforms with the latest youth development related news, opportunities and activities from national and international partners.

Outlook

- Preparation of a comprehensive package of youth development which will identify the socio-economic challenges of the Shiselweni Youth and the proposed remedy of same in order to address the challenges in the region.

Financial Situation

- Total revenue was E1.21m compared to E1.01m the previous quarter.
- Total expenditure was E1.15m compared to E1.09m last quarter.

Financial Statements

	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income Statement				
Income and Subvention	1,207,505	1,014,419	1,017,871	1,209,004
Expenditure	1,153,395	1,093,170	1,189,759	1,140,897
Surplus/Deficit	54,110	(78,751)	(171,888)	68,107

Balance Sheet

Fixed Assets	412,404	412,404	524,086	524,086
Current Assets	272,006	130,133	641,756	591,165
Current Liabilities	855,888	914,580	523,357	593,029
Net Current Assets/Liabilities	-583,882	-784,447	118,399	-1,864
Employment of Capital	-171,478	-372,043	642,485	522,222

Share Capital

Retained Income	-318,823	-372,043	-158,023	68,107
Provision for Gratuity	147,345	-	800,507	509,620
Total Capital Employed	-171,478	-372,043	642,485	577,727

PEU Comments

The Council continued to implement its programs although at a very small scale due to the Covid-19 lockdown as well as budgetary constraints, however, the Organisation is commended for the partnerships and collaborations they have with other Institutions, both Governmental and non-Governmental, which support execution of its mandate.

It is worth noting that salaries account for about 70% of the Council's subvention. This has a negative consequence on the operations of the Institution, as only 30% remains to cater for admin expenses as well as the core mandate of the organisation. The Institution continues to experience liquidity issues, as current liabilities are more than current assets and the main contributor to the current liabilities is PAYE arrears.

XIII. DISASTER MANAGEMENT SECTOR

41. BAPHALALI ESWATINI RED CROSS SOCIETY (BERCS)

Parent Ministry: Deputy Prime Minister's Office

Red Cross reported as follows for the quarter,

Operational Review

- Baphalali was able to respond to a total of 64 fire incidences in different households coming from 20 Tinkhundla, which affected 346 people.
- Following the devastating cyclone Eloise that created a lot of havoc in the country, including destroying structures, such as roads and houses, Baphalali, with assistance from European Union Civil Protection and Humanitarian Aid (ECHO) managed to procure roofing material for 48 one-roomed houses and delivered it to NDMA to assist in constructing houses for people affected by the cyclone.
- In an effort to assist migrants who are accommodated at Malindza Refugee camp, Baphalali continued to provide a telephone service that enabled them to connect with their families back home. A total of 755 calls were made by the migrants through the Red Cross telephone facility.
- Baphalali has again participated in the targeting process in preparation to distribute Government food commodities to vulnerable people who were also affected by the Covid-19 pandemic in Shiselweni and Hhohho regions.
- A total of 35, 271 consultations were recorded in all 3 Red Cross health facilities.
- Baphalali in partnership with Africa CDC and Prevention have joined hands in assisting Government respond to the Covid-19 pandemic through a short-term project running from April to July 2021. The main focus of the project is on training 200 Community Health Care Workers (CHCW) on Covid-19 contact tracing and information dissemination.
- BERCS has procured and distributed some PPE items to the trained CHCW and supervisors to be used in the field as they carry out their operations. The distributed items include 10, 500 masks, 100 litres of sanitizer and 200 infrared thermometer guns. Five tents were also procured and distributed in the three Red Cross clinics where they are used as isolation tents.

Financial Situation

- Total income was E16.43m compared to E9.73m last quarter.
- There was a surplus of E4.00m compared to a surplus of E2.16m the previous quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Subvention	2,572,069	2,762,763	1,381,379	2,072,069
Other income	13,853,815	6 963 773	13 845 548	11 633 117
Total income & subvention	16,425,884	9,726,536	15,226,927	13,705,186
Expenditure	12,418,703	7,563,603	15,218,927	8,880,605
Surplus/Deficit	4,007,181	2,162,933	8,000	4,824,581

Balance Sheet

Fixed Assets	11,565,357	13,318,821	13,274,408	13,274,408
Investments	350,000	350,000	350,000	350,000
Current Assets	19,845,511	15,122,077	16,728,819	22,399,394
Current Liabilities	1,420,324	881,434	984,724	1,401,607
Net Current Assets	18,425,187	14 240 643	15 744 095	20 997 787
Total Employment of Capital	30,350,544	27 909 464	29,368,503	34 622 195
Special Funds	-	-	-	-
Accum. Surplus/Deficit	4,604,013	2,162,933	3,621,972	8,875,664
Revaluation Reserves	25,746,531	25,746,531	25,746,531	25,746,531
Other Funds	-	-	-	-
Total Capital Employed	30,350,544	27,909,464	29,368,503	34 622 195

PEU Comments

BSRCS consolidated revenue received was E16.43m compared to E9.73m last quarter and total expenditure was E12.48 m, resulting in a surplus of E4.00m and the surplus was largely due to the increase in the revenue.

Baphalali Eswatini Red Cross Society (BERCS) continued to work under the guidance of the Deputy Prime Minister's Office as it discharged its services to the public. Red Cross provided services in health care, first aid, and in disaster preparedness, response, risk reduction, mitigation, and rehabilitation. The services were provided to various communities across the country, through five offices located in five main towns (Manzini, Mbabane, Nhlanguano, Piggs Peak, and Siteki) and in three clinics (Sigombeni, Silele and Mahwalala).

XIV. REGULATORY SECTOR

42. ESWATINI ENERGY REGULATORY AUTHORITY (ESERA)

Parent Ministry: Natural Resources and Energy

ESERA reported as follows for the quarter,

Operational review

- The Authority has drafted a MoU with the Ministry of Natural Resources and Energy (MNRE) which details the coordination of the two entities in the transfer of petroleum regulation to the Authority. The enactment of the Petroleum Act of 2018 gave ESERA the mandate to regulate all downstream petroleum activities.
- ESERA has developed a compliance monitoring schedule and began to inspect all petroleum facilities in the country. The inspections will cover all retail sites, depots, Government sites, commercial sites and liquefied petroleum sites.
- The Authority established an Adjudication Committee which will adjudicate petroleum licenses and submit recommendations to the Petroleum Committee. The committee adjudicated one wholesale and seven retail applications.
- Revenues recovered in the period were E563m against a budget of E633m, cost of sales were 10% below budget and operational expenditure 7% below budget. There was a decline in liquidity while efficiency ratios remained stable. The debt/equity ratio of the utility indicates a huge potential for reducing cost of capital by introducing more debt, all other things being equal.
- A workshop on Improving Economic and Quality of Service Regulation in Africa's Electricity sector was held virtually. The Authority also awarded a South African company the tender for the development of the Wheeling Framework. The Authority also continued with the review of the Compliance Monitoring and Enforcement Framework (CMEF) 2012/2013 to bring it up to date with significant policy, regulatory and industry reforms over the past decade.
- A total of five Exemption Licenses were issued and the Authority completed the drafting of regulations for the Registration and Control of Electricians, which it has submitted to the Ministry for their input.
- The Capacity Procurement unit issued an Intention to Award (ITA) for the 40MW solar project in the period but had to suspend the process after it received an application for review of the tendering process from one of the bidders.

Outlook

- Finalize development of a wheeling framework for the local Electricity Supply industry and digital platform (CRM) for managing consumer complaints, conclude Compliance and Monitoring Framework.

- Continuation of activities to be undertaken prior to implementation of Small-scale Embedded generation framework, develop technical regulation mechanisms for oil and gas.
- Review of technology architecture and capacity to ensure that essential energy technologies are available to the organization and the country, establish coordinating committee for successful solar PV projects.

Financial Situation

- Deferred Grant income was E1.04m compared to E64.12m last quarter.
- Total expenditure was E8.70m compared to E7.77m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Government subvention	-	1,176,000	700,000	-
Licence fees	8,166,028	6,158,004	6,182,467	5,649,647
Other income	672,264	595,552	300,442	321,863
Expenditure	8,700,974	7,773,184	7,013,190	5,784,464
Operating surplus/Loss	137,318	156,371	169,718	187,046
Balance Sheet				
Fixed Assets	5,547,671	5,668,683	5,842,178	5,992,579
Current Assets	34,274,401	82,999,026	85,833,054	87,669,114
Current Liabilities	2,689,062	1,459,861	1,086,999	2,198,553
Net Current Assets	31,585,339	81,539,165	84,746,055	85,470,561
Total Employment of Capital	37,133,010	87,207,848	90,588,233	91,463,140
Finance lease obligation	3,112,367	3,215,414	3,556,935	3,624,304
Retained income	3,692,992	3,555,674	3,399,303	3,229,586
Deferred Grant income	1,037,936	64,115,258	61,179,772	55,973,003
Deferred Income	29,289,715	16,321,503	22,452,224	28,636,248
Total Capital Employed	37,133,010	87,207,849	90,588,233	91,463,141

PEU Comments

The Authority realised a surplus of E0.14m compared to a surplus of E0.16m last quarter. There was an increase in other income, which was, however, accompanied by a larger increase in expenditure.

The Authority is commended for concluding the development of ring-fencing and cost allocation guidelines for the electricity value chain in the country, whose objective is to ensure that costs of producing electricity are efficiently allocated between regulated entities and that unfair market practices are prevented.

43. FINANCIAL SERVICES REGULATORY AUTHORITY (FSRA)

Parent Ministry: Finance

FSRA reported as follows for the quarter,

Operational Review

- Legislations submitted to the Ministry for gazetting included; Prudential Standards and Disclosure Rules for Retirement Funds, Policy Holder Protection Rules and Commission Scales.
- The top eleven Retirement Funds' risk assessment was completed and issues identified were the decline in funding level, which is largely due to the Covid-19 pandemic and non - remittance of contributions.
- A re-insurance licence was issued to Eswatini - Re, which is a related party to Eswatini Royal Insurance Corporation, effective 1 May 2021.
- Quarterly returns under Retirement Funds indicate a decline in member contributions, from E0.24m to E22m, whilst total contributions amounted to E0.67m.
- Retirement Funds Investment Assets increased to E38.8bln from E36.8bln the previous quarter and the increase was attributed to contributions and investment returns with asset growth in foreign markets.
- Licenced entities increased to 172 from 160 the previous quarter, licenced credit providers increased to 107 from 103, SACCOs increased to 59 from 52 last quarter and there were only 2 debt councillors.
- Following the passage of the Building Societies Amendment Act, 2019 into law, the Authority met with the Ministry of Finance to deliberate on the Draft Building Societies Regulations.
- In conjunction with the CBE, the Authority completed the investigation that led to the collapse of SWEET Trust Fund and Microfinance and findings and recommendations were being evaluated.
- Total assets under management and advisory within the Capital Markets Industry increased by 10% to E29.3bln from E26.6bln last quarter.
- FSRA has established Terms of Reference and registered a domain to operationalise communication to all Fintech stakeholders, following her nomination to Chair Eswatini Fintech Working Group.
- A third edition of the Market Place Magazine was published and this magazine aims to provide a platform for constructive dialogue in the Financial Services Industry.
- The Authority received 24 complaints, 21 of which were pending and the 3 were transferred to the appropriate jurisdictions.

Ombudsman of Financial Services

- A total of 14 complaints were registered and it is worth noting that at least 1 complaint was received in all the complaint categories.
- Query traffic increased to 91 from 51 the previous quarter and the increase was largely due to the easing of lockdown restrictions.
- Stakeholders engaged in different matters included FODSWA, Eswatini Competition Commission, CMAC, Eswatini Competition Commission and the CBE.
- The Ombudsman of Financial Services continued to create consumer education and awareness on Facebook and LinkedIn as well as on Print Media.

Eswatini Stock Exchange (ESE)

- Government through the CBE maintained 27 bonds with different maturities ranging from 3, 5,7,8,9 and 10 years and total outstanding bonds increased to E5.3bln from E5.2bln last quarter.
- The ESE Market Capitalization ended the quarter with a value of E4.30bln and the ESE All Share Index remained at 498.76.
- A total turnover of E5.81m was recorded from a sale of 1,738, 831 shares over a total of ten trades concluded and new corporate bonds issuances amounted to E177.31m, whilst redeemed corporate bonds amounted to E149.86m.

Financial Situation

- Total revenue was E32.48m against E14.40m last quarter.
- Total expenditure was E11.63m against 13.51m the previous period.
- Disbursements to Government Projects were E2.66m against E2.12m last quarter.

Financial Statements

Income Statement

	2021	2021	2020	2020
	Jun.30	Mar.31	Dec.31	Sep.30
Income	32,484,397	14,395,606	7,691,832	34,191,699
Expenditure	11,629,696	13,510,438	13,901,036	11,008,494
Government Projects	2,660,758	2,121,917	900,000	2,504,205
Surplus/ Deficit	18,193,943	(1,236,749)	(7,109,204)	20,679,000

Balance Sheet

Fixed Assets	7,399,581	8,092,818	7,741,241	7,839,441
Current Assets	88,086,005	70,045,105	69,534,591	77,596,704
Current Liabilities	11,272,515	9,101,667	7,042,827	8,101,435
Net Current Assets	76,813,490	60,943,438	62,491,764	69,495,269
Total Employment of Capital	84,213,071	69,036,256	70,233,005	77,334,710

Capital & Reserves

Accumulated Surplus/deficit	82,484,253	64,642,935	65,839,684	72,941,389
Unclaimed benefits	-	-	-	-
Long Term Liabilities	1,728,818	4,393,321	4,393,321	4,393,321
Total Capital Employed	84,213,071	69,036,256	70,233,005	77,334,710

PEU Comments

The Authority performed well, as a surplus of E18.19m was reported against a deficit of E1.24m last quarter and the surplus was largely due to the fact that most entities were billed during this quarter, since levies are calculated using audited financial statements. The Authority maintains a positive working capital and its Statement of Financial Position has improved to E84.21m from E69.04m last quarter. FSRA is encouraged to explore investment strategies that will generate more income to ensure that the entity remains profitable, and operates even more efficiently.

The Ombudsman of Financial Services also indicate improvement on its operations as attested by the increase in query traffic, which is largely due to the easing of Covid-19 restrictions. Relative progress in cases at the High Court has been reported as more people are aware of the Ombudsman's function.

The Stock Exchange still maintains 8 companies on its Main Board, with the Royal Eswatini Sugar Corporation (RES) dominating at 34%. Government, through the Ministry of Finance is encouraged to promote listing of more companies on the Stock Exchange to enable it to sustain itself.

The Regulator is highly applauded for ensuring efficient functioning of the two entities as mandated by Government by funding their entire operations on an annual basis.

44. ESWATINI COMMUNICATIONS COMMISSION (ESCCOM)

Parent Ministry: Information Communication and Technology

ECCOM reported as follows for the quarter,

Operational Review

- Eswatini service providers in the ICT sector focused on rationalizing their home fixed offers and business packages to meet the challenges posed by the Covid-19 pandemic and customer demands. Moreover, the licensees introduced amended schools and student packages to support the blended learning approach.

- There were six consumer complaints received by the Commission compared to nine last quarter.
- The Commission finalized the spectrum Licensing Guidelines which provide clarity on spectrum licensing issues which are not covered in the Regulations. Further, the analysis and recommendation for assignment of spectrum 3 links assigned to Real Image and 18 links to the Ministry of ICT were completed.
- ESCCOM completed an analysis of the 700MHz band, which is the second digital dividend being made available for IMT service providers to deploy their equipment using the spectrum.
- A total of 20 license applications were processed, of which 13 were renewal applications and the remaining 7 being new applications. Additionally, the Commission completed and issued certificates to 44 equipment type approval applications.
- ESCCOM held virtual sessions with editorial and advertising teams from the print and electronic houses to discuss how a mutually understanding partnership can be forged to ensure the protection of users of electronic communications services.
- The draft of the Content and Multimedia Broadcast Regulations has been completed and awaiting review and validation by consultants. The UNESWA radio also commenced broadcasting after upgrading the studios to the required standard.

Financial Situation

- Total revenue was E2.77m compared to E122.61m recorded last quarter.
- Total expenditure incurred was E15.10m compared to E29.16m last quarter.

Outlook

- The Commission looks forward to renewing licences, seeking UPU assistance in the implementation of the National Addressing and Post Code System, designing model editorial policies to assist broadcasters in developing their editorial policies for approval by the Commission, reviewing the Electronic Communications (Licensing) 2016, Electronic Communications (Quality of Service) Regulations, 2016, spectrum licence renewals, drafting of the Digital Terrestrial Television Broadcasting Regulations and drafting of the Broadcasting Multimedia Services Licensing Regulations, 2021 consultation.

Financial Statements

	2021	2021	2020	2020
	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Income Statement				
Revenue	2,769,333	122,605,424	2,056,691	4,172,559
Expenditure	15,099,300	29,158,353	14,085,539	15,413,175
Profit/Loss	-12,329,967	93,447,071	-12,028,848	-11,240,616
Balance Sheet				
Fixed Assets	83,374,012	84,925,984	85,890,777	81,718,888
Investments	208,653,079	141,912,798	164,592,550	175,101,499
Current Assets	129,644,736	224,932,286	93,424,494	109,883,538

Current Liabilities	41,595,169	57,874,570	43,108,765	44,964,655
Net Current Assets/Liabilities	88,049,567	167,057,716	50,315,729	64,918,883
Employment of Capital	380,076,658	393,896,498	300,799,057	321,739,270
Share Capital				
Accumulated Funds	106,439,356	56,560,230	46,966,906	36,663,500
Deferred Grant	45,609	60,812	60,812	60,812
Profit/Loss for the year	-12,329,967	51,353,797	-32,150,320	-20,235,941
Designated Funds	285,921,659	285,921,659	285,921,659	305,250,899
Total Capital Employed	380,076,657	393,896,498	300,799,057	321,739,270

PEU Comments

The Commission incurred a deficit of E12.33m compared to a profit of E93.45m last quarter due to the fall in revenue. Revenue declined from E122.61m last quarter to E2.77m this period, as there were no licence fees collected from the communications industry players. Total expenditure incurred also declined from E29.16m to E15.10m, as no cash injection was made to the Universal Access Service Fund.

The persisting Covid-19 pandemic has affected the operations of the Commission as inspection of broadcasters was not undertaken this period. The industry players in trying to help Emaswati cope with the Covid-19 pandemic, have introduced new products for their different stakeholders.

45. ESWATINI PUBLIC PROCUREMENT REGULATORY AUTHORITY (ESPPRA)

Parent Ministry: Finance

ESPPRA reported as follows for the quarter,

Operational review

- The Agency's Independent Review Committee (IRC) adjudicated three matters. Only 47 deviation applications were received, 26 approved, and 21 declined.
- ESPPRA received 1 procurement report from a total 91 regulated entities, 28 procurement plans for and entity Tender Board minutes from 5 procuring entities as per the Procurement Act, 2011. A total of 159 tender notices were received and publicised on the Agency's website.
- A total of 3 procurement audits of Public Enterprises were finalised, another two audits were initiated.
- The Agency trained 42 participants from five entities on the Public Procurement Legal Framework, roles and responsibilities of entity Tender Boards and processes and methods.
- The Agency attended to 77 (87 last quarter) technical enquiries from public entities and private

sector companies through its advisory function within the Capacity Building and Advisory Department.

Financial Situation

- Subvention was E3.25m and other income was E0.54m.
- Total expenditure was E3.15m compared to E2.35m last quarter.

Financial Statements

	2021	2021	2020	2020
Income Statement	Jun. 30	Mar. 31	Dec. 31	Sep. 30
Subvention	3,250,000	2,469,999	2,990,000	3,250,000
Deferred grant adjustment	-	-	(823,333)	(1,083,333)
Other income	537,477	909,844	889,817	880,008
Total Income	3,787,477	3,379,843	3,056,484	3,046,674
Expenditure	3,152,603	2,351,565	2,668,428	2,387,186
Surplus/Deficit	634,874	1,028,278	388,055	659,488
Balance Sheet				
Fixed Assets	684,763	714,399	765,167	725,818
Current Assets	3,871,263	3,220,367	2,924,369	2,467,342
Current Liabilities	6,117,354	5,977,618	6,510,013	6,520,888
Net Current Assets	(2,246,090)	(2,757,251)	(3,585,644)	(4,053,546)
Total Employment of Capital	(1,561,327)	(2,042,852)	(2,820,476)	(3,327,728)
Retained Income	(1,561,327)	(2,042,852)	(1,997,143)	(2,244,395)
Deferred Grant Income	-	-	(823,333)	(1,083,333)
Long Term Liabilities	-	-	-	-
Total Capital Employed	(1,561,327)	(2,042,852)	(2,820,476)	(3,327,728)

PEU comments

ESPPRA realised a surplus of E0.63m compared to a surplus of E1.03m last quarter, attributable mainly to the Agency incurring more expenditure and generating less other income than last period.

The Agency is encouraged to take the necessary steps to ensure compliance with the Procurement Act of 2011, ESPPRA Circulars and Procurement Regulations 2020 in terms of reporting procurement information. Only one procurement report from a total of 91 currently regulated entities was received.

46. ESWATINI NATIONAL PETROLEUM COMPANY (ENPC)

Parent Ministry: Natural Resources & Energy

ENPC reported as follows for the quarter,

Operational Review

- ENPC completed the evaluation of tenders for land use planning/zoning of the Phuzumoya Strategic Oil Reserve facility site. The Consultant is expected to complete the exercise in 6 months. .
- The Company appointed a Consultant to map out all existing filling stations in the country and to also engage stakeholders for the purposes of identifying other areas that have potential for development of filling stations.
- The Company has completed the development of Liquefied Petroleum Gas (LPG) business Plan, and anticipates appointing a supplier in the next quarter.

Outlook

- Implementation of LPG business plan, marketing/branding strategy, development of internal policies.
- Recruitment of Transactional Advisor and key executive positions, and completion of filling station network survey.

Financial Situation

- ENPC received E1.26m subvention.
- Expenditure amounted to E2.14m against a budget of E2.56m. These included training, Board fees, salaries, operating expenses and consultancy services.

PEU Comments

The Company received E1.26m subvention from Government and collected E27.09m Fuel levy of 35 cents/litre, following the promulgation of the Petroleum Act of 2020. ENPC has initiated the recruitment of key personnel, which it hopes to have concluded by next quarter.

APPENDIX 1 - TABLE OF REPORTING COMPLIANCE

	2021	2021	2020	2020
PUBLIC ENTERPRISE	Jun. 30	Mar. 31	Dec. 31	Sep. 30
1. Eswatini Dairy Board	X	X	X	X
2. National Maize Corporation	X	X	X	X
3. Eswatini Cotton Board	X	X	X	X
4. National Agricultural Marketing Board		X	X	X
5. Eswatini Water and Agricultural Development Enterprise	X	X	X	
6. Royal Eswatini National Airways Corporation.	X	X	X	X
7. Eswatini Railway	X	X	X	X
8. Central Transport Organization				
9. Eswatini National Provident Fund	X	X	X	X
10. Eswatini Development & Savings Bank	X	X	X	X
11. Eswatini Electricity Company	X	X	X	X
12. Eswatini Posts & Telecommunications Corporation	X	X	X	
13. Eswatini Water Services Corporation	X	X	X	
14. Eswatini National Industrial Development Corporation	X	X	X	X
15. Small Enterprises Development Company	X	X	X	X
16. Commercial Board*				
17. Eswatini Development Finance Corporation	X	X	X	X
18. University of Eswatini			X	
19. Sebenta National Institute	X	X	X	X
20. Piggs Peak Hotel & Casino	X	X	X	X
21. Eswatini Television Authority	X	X	X	
22. Eswatini National Housing Board	X	X	X	X
23. Eswatini National Trust Commission	X	X	X	X
24. Eswatini Tourism Authority	X			X
25. Eswatini Tourism Development Company*				
26. Eswatini Investment Promotion Authority	X	X	X	X
27. Sincephetelo Motor Vehicle Accident Fund	X	X	X	X
28. Conciliation, Mediation & Arbitration Commission	X	X	X	X
29. National Emergency Response Council on HIV/AIDS	X	X	X	
30. Eswatini Environment Authority	X	X	X	X
31. Eswatini Standards Authority	X	X	X	
32. Eswatini Revenue Authority	X	X	X	X
33. Eswatini Competition Commission	X	X	X	X
34. Eswatini Nazarene Health Institutions	X	X	X	X
35. Good Shepherd Hospital	X	X	X	X
36. Eswatini Civil Aviation Authority	X	X	X	X
37. Eswatini Sports & Recreational Council	X	X	X	X
38. Eswatini National Youth Council	X	X	X	X
39. Eswatini Youth Enterprise Revolving Fund	X	X	X	X
40. Eswatini Council of Arts and Culture	X	X	X	X
41. Eswatini Energy Regulatory Authority	X	X	X	X
42. Eswatini Public Procurement Agency	X	X	X	X
43. Baphalali Red Cross Society	X	X	X	
44. National Disaster Management Agency	X	X	X	X
45. Southern Africa Nazarene University	X		X	X
46. Eswatini Communications Commission	X	X	X	X
47. Royal Science & Technology Park	X	X	X	X
48. Financial Services Regulatory Authority	X	X	X	X

49. Public Service Pension Fund	X	X	X	X
50. Eswatini Medical Christian University	X	X	X	
51. Eswatini Higher Education Council				
52. Eswatini National Petroleum Company	X	X	X	X

X – Submitted * - Dormant

THE PUBLIC ENTERPRISE LOAN GUARANTEE (LGF) SCHEME QUARTERLY REPORT FOR THE PERIOD ENDED 30TH JUNE 2021

- A total of E2,69m was received from the Central Bank of Eswatini (CBE) for a Bond placed.
- Swaziland Cotton Board Guarantee remained the only guarantee under the books of the Fund and there has been no changes in the E1.63m currently on issue.
- The Fund’s contributions for the quarter amounted to E3.16m from seven Public Enterprises(PEs) compared to E8.5m collected last period.
- The technical rebate fund had a share of E0.63m which is 20% of the total contributions made by the seven PEs over the period.

CONTRIBUTIONS REPORT FOR THE QUARTER ENDED 30TH JUNE 2021

Company Name	Amount (E)
1. SWASA	18,824
2. NAMBOARD	226,854
3. Good Shepherd Hospital	50,000
4. SPTC	1,214,784
5. Eswatini Dairy Board(EDB)	1,085,905
6. NERCHA	318,491
7. FSRA	248,160
Total	3,163,018

Financial Statements

Income Statement

	2021 Jun. 30	2021 Mar. 31	2020 Dec. 31	2020 Sep. 30
Contributions	3,163,018	8,503,216	3,831,346	-
FINCORP Repayment	-	4,324,316		5,508,154
Interest on call Account	856,506	689,843	627,940	444,022
Fixed Deposit(Standard Bank)	-	-	3,213,150	6,289,966
Interest(Other Banks)	2,692,601	4,533,561	6,712,989	9,395,283
Matured Bond	50,000,000	50,000,000	-	-
Gross Income	56,712,129	68,050,936	14,385,428	21,637,427
Expenses:				
Management Fees	90,000	90,000	90,000	90,000
Bank Charges	1,993	2,640	1,735	1,940
Reversed Interest Fee	-	-	-	-
Payments	-	75,900	-	-
Guarantee Comm.	15,437	-	15,525	
Total Expenses	107,430	168,540	7,741,241	7,839,441
Surplus/Deficit	56,604,698	67,882,396	69,534,591	77,596,704

Balance Sheet

Non-Current Assets	-	-	-	-
Investments	425,000,000	260,000,000	310,000,000	310,000,000
FINCORP Loan	4,440,312	4,440,312	8,440,312	840,440,312
Current Assets				
Standard Bank Call Account	121,730,258	156,249,670	156,249,670	145,945,993
Standard Bank Current Account	12,097,071	3,090,892	3,090,892	5,749,507
Total Assets	563,267,642	491,662,942	477,780,875	470,135,814
Equity and Liabilities				
Equity	5,000,000	5,000,000	5,000,000	5,000,000
Accumulated Funds	501,662,944	418,780,545	458,502,706	443,590,326
Surplus for the Quarter	56,604,698	67,882,397	14,278,168	21,545,487
Bank Balance(Current Account)	-	-	-	-
Total Equity & Liability	563,267,642	491,662,942	477,780,875	470,135,814