



MINISTRY OF FINANCE

QUARTERLY REPORT

For the Three Months Ended

31st March, 2020

**Mbabane,
Swaziland**

MINISTRY OF FINANCE

PUBLIC ENTERPRISES UNIT

QUARTERLY REPORT

For the Three Months Ended 31st March, 2020

CONTENTS

OVERVIEW	7
INDIVIDUAL ENTERPRISE REPORTS	10
I. AGRICULTURE SECTOR	11
1. ESWATINI DAIRY BOARD (EDB).....	11
2. NATIONAL MAIZE CORPORATION (NMC)	13
3. ESWATINI COTTON BOARD (ECB)	15
4. ESWATINI WATER AND AGRICULTURAL DEVELOPMENT ENTERPRISE (ESWADE)	17
II. TRANSPORT SECTOR	19
5. ESWATINI RAILWAYS (ESR).....	19
6. ESWATINI CIVIL AVIATION AUTHORITY (ESWACAA)	21
7. ROYAL ESWATINI NATIONAL AIRWAYS CORPORATION (RENAC).....	23
III. FINANCE SECTOR	25
8. ESWATINI DEVELOPMENT AND SAVINGS BANK (EDSB).....	25
9. ESWATINI REVENUE AUTHORITY (SRA).....	27
10. ESWATINI DEVELOPMENT FINANCE CORPORATION (FINCORP).....	29
11. SINCEPHETELO MOTOR VEHICLE ACCIDENT FUND (SMVAF)	31
IV. UTILITIES SECTOR	33
12. ESWATINI ELECTRICITY COMPANY (EEC)	33
13. ESWATINI POSTS AND TELECOMMUNICATIONS CORPORATION (EPTC)	36
14. ESWATINI WATER SERVICES CORPORATION (EWSC)	38
V. BUSINESS PROMOTION SECTOR.....	42
15. ESWATINI NATIONAL INDUSTRIAL DEVELOPMENT CORPORATION (ENIDC)	42
16. SMALL ENTERPRISE DEVELOPMENT COMPANY (SEDCO)	44
17. ESWATINI COMPETITION COMMISSION (ECC)	46
18. ESWATINI INVESTMENT PROMOTION AUTHORITY (EIPA)	47
19. ESWATINI STANDARDS AUTHORITY (SWASA)	49

20. ESWATINI YOUTH ENTERPRISE REVOLVING FUND (EYERF)	50
VI. EDUCATION SECTOR	53
21. UNIVERSITY OF ESWATINI (UNESWA)	53
22. SOUTHERN AFRICA NAZARENE UNIVERSITY (SANU).....	55
23. SEBENTA NATIONAL INSTITUTE (SNI)	57
24. ESWATINI MEDICAL CHRISTIAN UNIVERSITY (EMCU).....	58
VII. TOURISM AND ENVIRONMENT SECTOR.....	60
25. PIGG’S PEAK HOTEL AND CASINO (PPHC).....	60
26. ESWATINI NATIONAL TRUST COMMISSION (ENTC)	61
27. ESWATINI TOURISM AUTHORITY (ETA)	63
28. ESWATINI ENVIRONMENT AUTHORITY (EEA)	65
VIII. INFORMATION.....	67
29. ESWATINI TELEVISION AUTHORITY (ESTVA)	67
IX. HOUSING SECTOR	69
30. ESWATINI NATIONAL HOUSING BOARD (ENHB)	69
X. LABOUR SECTOR.....	72
31. CONCILIATION, MEDIATION & ARBITRATION COMMISSION (CMAC)	72
32. ESWATINI NATIONAL PROVIDENT FUND (ENPF).....	74
33. PUBLIC SERVICE PENSIONS FUND (PSPF)	76
XI. HEALTH SECTOR	78
34. NATIONAL EMERGENCY RESPONSE COUNCIL ON HIV/AIDS (NERCHA)	78
35. ESWATINI NAZARENE HEALTH INSTITUTIONS (ENHI)	81
36. BAPHALALI ESWATINI RED CROSS SOCIETY (BERCS).....	83
37. GOOD SHEPHERD HOSPITAL (GSH)	85
XII. SPORTS SECTOR.....	87
38. ESWATINI NATIONAL SPORTS & RECREATION COUNCIL (ENSRC)	87
39. ESWATINI NATIONAL COUNCIL OF ARTS AND CULTURE (ENCAC).....	89
40. ESWATINI NATIONAL YOUTH COUNCIL (ENYC)	91
XIII. DISASTER MANAGEMENT SECTOR.....	92
41. BAPHALALI ESWATINI RED CROSS SOCIETY (BERCS).....	92
XIV. REGULATORY SECTOR	94
42. ESWATINI ENERGY REGULATORY AUTHORITY (ESERA).....	94
43. FINANCIAL SERVICES REGULATORY AUTHORITY (FSRA)	97
44. ESWATINI COMMUNICATIONS COMMISSION (ESCCOM).....	100
45. ESWATINI PUBLIC PROCUREMENT REGULATORY AUTHORITY (ESPPRA)	102
46. PETROLEUM COMPANY (ENPC).....	104

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 October – December 2019, which is the third quarter of the 2019/2020 financial year.

Reporting

Late Reports

3. Three (3) Enterprises did not submit their reports for the quarter, as stated on page ten (10) of this report.
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) Request for approval of acting appointment of chief executive officer for the Financial Services Regulatory Authority (FSRA)
 - 2) Appointment of the acting Executive Director of the Eswatini Environment Authority
 - 3) Extension of appointment acting Chief Executive Officer of the Eswatini competition commission

- 4) Approval of employment contract for the Chief Financial Officer of the Eswatini Energy Regulatory Authority (ESERA).
- 5) Authorisation for Eswatini Competition Commission to purchase office premises
- 6) Appointment of acting Chief Executive Officer for Eswatini Competition Commission
- 7) Report on the mandate assigned to the Pigg's Peak Hotel and Casino board to source a potential operator.
- 8) Appointment of the chief executive officer for Sincephetelo motor vehicle accident fund (SMVAF)
- 9) Extension of appointment of external auditors (PWC) for the Eswatini Water Services Corporation
- 10) Appointment of board members for the Eswatini Electricity Company.
- 11) SCOPE paper on renewal of contract of employment for the EEC Managing Director
- 12) SCOPE paper on renewal of contract of employment for the general Manager Finance
- 13) Eswatini Communications Commission (ESCCOM) request for payment of performance bonus approval of feasibility study fees amounting to e7,800,000.00 for Aquamoaf salmon fisheries projects for the period 2018/2019 and 5% salary adjustment for the period 2019/2020
- 14) Revision of statutory contributions ceiling to Eswatini National Provident Fund
- 15) Appointment of executive director of Eswatini Standards Authority
- 16) Approval of performance bonus payment for Eswatini electricity company (EEC)
- 17) Approval of purchase of land at Ezulwini for the construction of offices for Eswatini Energy Regulatory Authority (ESERA)
- 18) Request for a 13.7% tariff increase for Eswatini Water Services Corporation
- 19) Small Enterprises Development Company 2018-2023 Strategic Plan
- 20) Appointment of executive director of Eswatini Standards Authority
- 21) Request for appointment of Bursar/Chief Financial controller for Eswatini Medical Christian University
- 22) SCOPE definition of "Major" 2020/2021
- 23) Re-appointment of the Chief Executive Officer for the Eswatini National Trust Commission
- 24) Public Enterprises Unit quarterly report for the period ending 31st September 2019
- 25) Salary structure and terms and conditions of service for Eswatini Medical Christian University (EMCU) staff
- 26) Request for the appointment of board members of Eswatini National Youth Council
- 27) Public Service Pensions Fund (PSPF) job evaluation and salary review.

- 28) Request to award ENHB staff a once-off payment in lieu of COLA adjustment across the board for the 2019/2020 financial year
- 29) Request for the approval of the appointment of the Eswatini Civil Aviation Authority board.
- 30) Evaluation of and request to sell government's shares in three Category B Enterprises
- 31) Southern Africa Nazarene University (SANU) external auditors
- 32) Contract of employment for the southern Africa Nazarene (SANU Bursar-Mr. Mduduzi Ndzinisa
- 33) Renewal of the contract of employment for the southern Africa Nazarene University (SANU) Vice Chancellor
- 34) Eswatini communications commission (ESCCOM) board resolution for the renewal of the Chief Executive's Contract of employment for three (3) years.

Restructuring

Royal Eswatini National Airways Corporation (RENAC)

7. Following Government's decision to revive RENAC, the entity had requested Government to transfer its shareholding from Swazi Airlink 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. We approved requests from Eswatini Electricity Company and Eswatini Posts and Telecommunications Corporation this 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 had benefited through the training of their Board of Directors. Following the adoption of 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.

Non appointment of Chief Executive Officers, Chief Financial Officers.

The following Parastatals had not appointed substantive CEO:

- Eswatini Environment Authority (EEA)
- Piggs Peak Hotel & Casino (PPH)
- Eswatini Standards Authority (ESWASA)

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

Public Enterprises Reforms

12. The Ministry of Finance through SCOPE approval had mandated ESEPARC together with a task team of 5 members to work on the study streamline, strengthen governance and improve performance of SOE's.

INDIVIDUAL ENTERPRISE REPORTS

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

- National Agricultural Marketing Board (NAMBOARD)
- Royal Science & Technology Park (RSTP)

I. AGRICULTURE SECTOR

1. ESWATINI DAIRY BOARD (EDB)

Parent Ministry: Agriculture

Operational Review

- A total of 143 cows/heifers were bred with artificial insemination to improve the overall performance of the dairy herd.
- In a bid to increase the technical service outreach to dairy farmers, the Board made 663 farm visits countrywide.
- The Board was engaged in 15 technical meetings with farmer groups, with an average attendance of 12 farmers per meeting, to discuss farm management and technical issues.
- A total of 3 business plans were developed of which 2 were for small scale dairy cattle farming business enterprises while the remaining 1 was for a middle scale farmer. The farmers were further advised on how to seek funding for their projects and how to ensure their proposed business remain sustainable and viable.
- Twelve dairy farmers were assisted in pasture establishment and this included demonstrations and technical advices on the type of pasture to plant, when and how to manage it. A total of 518 (250kg) hay bales were produced locally.
- To protect the dairy industry, the Board drafted a proposal for the review of the import levy which was aimed at promoting local milk production, processing, distribution, consumption, investment in all phases of the industry.
- In promoting local dairy processing, the Board assisted 4 small scale dairy businesses with resource sourcing and technical advice while large scale dairy was assisted with the importation of raw milk to cover the deficit to boost local production.
- EDB continued to promote dairy projects in schools by providing technical advice and regular monitoring to ensure sustainability. Currently there are 15 schools with dairy projects and 7 have showed interest in the dairy project and preparations have begun.
- The board managed to facilitate the farm placement of the six (6) individuals that had enrolled at the Gege Dairy Training Centre for dairy production, management, processing and marketing. On another note, a total of 165 goats were kept at the dairy goats' project at Gege.

Outlook

- The board plans to use Tinkhundla centres as focal points for the expansion of collection centres and the identification of youth to be trained at Gege dairy as part of the Tinkhundla youth dairy training initiative.
- Completion of the processing plant in Matsapha.

Financial Situation

- Net profit after tax was E4.75m compared to E5.05m the previous quarter.
- Total revenue collected amounted to E12.52m compared to E13.46m collected the previous quarter.
- Total expenditure amounted to E7.77m compared to E8.41m incurred the previous quarter.

Financial Statements

	2020 Mar.31	2019 Dec. 31	2019 Sept.30	2019 Jun. 30
Income Statement				
Turnover	18,467,396	12,521,573	13,464,254	10,310,575
Expenditure	9,868,208	7,769,035	8,414,015	7,061,994
Net Profit	8,599,188	4,752,538	5,050,239	3,248,581

Balance Sheet

Fixed Assets	9,302,132	9,404,438	8,646,017	9,933,107
Investments	103,323,711	93,949,488	80,979,991	63,750,783
Current Assets	49,635,477	48,650,518	56,778,770	69,935,752
Current Liabilities	17,223,865	23,532,195	22,685,068	16,984,151
Net Current Assets	32,411,612	25,118,323	34,093,702	52,951,601
Total Employment of Capital	145,037,455	128,472,249	123,719,710	126,635,491
Retained Income	137,071,437	128,472,249	123,719,711	118,669,472
Dairy Development Fund	7,966,020	-	-	7,966,020
Office Block	-	-	-	-
Medium Term Lease	-	-	-	-
Obligation	-	-	-	-
Total Capital Employed	145,037,457	128,472,249	123,719,710	126,635,492

PEU Comments

The Board realized profits amounting to E8.60m compared to E4.75m last quarter. The increase in profits is due to an increase in revenue from E12.52m to E18.47m this quarter.

The Board engaged in several activities in trying to develop and improve dairy industry in the country. It is observed that they have developed a drafted proposal for the review of the import levy. This is aimed at protecting the dairy farmers in the country.

EDB is also commended for introducing the pass on the gift concept which sees community members and

schools stand a chance of being gifted a dairy cow.

2. NATIONAL MAIZE CORPORATION (NMC)

Parent Ministry: Agriculture

NMC reported as follows for the quarter,

Operational review

- Local maize purchases dropped by 56.6% to 53mt from 122mt the same period last year with only two depots being operational (Matsapha and Madulini).
- A total of 80 farmers under the NMC/SMLP Partnership planted a combined total of 40ha of beans and the main challenge was lack of rain.
- Sales across all products saw a significant growth compared to the same period last year with Umndeni beans increasing five folds at 513%.
- The introduction of Umngani rice was a milestone although it was taking a relatively harsh terrain on the rice market.
- NMC continues to ensure quality checks of her products to ensure that they meet customer specification.

Tractor Service Input and Subsidy Programme

- There was a total of 123 functional NMC tractors, 93 contracted private tractors and of 67 tractors which needed some repairs.
- A total of 4924hrs were registered compared to 5088hrs the same period last year and hours worked increased to 17 520 from 8312 the same period last year.
- Challenges faced included; pull – out by Government mechanics, delayed fixing of tractors due to delayed procurement of spare parts as well as shortage of implements mainly disc ploughs amongst others.
- As the fourth quarter marks the end of the ploughing season, a total of 35 seasonal Drivers contracts were extended compared to 109 extended last year same period.

Financial Situation

- Total income increased to E67.90m from E58.56m last quarter.
- Total expenditure also increased to E74.59m from E59.47m last quarter.

Financial Statements

Income Statement

	2020	2019	2019	2019
	Mar.31	Dec.31	Sep.30	Jun.30
Total Income	67,898,544	58,564,992	33,080,319	43,475,789
Total Expenditure	74,588,686	59,466,990	34,149,073	51,816,887
Net Profit/ Loss	(6,690,142)	(901,998)	(1,068,754)	(8,341,098)

Balance Sheet

Non-Current Assets	35,639,247	36,555,401	35,353,479	29,891,530
Current Assets	905,814	21,179,666	(530,364)	1,307,743
Current Liabilities	16,246,268	37,343,832	13,321,860	12,484,079
Net Current Assets	(15,340,454)	(16,164,166)	(13,852,224)	(11,176,336)
Total Employment of Capital	20,298,793	20,391,235	21,501,255	18,715,194
Share Capital	2,405,000	2,405,000	2,405,000	2,405,000
Grant : Plot 542 –land & Silos	5,049,032	5,646,900	5,677,927	5,693,440
: Maize Govt Grant	-	-	-	-
Revaluation Reserve	9,098,713	9,098,713	9,098,713	9,098,713
Retained Income	3,746,048	3,240,622	4,319,615	1,518,041
Total Capital Employed	20,298,793	20,391,235	21,501,255	18,715,194

PEU Comments

The Corporation incurred a loss of E6.69m compared to E0.90m last quarter and the loss can be attributed to a lower gross profit margin as maize was procured at prices higher than SAFEX due to an increase in its demand. Improved distribution channels coupled with competitive prices saw an increase in the sales of beans, which was very impressive.

The Government Input and Tractor Hire Project saw more hours registered compared to the previous reporting period and an improvement in tractor fuel consumption rate was observed.

The COVID 19 outbreak had a negative impact on the Corporation's operations as they were downscaled, some farmers abandoned their plans to plough and some RDA's were closed. On a lighter note, it is

anticipated that more maize will be sourced locally as more people are showing an interest in farming due to the COVID 19 pandemic.

3. 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 216.9mm of rainfall compared to 152.7mm the previous quarter. This resulted in a lot of farmers buying seeds mainly used to fill in gaps due to poor germination that emanated from insufficient soil moisture at planting.
- Packaging material and farm inputs were distributed though the former at a larger scale as most farmers had begun harvesting.
- The technical department continued to provide support to cotton growers and the aim was to help farmers manage pests, proper harvest and grade properly for better income.
- Stock worth E2.34m was held as at the end of the quarter compared to E2.76m previously 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 E0.77m to farmers whilst E1, 421 was recovered.

Outlook

- The Board looks forward to buy cotton, distribute packaging material, prepare and commence cotton ginning, carry-out Board Audit and update financial system.

Financial Situation

- Total income realized was E0.84m compared to E8.48m the previous quarter.
- Total expenditure was E2.21m compared to E3.39m last quarter.

Financial Statements

Income Statement

	2020	2019	2019	2019
--	-------------	-------------	-------------	-------------

	Mar. 31	Dec. 31	Sept. 30	June 30
Income	836,790	8,477,662	9,354,732	1,351,398
Expenditure	2,210,926	3,392,681	7,131,345	7,012,369
Subvention	-	-	1,500,000	-
Profit/Loss	-1,374,136	5,084,981	3,723,387	-5,660,971

Balance Sheet

Fixed Assets	2,217,358	2,217,358	2,217,358	2,217,358
Investments	780,710	780,710	780,710	780,710
Current Assets	7,839,319	7,666,990	12,925,605	11,188,714
Current Liabilities	1,650,488	2,040,694	5,550,969	6,028,403
Net Current Assets	6,188,831	5,626,296	7,374,636	5,160,311
Employment of Capital	9,186,899	8,624,364	10,372,704	8,158,379
Contributed Surplus	5,571,902	5,571,902	5,571,902	5,571,902
Retained Income	1,841,735	(94,935)	1,077,414	8,247,447
Net Profit/Loss	1,773,261	3,147,397	3,723,388	(5,660,970)
Capital Employed	9,186,899	8,624,364	10,372,704	8,158,379

PEU Comments

The Board incurred a loss of E1.37m compared to a profit of E5.08m last quarter as there was no sales revenue derived from lint and fuzzy seed sales in the quarter. However we anticipate that the Board will make revenue from sales of these commodities in the next quarter thus improving its profitability.

The major sources of income for the quarter came from cotton seed sales, chemical sales, house rental, and interest from the bank.

The cotton seed purchased was mainly used for filling gaps due to poor germination that emanated from insufficient soil moisture at planting.

4. ESWATINI WATER AND AGRICULTURAL DEVELOPMENT ENTERPRISE (ESWADE)

Parent Ministry: Agriculture

ESWADE reported as follows for the quarter,

Operational Review

- There were 2 new resettled homesteads at 98% complete (pending electrification). 13 on-farm graves were relocated and interim water was supplied to resettled homesteads.
- The rehabilitation of Ka-Gamedze Potable Water Scheme was completed. The Lusabeni VIP toilets' building material was delivered and 131 out of the 195 toilets were constructed.
- The overall progress in the Matata Canal System is at 89%, canal lining at 89% completion and Dam 1, 2 and 4 are at 99% complete (pending is dam lining as preparations are in progress).
- The bulk water system components in the Lubovane dam infrastructure are in good operational condition, the dam is safe and stable.
- Mobilizations for earth dam construction for phase 2 at Mgambeni were successful.
- A total of 134 farmers (78 Livestock and 56 horticulture) from Mafutseni, Nkonjwa, Ndlinilembi, Nceka and Mamisa Chiefdoms were trained on business management by the BDS provider and a total of 14 farmers were contracted to Encabeni Fresh Produce.
- A total of 22.9 tons of fresh produce valued at E0.12m was sourced from 31 farmers by NAMBoard.
- NAMBoard provided extension services to 79 farmers covering 50ha in the quarter.
- A total of 7 beekeeping demonstration sites were established in Phunga, Ndushulweni and Nkonjwa where 80 bailing boxes were delivered at Ndushulweni, Nceka, Mpini, Ndlinilembi and Ndinda Chiefdoms.
- The Agriculture Marketing and Information System (AMIS) captured 84 new registrations, 1 article was uploaded and 61 active users with 8 091 hits.
- 4.03 MT of produce has been recorded to have been stored in the Mahlanya and Manzini cold stores.

- The volume of imports increased from 77.1MT to 94.5MT reported this quarter while the volume of produce exported reduced from 52.8MT to 14MT under this period.
- The construction of 15 Farmer Companies Farm Sheds; Only one farmer company (Sivumelwano) is complete and the progress of Works for the three farmer companies is as follows; Sidzakeni at 90%, Nsikeneni at 90% and Kuyasetjentwa Amen at 20% complete.

Water Harvesting small mediums Dams Project (WHDP)

- Completed preliminary designs for the 18 dams have been presented to all schemes.

Financial Situation

- ESWADE received Government subvention of E3.48m this quarter and had a surplus of E0.95m.
- KDDP Capital expenditure released to date amounted to E23.7m, Capital expenditure for LUSIP I is E109.9m, LUSIP II Extension E753m, Fruit Tree E11.4m, HVCHP E32.7m, WHDP E5.5m, SMLP E94m to date.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sept. 30	June 30
Income and Subvention	4 035 819	3,703,458	3 594 039	3,527,464
Expenditure	3 991 593	3 088 364	3 337 365	3,991,593
Surplus/Loss(-)	947 455	-149,303	256 675	-464,129
Balance Sheet				
Fixed Assets	24 452 138	31 740 930	31 740 930	20,885,199
Capital Projects expenditure	1 048 380 137	928,414,165	815 946 286	738,984,952
Current Assets	164 130 949	194,963,769	215 704 209	211,376,035
Current Liabilities	58 006 660	41,423,711	36 438 805	54,838,908
Net Current Assets/Liabilities	106 124 289	153 540 058	179 265 404	156,537,127
Total Employment of Capital	1 178 956 564	1 113 695 153	1 026 952 620	916,407,278
Share Capital	2	2	2	2
Government Grant	541 244 947	527,759,375	537 273 803	490,689,998
IFAD Grant	49 600 559	64,752,033	52 030 936	39,314,507
GEF Grant	21 844 585	15,667,386	13 412 181	6,432,099
IRLI Grant	-	-	-	-
ADB Grant	496 442 460	435,556,236	354 013 836	308,688,51

				5
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	247 080	383,190	644 931	1,705,225
Retained Income	14,828,203	14,828,203	14,828,203	14,828,203
Total Capital Employed	1 178 956 564	1 113 695 153	1 026 952 620	916,407,278

PEU Comments

ESWADE received a subvention of E3.48m this quarter and had a surplus of E0.95m compared to a deficit E0.15m last quarter.

ESWADE is currently undertaking three major projects namely; LUSIP Phase II, the Smallholder Market-Led Project (SMLP) and the European Union funded (European Development Fund, EDF) High Value Crop & Horticulture Project (HVCHP). Another project in partnership is the Water Harvesting small mediums Dams Project (WHDP).

II. TRANSPORT SECTOR

5. ESWATINI RAILWAYS (ESR)

Parent Ministry: Public Works & Transport

ESR reported as follows for the quarter,

Operational Review

- A total of 1.92m tonnes of cargo were transported this period earning actual revenue amounting to E73.10m. Actual revenue earned last quarter was E81.47m.
- Imports traffic recorded a total of 0.050m tonnes compared to 0.054m tonnes prior quarter and actual revenue earned was E10.50m compared to E11.49m prior quarter.
- A total of 0.023m tonnes of cargo were exported compared to 0.076m tonnes last quarter. Revenue earned from export traffic was E3.50m compared to E9.54m prior quarter.
- Inclusive in the imports/exports revenue is income from the Inland Container Depot (ICD) which recorded a total of 0.023m compared to 0.007m tonnes last quarter.

- Transit traffic remained relatively the same at 1.80m tonnes earning total revenue amounting to E59.10m compared to E60.46m earned last quarter.
- Revenue generated from passenger service was E0.18m this quarter compared to E0.22m last quarter.
- Matsapha ICD Phase II & Phase III Engineering Designs – Engineering designs for the project progressed accordingly and were completed within the time line. A feasibility study is now on course for an estimate of E7.5m.
- Matsapha – Kadake resuscitation – this defunct line measuring about 77km is once again being considered as a key solution to link the Ngwenya Iron Ore mine to existing local and regional networks destined for ports. A complete project plan has been submitted to the government with details of the proposed stage processes on the project.

Financial situation

- Total revenue was E78.63m compared to E88.85m last quarter.
- ESR recorded a loss of E4.38m compared to a profit of E17.21m last quarter.
- Total expenditure was E83.01m compared to E71.64m prior quarter.

Outlook

- Revive Performance Management routines – objectives setting and ongoing appraisal of performance.

Seek mandate and conclude COLA negotiations for the financial year 2020/21, CEO on-boarding (New Leader – Team Assimilation), Review and deploy People Strategic Initiatives for 2020/21 - align with Executive Committee/Board Initiate Organisational Review – define project, scope, timelines, approvals and Define HR Business Metrics and Report structure for future reporting

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sep. 30	Jun. 30
Revenue	78,627,000	88,853,000	89,313,000	69,071,000
Expenditure	83,011,000	71,639,000	77,950,000	74,975,000
Net Profit/Loss	-4,384,000	17,214,000	11,363,000	-5,904,000
Fixed Assets				
Fixed Assets	677,088,000	675,045,000	676,046,000	689,273,000
Investments	36,945,000	35,245,000	32,845,000	32,833,000
Current Assets	271,721,000	278,839,000	313,078,000	276,657,000
Current Liabilities	55,229,000	41,000,000	56,209,000	46,395,000
Net Current Assets	216,492,000	237,839,000	256,869,000	230,262,000

Employment of Capital	930,525,000	948,129,000	965,760,000	952,368,000
Equity	279,200,000	276,630,000	275,127,000	274,449,000
Reserves	176,998,000	175,299,000	172,899,000	170,318,000
Retained Earnings	95,578,000	116,152,000	98,986,000	81,258,000
Long term loans	378,749,000	380,048,000	418,748,000	426,343,000
Total Capital Employed	948,129,000	948,129,000	965,760,000	952,368,000

PEU Comments

The Company recorded a loss of E4.38m compared to a profit of E17.21m last quarter. The fall in profits was attributable to the decline in revenue by more than E10m as well as the increase in expenditure by E11.37m. The increase in expenditure is mainly due to the effected cost of living adjustment of 5% which was backdated to April 2019.

Disruptions to operations were a course for concern this period as several derailments including broken rails and poor network communication. The major concern for the quarter was the COVID 19 pandemic which resulted in camping crews as well as employees to stay at home.

6. ESWATINI CIVIL AVIATION AUTHORITY (ESWACAA)

Parent Ministry: Public Works & Transport

ESWACAA reported as follows for the quarter,

Operational Review

- As a member of the African Civil Aviation Commission, ESWACAA participated in a Case Project Regional Seminar on Innovation and Cybersecurity in Morocco on the 28th – 30th January 2020.
- An Air Operator security programme for Royal Jet Group was processed and completed by the Aviation Security Regulator.
- Scheduled flights, Passenger traffic and Cargo decreased by 26% (409 from 551), 37% (8418 from 13265) and 18% (22,265 from 26, 907) respectively.
- Finalisation of a state partnership for the development of a State Action Plan for the reduction of Carbon Emissions between Eswatini and Tanzania was postponed due to COVID 19.
- A total of 5 safety related incidents with injuries were reported with accompanying loss of man days

in five Departments.

- Following withdrawal from service of the Mercedes 6x6 fire vehicle, the Airport Fire cover was downgraded from Category 7 to Category 6.
- Wildlife and bird monitoring continued at KM III IA and safety concerns were raised as jackals were frequently observed, however, no bird strikes were reported.
- An application from R.M.E. Bullion Pty Ltd, a company which wants to use the airport facility to transport goods was received, the process was still ongoing and approval hadn't been granted yet.
- An air traffic incident involving Airlink Swaziland was experienced and an investigating team was set up at Operator level.
- The Marketing Department facilitated ESWACAA's participation in the National Buganu Ceremony and continued to promote KM III IA through various media platforms to promote local passenger travel.
- After approval by Cabinet in September 2019, the ESWACAA Draft Bill 2019, awaited to be debated by Members of Parliament.

Financial Situation

- Income was E3.32m compared to E3.65m last quarter.
- Total expenditure was E157.56m and it was inclusive of depreciation of E119.26m.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sep. 30	Jun.30
Government Subvention	33,595,365	33,595,362	33,595,362	33,595,363
Other income	3,321,248	3,645,496	4,078,226	3,714,684
Expenditure	157,555,628	42,508,389	40,100,785	35,048,876
Operating Surplus/Deficit	(120,639,015)	(5,267,531)	(2,427,197)	2,261,171
Balance Sheet				
Fixed Assets	1,562,654,237	1,679,549,220	1,679,546,775	1,699,614,936
Current Assets	24,162,909	27,158,858	32,106,033	33,840,292
Current Liabilities	15,010,788	14,217,157	13,892,689	13,572,877
Net Current Assets	9,152,121	12,941,701	18,213,344	20,267,415
Total Capital Employed	1,571,806,358	1,692,490,921	1,697,760,119	1,719,882,351
Contributed Surplus	(1,134,988,291)	(1,014,303,727)	2,453,397,958	2,709,055,820

Retained income	2,706,794,649	2,706,794,649	(755,637,840)	(989),173,469)
Total Capital Employed	1,571,806,358	1,692,490,922	1,697,760,118	1,719,882,351

PEU Comments

The reporting period was not very favourable for ESWACAA as an incident was reported and operations negatively affected by the COVID19 outbreak.

There was a notable significant increase in expenditure which was largely due to depreciation that amounted to E119.26m, accounting for 75% of total expenditure. The de-categorization of KM III IA to a lower level is a setback and it is hoped that Government will assist the Authority to repair or secure another fire engine vehicle to allow the Airport to maintain its previous category.

It is hoped that things will get back to normal and operations will resume.

7. **ROYAL ESWATINI NATIONAL AIRWAYS CORPORATION (RENAC)**

Parent Ministry: Public Works & Transport

RENAC reported as follows for the quarter,

Operational Review

- Operations were reduced this quarter as January is normally a quiet month followed by the onset of the Covid 19 outbreak.
- Ground handling services were provided to Royal Jet BBJ which was positioned at KM III IA, the local Military Airwing as well as Ethiopian Airlines.
- RENAC was able to negotiate with PUMA, resulting in the Corporation being able to procure fuel at cost, thus major savings.
- An Aircraft incident was reported and it is still under investigation.
- The Security Department continued to manage VVIP operations and effectively implement security measures without security breaches.
- There were no operations for the A340 as the Aircraft was in Germany for maintenance and the MD87

operated mainly from Manzini to Johannesburg for VVIP flights.

Financial Situation

- Total income was E45.11m.
- Total expenditure was E25.75m.

	2020	2019	2019	2019
	Mar.31	Dec.31	Sep.30	Jun.30
Income	8,540,032		2,170,169	1,672,428
Government Subvention	44,640,000		80,640,000	63,000,000
Expenditure	25,754,537		49,085,805	31,357,849
Operating Profit	27,425,497		33,724,364	33,314,579

Balance Sheet

Fixed Assets	23,671,029	12,657,020
Current Assets	234,752,202	170,750,210
Current Liabilities	42,332,126	8,995,890
Net Current Assets	192,420,076	161,754,320
Total Employment of Capital	216,091,105	174,411,340
Shareholder Contributions	100,466,998	100,466,997
Reserves	9,115,395	9,200,000
Retained Income	105,008,711	96,876,200
Ordinary Share Capital	1,500,000	1,500,000
Deferred Income	-	160,120,543
Total Capital Employed	216,091,105	174,411,340

PEU Comments

The Travel Agency Unit reported sales commission amounting to E0.94m against a target of E1.21m. Ground handling operations revenue stood at E1.21m, which is a combination of both ground handling and fuel sales services.

Establishment of the Internal Audit Department is commended as it will assist the entity to improve its operations, thus achievement of business and strategic objectives. RENAC has not been submitting her statements of financial position in the past quarters, thus the gaps in the financial statements. This is one of the challenges which the Internal Audit Department is anticipated to rectify.

III. FINANCE SECTOR

8. ESWATINI DEVELOPMENT AND SAVINGS BANK (EDSB)

Parent Ministry: Finance

EDSB reported as follows for the quarter,

Operational Review

- Interest income was E46.02m compared to E45.47m last quarter.
- Interest paid amounted to E22.18m compared to E22.62m previously. The decrease was due to interest on long term borrowings following reductions in capital balances.
- A total of E32.35m was generated from fees and commissions and this was as a result of transactional fees and lending commissions.
- Investment income from various instruments amounted to E11.38m compared to E13.31m last quarter.
- Customer deposits were E1.34bln compared to E1.38bln last quarter.
- Loans and advances increased to E1.53bln compared to E1.44bln due to newly disbursed loans issued to corporate businesses.

Financial Situation

- Results for the quarter reflected a profit of E5.6m compared to E4.71m last quarter.
- The total statement of financial position has increased to E2.41bln compared to E2.5bln last quarter.

Financial Statements

Income Statement

	2020	2019	2019	2019
	Mar. 31	Dec. 31	Sept. 30	June 30
Interest Income	46,019,000	45,466,000	50,850,000	44,724,000
Interest Expenses	22,176,000	22,617,000	24,004,000	25,192,000

Net Interest Income	23,843,000	22,849,000	26,846,000	19,532,000
Provisions	7,000,000	-	-	4,166,000
Net Int. Income after Prov.	16,843,000	22,849,000	26,846,000	15,366,000
Non-Interest Income	44,001,000	45,989,000	49,185,000	45,616,000
Operating Income	60,843,000	68,838,000	76,031,000	60,983,000
Total overheads	66,604,000	64,275,000	65,927,000	58,522,000
Operating Profit	-5,760,000	4,563,000	10,104,000	2,460,000
Recoveries	148,000	149,000	3,414,000	437,000
Share of Loss from Associate	-	-	-	-
Total Loss/Profit	5,612,000	4,712,000	13,518,000	2,897,000

Balance Sheet

Liquid Assets	623,679,000	800,470,000	406,194,000	488,869,000
Loans & Advances	1,725,670,000	1,632,881,000	1,441,585,000	1,539,532,000
Other Current Assets/Debtors	13,106,000	20,030,000	24,442,000	17,980,000
Investments	-	-	352,949,000	397,909,000
Provisions	(194,536)	(187,555)	-	-
Equity Shares Metropolitan	9,223,000	9,223,000	19,223,000	19,223,000
Fixed Assets	228,836,000	226,992,000	219,379,000	220,605,000
Total Employment of Capital	2,405,978,000	2,502,042,000	2,463,772,000	2,684,116,000
Deposits	1,346,509,000	1,380,963,000	1,363,963,000	1,454,573,000
Long Term Liabilities	255,785,000	281,793,000	284,644,000	312,379,000
Other Liabilities	45,633,000	69,392,000	51,390,000	54,872,000
Special Funds	161,526,000	160,155,000	158,748,000	157,513,000
Shareholders' Funds	596,526,000	609,738,000	605,026	704,779
Total Capital Employed	2,405,978,000	2,502,042,000	2,463,772,000	2,684,116,000

PEU Comments

The total balance sheet decreased from E2.5bln to E2.41bln during the quarter and below the budgeted E3.3bln. The Bank's balance sheet has decreased by E114.05m from same period last year due to a decline in customer deposits.

The Bank is under the process of finalizing the VISA Acquiring project as this will enable the Bank's transactional platforms to accept VISA cards and also open up a gateway for the installation of Eswatini Bank Point of Sale Machines. These project will definitely enhance the Bank's competitive edge.

9. ESWATINI REVENUE AUTHORITY (SRA)

Parent Ministry: Finance

SRA reported as follows for the quarter,

Operational Review

- Actual revenue collected stood at E2.39bln compared to E2.71bln last quarter and against a target of E2.83bln.
- During the quarter, there were 278 registrants for income tax and three for Value Added Tax (VAT).
- The time taken to process a refund was 29 days for VAT and 27 days for Income Tax against a target of 30 and 60 days respectively.
- The Ezulwini Headquarters structure has reached its final stage of the patent and latent defects period and it involved the finalization of minor items of outstanding works.
- The Mananga Border project was completed and operational. The completed components have been capitalized at a cost of E116.6m. The project final account has been issued and contractor was due to be paid the final claim of E1.3m.
- At Mhlumeni Border, the installation of security surveillance system and access control was nearing completion as work attained was at 95%.
- The relocation of Manzini Service Centre to Sivuno Building of the Eswatini National Provident Fund (ENPF) was ongoing as at the end of the quarter.
- There were thirteen (13) audit cases carried over from last quarter, two (2) initiated and three (3) cases were completed. The total revenue assessed from the completed audits was E0.9m compared to E1.1m last quarter.
- Following the outbreak of COVID-19 pandemic, six (6) applications to produce hand sanitizers from ethanol under rebate were processed and three (3) companies were authorized after inspection.
- Total exports to the world stood at E8.25bln compared to E7.81bln last quarter while imports were recorded at E7.26bln compared to E6.64bln.
- Petroleum products were the leading import commodity for the country amounting to E369m and E304m for diesel and petrol respectively.

- Solution for food and drinks, chemical products and preparations of chemical products or allied industries were major exports to African countries.

Financial Statements

	2020 Mar.31	2019 Dec.31	2019 Sept.30	2019 June 30
Income Statement				
Subvention	109,903,105	109,903,105	109,903,105	109,903,105
Income	2,501,594	1,571,886	2,278,496	1,919,189
Expenditure	100,989,075	126,510,965	89,714,268	83,068,947
Surplus/Deficit	11,415,624	15,035,974	22,467,333	28,753,347
Balance sheet				
Fixed assets	1,036,375,698	1,020,355,466	993,266,957	966,812,297
Current assets	166,420,750	168,316,166	186,610,433	176,927,811
Current liabilities	36,900,879	36,507,773	32,742,371	34,610,350
Net current assets	129,519,871	131,808,393	142,317,461	142,317,461
Employment of capital	1,165,895,569	1,152,163,859	1,147,135,017	1,109,129,758
Retained income	-2,885,932,255	-2,787,559,313	-2,575,912,441	-2,493,780,211
Long term liabilities	645,600,220	643,398,672	646,944,436	636,710,052
Capital and reserves	3,379,043,759	3,269,140,654	3,049,334,444	2,939,431,339
Donor Funding	27,183,845	27,183,845	26,768,578	26,768,578
Capital employed	1,165,895,569	1,152,163,859	1,147,135,017	1,109,129,758

PEU Comments

The organization continued to show resilience under the challenging economic and fiscal environment as collections stood at E2.39bln compared to E2.71bln last quarter and against a target of E2.37bln. The period under review marked the end of fiscal year 2019/2020 and the year-to-date (YTD) revenue collected amounted to 9.95bln against a target of E10.3bln.

A total of E101m was spent on operations compared to E126.51m previously. The savings were due to low staff costs attributed to the recruitment moratorium in which the organization has engaged in partial freeze of recruitment as well as suspension of international travel and external training due to the COVID-19 pandemic.

10.ESWATINI DEVELOPMENT FINANCE CORPORATION (FINCORP)

Parent Ministry: Finance

FINCORP reported as follows for the quarter,

Operational Review

- A total of E221.09m was disbursed in loans to a total of 2,918 clients. The loan portfolio increased by 2% from E1.25bln to E1.28bln this period.

Financial Situation

- A total of E62.58m was received from interest and fee income compared to E64.29m received last quarter.
- Non- interest income was E7.37m compared to E1.56m last quarter.
- Borrowings accumulated an interest expense of E35.66m compared to E26.77m last quarter.
- Credit loss impairment allowance was E17.87m compared to E0.53m last quarter. The significant rise is in respect of the COVID 19 pandemic which had enforced economic lockdowns and as such affecting the credit loss allowance modelling in line with IFRS9.

Outlook

- The Corporation will continue the process of securing tenants for the remaining unoccupied office space, currently being the 4th floor only.
- Commencement of the 2020 statutory audit.

Financial Statements

Income Statement	2020 Mar. 31	2019 Dec. 31	2019 Sep. 30	2019 Jun. 30
Income	69,947,173	65,854,819	63,636,811	56,682,252
Expenditure	68,439,052	55,636,886	54,475,230	46,591,805
Impairment Allowance	17,874,607	530,442	10,209,429	5,467,668
Operating Income	-16,366,486	9,687,491	-1,047,848	4,622,779
Taxation	986,244	3,894,620	78,784	(3,596,346)
Net Income/Loss	-17,352,730	5,792,871	-969,064	1,026,433

Balance Sheet

Fixed Assets	126,571,587	118,711,803	118,838,563	118,552,036
Investments	41,602,014	44,010,327	2,169,607	2,169,607
Current Assets	1,309,624,515	1,303,141,819	1,343,260,088	1,329,029,464
Current Liabilities	29,094,918	23,625,136	129,114,189	110,264,120
Net Current Assets	1,280,530,597	1,279,516,383	1,214,145,899	1,218,765,344
Employment of Capital	1,448,704,198	1,442,238,813	1,335,154,069	1,339,486,987

Non-Distributable Reserve	184,225,069	184,225,069	184,225,069	184,225,069
Distributable Reserves	75,232,670	93,205,852	149,890,774	139,411,332
Long Term Loan	1,189,246,459	1,164,807,893	1,001,038,226	1,015,850,586
Total Capital Employed	1,448,704,198	1,442,238,813	1,335,154,069	1,339,486,987

Key Financial indicators:

Ratio description	Q4	Q3	Q2	Q1
ROCE (EBIT/Capital Employed)	-0.01	0.007	-0.10	0.003
Return on Total Assets (EBIT/Total Assets)	-0.01	0.007	-0.066	0.003
Debt/Equity Ratio (debt/Equity)	5.3	4.28	3.00	3.14
Current ratio (current assets/Current Liabilities)	45:1	55:1	10:1	12:1
Credit Impairment Provisions	E17,874,607	E530,442	E10,209,429	E4,073,091

PEU Comments

FINCORP recorded a loss of E17.35m this period compared to a profit of E5.79m last quarter. The deteriorated performance was mainly attributable to the noteworthy increase in credit loss impairment provisions which grew from E0.53m to E17.87m. The increase in impairments is as a result of the COVID 19 pandemic which enforced economic lockdowns, thus negatively impacting the expected losses on the current portfolio.

On another note, the Group's non-current assets grew by 7% as a result of replacements of some dated office equipment. One hopes that the updated office equipment will enable operations to run smooth as they are now compatible with the Group's management information systems.

11. SINCEPHETELO MOTOR VEHICLE ACCIDENT FUND (SMVAF)

Parent Ministry: Finance

SMVAF reported as follows for the quarter,

Operational Review

- A deficit of E41.14m was experienced in the quarter as a result of the direct impact of the COVID-19 pandemic.
- Income from fuel levy decreased from E30.19m last quarter to E26.47m this quarter due to the decrease in the level of transport during the lockdown.
- Total expenses for the quarter increased from E25.44m to E30.19m mainly due to the expenses of the Ingwenyama Cup tournament.
- There was an increase in the number of registered claims from 183 to 198 while settled claims increased significantly from 370 to 450.
- The Fund, however reported a decrease in claims expenses from E35.67m last quarter to E32.81m this quarter.
- SMVAF continued to develop and present radio programmes with road safety content geared towards back to school, Marula safety and general safety and awareness in the quarter.
- The Fund participated in a number of road safety campaigns including public education and safety awareness as well as prime advertising during the quarter. The cattle removal project continued in the quarter.
- Ekuphileni MVA Clinic was granted a permit by the SwaziMed to open to the public. It however also scaled down its operations due to the COVID- 19 pandemic and attended only emergencies.
- SMVAF's Investment portfolio recorded a market value of E449m this quarter compared to E471m last quarter as a result of negative returns brought about by the impact of the corona virus as well as funds withdrawn to finance claims and other operating expenses.

Outlook

- The exercise of clearing the backlog of cases is ongoing.
- Develop the Clinic into a fully-fledged subsidiary in order for it to sustain itself.

Financial Situation

- The Fund had a deficit of E41.14m compared to E9.32mm last quarter.
- Fuel levy collected was E26.47m compared to E30.19m last quarter.
- Other Income is a combination rental from tenants and fair value losses/gains

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar.31	Dec.31	Sept.30	Jun. 30
Income (Fuel Levy)	26,472,774	30,187,598	32,815,449	30,586,068
Other operating income	-18,695,145	3,422,070	3,244,907	4,845,622
Expenditure	-56,205,846	-50,781,119	-33,808,892	-23,850,826
Operating profit/loss	-48,428,217	-17,171,451	2,251,464	11,580,864
Net Investment Income	7,286,509	7,852,950	8,404,368	4,880,014
Profit/ Loss	-41,141,708	-9,318,501	10,655,832	16,460,878
Balance Sheet				
Fixed Assets	283,961,981	291,205,728	304,201,747	547,325,922
Investments	293,517,392	330,184,934	297,042,047	48,009,943
Current Assets	164,507,465	168,800,780	205,696,534	213,685,590
Current Liabilities	286,747,083	293,395,201	300,825,586	313,562,545
Net Current Assets	-122,239,618	-124,594,421	-95,129,052	-99,876,955
Employment of Capital	455,239,755	496,796,241	506,114,742	495,458,910
Accumulated Deficit/Surplus	455,239,755	496,796,241	506,114,742	495,458,910
Total Capital Employed	455,239,755	496,796,241	506,114,742	495,458,910

PEU Comments

The number claims paid continued increased when compared to the previous periods as the Fund intensified efforts to clear the backlog of cases, this however did not result in increase in claim expenses. The increase in total expenditure was a result of expenses for the Ingwenyama Cup tournament and other operational expenses.

Income received from fuel levy decreased from E30.19 to E26.47 when compared to the previous period as there were restrictions on travels due to the lockdown. As a consequence a huge deficit of E41.14m was attained compared to E9.32m last quarter.

IV. UTILITIES SECTOR

12. ESWATINI ELECTRICITY COMPANY (EEC)

Parent Ministry: Natural Resources and Energy

EEC reported as follows for the quarter,

Operational Review

- Southeast Grid 66KV Reinforcement – by the end of the quarter, the project stood at 70% completion rate with works anticipated to be completed by the end of June/July 2021.
- Solar Plant Construction –this project was at 60% completion stage and had been anticipated to be complete by the 10th of June 2020, however, as a result of the coronavirus epidemic the project will take much longer than the expected completion date.
- Lawuba - Siphambanweni 66KV Line Transfer Bay – the project was at its early stages of implementation with technical feasibility and environmental social impact assessment studies still ongoing.
- 66KV Feeder Configuration – Malkerns/Siphocosini – the main purpose of this project is network strengthening and a 15% progress rate was reported with works expected to be complete by April 2021, due to the COVID 19 widespread which has resulted in shortage of supplies.
- Edwaleni – Stonehedge 132KV Transmission Line – the progress on this project stood at 21% completion rate and was expected to be complete by April 2022, however, due to the COVID 19 pandemic it is anticipated that the project will take longer than that to complete.
- Systems losses this period were 44.1GWh compared to 44.9GWh last quarter with an estimated monetary value of E85.2m.

Financial Situation

- Sales revenue was E632.41m compared to E569.88m last quarter.
- Cash at bank and on deposits was E271.768m compared to E210.58m last period. The increase in cash balances is attributable to the reduced cash outflow and severely restrained procurement of line materials as inventory accumulated from previous quarters was utilized.
- Power procurement costs amounted to E278.95m this quarter. The figures are comprised as follows:

Details	March 2020	December 2019
	E(million)	E(million)
Purchases from Eskom	263.28	239.35
Purchases from DAM+USL	2.50	26.21
Purchases from Wundersight	0.04	0.04
Wheeling Charges	10.63	9.91
Amortization of USL PPA	2.50	2.50
Total	278.95	278.01

- Total units purchased were 300.6GWh compared to 289.18GWh prior quarter.
- Generation costs were E11.88m compared to E11.99m last quarter. Local power generation increased from 35.5GWh to 73.7GWh this period.
- Transmission costs were E38.52m compared to E42.45m last quarter due to lower faults incidents reported this period.
- Distribution costs were E101.73m compared to E102.26m prior quarter.
- Administration costs were E110.30m compared to E100.32m incurred prior quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sep. 30	Jun. 30
Sales revenue	632,408,000	569,877,000	608,720,000	579,610,000
Other Income	26,717,000	26,142,000	53,027,000	38,428,000
Total Trading Income	659,125,000	596,019,000	661,747,000	618,038,000
Power Purchases	278,957,000	278,009,000	347,222,000	290,901,000
Generation Costs	11,880,000	11,993,000	11,382,000	11,308,000
Transmission Costs	38,523,000	42,453,000	33,055,000	32,366,000
Total	329,360,000	332,455,000	391,659,000	334,575,000

Gross Profit	329,766,000	263,564,000	270,088,000	283,463,000
Distribution Costs	101,734,000	102,260,000	82,283,000	70,502,000
Administration Expenses	110,304,000	100,352,000	88,630,000	63,304,000
Net finance cost	(4,262,000)	(6,134,000)	(10,667,000)	(12,281,000)
Forex Losses/(Gains)	1,487,000	(155,088,000)	(3,883,000)	2,724,000
Share of Motraco Profits	(12,355,000)	(12,355,000)	(12,355,000)	(12,355,000)
Profit before tax	132,858,000	234,529,000	126,080,000	171,569,000
Income Tax	776,000	55,334,000	18,475,000	34,428,000
Net profit/Loss	132,082,000	179,195,000	107,605,000	137,141,000
Balance Sheet				
Property, Plant and Equip.	2,726,032,000	2,633,586,000	2,548,613,000	2,484,932,000
Investment in Joint Venture	459,554,000	447,199,000	434,844,000	414,547,000
Derivative Financial Instrument	10,309,000	8,878,000	15,712,000	11,361,000
USL Electricity prepayment	50,000,000	60,000,000	60,000,000	60,000,000
Retirement Benefit Asset	877,000	877,000	877,000	3,557,000
Other Assets	35,185,000	44,281,000	39,778,000	39,455,000
Other Investment	150,000,000	-	-	-
Embedded derivative asset	52,576,000	52,576,000	52,576,000	63,960,000
EIB/ Motraco Loan	0	150,000,000	209,733,000	155,319,000
Current Assets	913,702,000	975,026,000	1,165,148,000	1,239,058,000
Current Liabilities	215,301,000	317,012,000	456,805,000	410,353,000
Net Current Assets	698,401,000	658,014,000	708,343,000	828,705,000
Employment of Capital	4,182,934,000	4,055,411,000	4,070,476,000	4,061,835,000
Government Investment				
Share Capital	433,494,000	433,494,000	433,494,000	433,494,000
Foreign Exchange Reserve	146,911,000	146,911,000	146,911,000	145,904,000
Retained Earnings	2,741,755,000	2,608,639,000	2,429,444,000	2,365,993,000
Borrowings	58,812,000	66,123,000	115,903,000	123,513,000
Embedded Derivative Liability	419,000	419,000	200,056,000	163,646,000
Deferred Grant income	323,617,000	312,809,000	317,077,000	329,201,000
Other deferred income	35,185,000	44,281,000	39,778,000	39,455,000
Derivative Financial Instruments	123,000	118,000	222,000	72,000
Deferred income Tax	444,693,000	444,693,000	389,669,000	460,557,000
Retirement Benefit Obligation	(2,077,000)	(2,077,000)	(2,077,000)	-
Total Capital Employed	4,182,932,000	4,055,411,000	4,070,476,000	4,061,835,000

PEU Comments

Eswatini Electricity Company recorded an increase in sales revenue from E569.88m to E632.41m. The increase in sales revenue was mainly attributable to Ubombo Sugar Limited which relied on EEC for their power needs as they had not generated their own power last quarter. Even though the Company recorded an increase in revenue, profits fell from E179.20m to E132.08m this quarter. The fall in profits was attributable to the E150m credit made in the previous quarter relating to the unwinding of the Motraco Equity Loan which has now been extinguished.

An increase in local power generation from 35.6GWh to 73.7GWh this period is noted and this is due to the increased water levels in dams resulting from the good rains received this quarter.

The COVID 19 pandemic has inversely impacted EEC's major projects as they are now behind their completion time schedules.

13. ESWATINI POSTS AND TELECOMMUNICATIONS CORPORATION (EPTC)

Parent Ministry: Information, Communication & Technology

EPTC reported as follows for the quarter,

Operational Review

- The equipment for the project by EPTC to use the EEC optic fibre network, to provide connectivity for telecommunication services, were delivered and the installation and commissioning is ongoing.
- Equipment installation for the core network modernization project to operationalize the Wireless Broadband equipment donated by the International Telecommunications Union (ITU) has been completed.
- There were 17 new network extension of optic fibre to new installations to new corporate clients. A total of 197 data connections were made and 11 PABX installations were achieved bringing the total installations for the year to 52.
- A total of two hundred and eighty (280) lines from three hundred and sixty (360) prior period were installed as part of the network expansion program.
- This quarter saw a decline in mail traffic by 24.7% from 1,374,265 to 1,034,654 items this period. Registered letters also declined by 31.73% and the small packets service saw a decline. On the other hand, EMS items experienced the least quarterly decline of 5.62%. Mail box renewals rose to 58.5% from 56%.

- To create awareness for the Corporation's products and services, demo desks were placed at the Hlane and Buhleni Buganu Ceremonies.

Financial Situation

- EPTC incurred a loss of E2.02m compared to a loss of E15.12 last quarter.
- Total revenue for the quarter amounted to E110, 12m compared to E168.24m last quarter.
- Cost of sales stood at E28.52m compared to E28.13m last quarter.
- Total expenditure was E178.22m compared to E183.36m previous quarter.

Outlook

- Complete the rollout of the 19 base stations to fully operationalize the ITU Wireless Internet to schools project, complete installation and commissioning of the equipment to operationalize the use of the EPTC and EEC collaboration on the use of the optic fibre, continue to increase international internet connectivity by adding capacity as well as diversify the upstream service providers. Rolls out of the postal automation system.

Financial Statements

Income Statement

	2020	2019	2019	2019
	Mar. 31	Dec. 31	Sept. 30	Jun. 30
Income	119,156,000	129,107,000	132,834,000	128,901,000
Dividend Income	57,045,000	39,128,000	00	0.00
Expenditure	178,222,000	183,356,000	177,697,000	172,337,000
Profit	-2,021,000	-15,121,000	-44,863,000	-43,436,000

Balance Sheet

Fixed Assets	531,276,000	543,310,000	453,821,000	555,079,000
Investments	26,468,000	25,090,000	25,090,000	25,090,000
Current Assets	584,097,000	521,866,000	452,546,000	506,407,000
Current Liabilities	316,799,000	287,488,000	253,495,000	221,537,000
Net Current Assets/Liabilities	267,298,000	234,378,000	199,051,000	284,870,000
Employment of Capital	825,042,000	802,778,000	767,962,000	865,039,000
Distributable Reserves	456,165,000	443,696,000	419,980,000	527,149,000
Long-term liabilities	368,878,000	359,082,000	347,982,000	337,889,000

Capital Employed	825,043,000	802,778,000	767,962,000	865,038,000
-------------------------	--------------------	--------------------	--------------------	--------------------

PEU Comments

Eswatini Post’s operations on the mail side realised a decline and this was noted especially from the import registered items from China, due to the coronavirus outbreak.

EPTC incurred a loss of E2.02m compared to a loss of E15.12m. This decline in losses was attributable to the rise in revenue due to the dividend income received. Of the E110.12m revenue recorded this period, only E87.93m is cash revenue and this means that the Corporation is depleting reserves to cater for operational costs.

The Corporation is commended for operationalising the equipment that was donated by the International Telecommunications Union (ITU) which will provide free internet to schools and as such playing a critical role in the fourth industrial revolution

Financial Situation

14. ESWATINI WATER SERVICES CORPORATION (EWSC)

Parent Ministry: Natural Resources and Energy

EWSC reported as follows for the quarter,

Operational Review

- Eswatini Water Supply and Sanitation Access Project: The project will improve water supply in the Shiselweni Region, especially the Nhlanguano – Sphambanweni area which is a rural and low-income area and also serve as a catalyst for local development, economic activity and the reduction of poverty and promotion of quality of life and shared prosperity. The project will also augment water supply to Matsanjani which currently relies on water sourced across the border (RSA) from Jozini Dam. The estimated costs of the project is E650m and financed by the World Bank and Government of Eswatini.
- Manzini Integrated Water Supply Project: Construction of a scheme to provide Potable Water and Sanitation services to the greater Manzini Areas covering but not limited to Nhlambeni, Mtfongwaneni, Manzini South and Mafutseni and their surrounding areas. The emergent risks posed by the (COVID-19) pandemic are severely militating on progress of the project.. The estimated costs of the project is E850m and financed by the African Development Bank and Government of Eswatini.

- Ezulwini Water and Sanitation Project: was commissioned and is operational and the Defects Liability Period has elapsed. Package A is 47% complete with the completion of bulk earthworks, embankment support and the access road earthworks and 1.3km of the 1.8 km pipeline having been laid and reservoir blinding and reinforcement fixing having commenced. Package B progress is 85% with access road along the pipeline complete, the ductile iron pipes with long lead times have been delivered and pipe laying is at 15 km of the 18 km.. The expected date of completion for the project is November 2020.
- Mbabane Emergency Water Supply (Luphohlo): The project is currently suspended due to funding constraints to complete the works. Progress to date is 85% with the treatment plant 85% complete and the 8.5km pipeline 95% complete.
- Lomahasha/Namaacha (LoNa) Water Supply: The LoNa Phase 1 Water Supply Project comprises; the upgrade of existing water supply infrastructure comprising intake works, treatment, storage, pumping mains and distributions. It is anticipated that the target population of 46,500 will be supplied with clean water by 2024 as follows: 18,400 inhabitants in Lomahasha, Eswatini; 23,000 inhabitants in Namaacha, Mozambique; and 5,000 inhabitants along the pipeline route. The investment consultant has been procured and will be paid for by DBSA. The Inception Report has been completed and Feasibility Report is being updated. The Preliminary Designs are being undertaken.
- Mpolonjeni Water Supply (Siteki) Phase 3: The Mpolonjeni water supply project is implemented in phases. The scope of the works on the current project is network extensions in the Mpolonjeni area to bring the water network system closer to most of the homesteads for ease of water connections. The water distribution network is complete and water connections are ongoing.
- Makhewu Water Supply Phase 2: The project scope includes the construction of a main pipeline and water reticulation to Makhewu. The project 100% complete and water connections ongoing.
- Mhlumeni Water Supply: The project involves the construction of a main pipeline from Magadzavane to Mhlumeni, reticulation network in Mhlumeni inclusive of pipelines, fittings and manholes. The project is 100% complete and pressure testing ongoing for connections to commence.
- Maseyisini Water Supply: The project comprises the construction of water reticulation extension for Maseyisini, specifically; Vusweni, Mahamba, Marikop and Hilltop area. The water supply network is inclusive of pipelines, fittings and manholes. Phase 1 and Phase 2 has been completed, connections ongoing. Phase 3 at 90% completion.
- Manyisa II Water Supply – Phase 1: Construction of a 1ML ABECO reservoir, pump house at Nkoyoyo Mpolonjeni reservoir and a pumping main to Manyisa II reservoir to supply water to the Manyisa II community and the Mpolonjeni Community. The works are 100% complete and awaiting

to start on phase 2 as and when there is availability of funding from Microprojects. Phase 2 will comprise the construction of distribution systems and connections to households.

- Nsongweni - Mbangweni Water Supply: The project comprises the construction of water reticulation extension for Nsongweni to Mbangweni area. The water supply network is inclusive of pipelines, fittings and manholes. Progress to completion stands at 74%.
- Matsapha Water Treatment Plant – Mathangeni raised reservoir: Construction of a 3ML raised reservoir to mitigate supply constraints to Matsapha. The works are 100% complete and operational.
- A total of 1209 samples were collected in the EWSC Potable Water Sampling Program which represents 98.8% success rate (86.1% in the previous quarter). The observed improvement resulted from the intensification of the sampling program. The samples collected include raw water (14.5%), treated water (14.4%), and distribution (71.1%).
- The Laboratory continued to monitor the microbiological and physio-chemical quality of water at catchment areas, treatment plants and distribution points (reservoirs and end-user points). A total of 46,699 tests were conducted during the period.
- A total of 221 wastewater samples were collected and analysed during the quarter, resulting to 8,398 tests being conducted in the process. The overall compliance stood at 78.7% (78.8% in the previous quarter).
- Ten reservoirs were cleansed during the period (Eastern: Malindza. Central: Hillside, Sikhunyane. South West: Mbukwane, Hluthi Police, Hluthi Clinic, Lavumisa. North West: Lobamba Sump, Lobamba B, Ngwenya).
- Trade Effluent- A total of 488 samples were collected and analysed resulting in 2, 440 tests being conducted. The sampling compliance rate stood at 90.4% (74.8% in the previous quarter). .
- Total water connections stood at 63,352 (62,634 as of 31 December 2019) representing a growth of 1.1%, and total sewer connections were 12,885 (12,874 in December 2019) showing a stagnant growth position.

Outlook

- Following the Global outbreak of the Corona Virus (COVID-19) and the declaration of a state of emergency in Eswatini, the Corporation set up an emergency response team whose purpose is to prevent the onset and spread of the disease in the workplace. To mitigate the risk of negative financial impact on businesses, institutions and individual customers brought about by the scourge, the Corporation suspended the implementation of the tariff increment for the months of April and May 2020 which translates to a financial contribution of E9 million towards cushioning the financial impact

of (COVID-19). The Corporation also pledged tankered water contributions for 6 months at 200 loads per month of 10,000 litres amounting to E184, 680.

Financial Situation

- Total revenue amounted to E97.8m compared to E101.7m last quarter.
- Total expenditure amounted to E103.7m compared to E103.0m the previous quarter.
- There was an operating loss of E5.9m compared to an operating loss of E1.360m last quarter.
- Gross trade debtors amounted to E200 million (E196 million in September 2019). Total Government debtors amounted to E64.8 million (E58.8 million September 2019). This represents 33% of the debtor's book (total debtors).

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec 31	Sept 30	June 30
Turnover	97,898,859	101,659,705	98,586,751	96 753 835
Operating Expenses	103,790,558	103,020,291	96,254,373	85 624 990
Operating Profit/(Loss)	-5,891,699	-1,360,586	2,332,378	11 128 845
Other Income	43,786,571	6,191,882	5,670,667	4 066 404
Net Profit/(Loss)	37,894,872	4,831,296	8,003,045	15 195 249

Balance Sheet

Fixed Assets	2,367,280,667	2,239,502,576	2,195,037,791	2 203 552 805
Current Assets	287,636,979	275,151,327	296,951,055	317 049 594
Current Liabilities	88,959,517	21,805,923	26 706 585	74 092 325
Net Current Assets	198 677 462	253 345 404	270 244 470	242 957 269
Total Employment of Capital	2 565 958 129	2 492 847 980	2 465 282 261	2 446 510 074

Share Capital	30,222,580	30,222,580	30,222,580	30,222,580
Retained Income	607,095,649	570,280,340	565 449 044	583 217 696
Capital Grant	1,848,992,005	1,814,731,271	1 801 489 571	1 762 998 572
Long-term Loans	67,459,479	65,419,698	68 121 066	70 071 226
Deferred Income Tax Liability	12,188,414	12,194,091		
Total Capital Employed	2 565 958 129	2 492 847 980	2 465 282 261	2 446 510 074

PEU Comments

EWSC had a surplus of E37.9m compared to a surplus of E4.8m last quarter. This was mainly due to the grant amortisation of E40.3m. The corporation had an operating loss of E5.9m compared to an operating loss of E1.360m last quarter.

The continuous increase in Government debtors is a cause for concern, especially given the fact that the indebtedness constitute about a third of EWSC gross trade receivables.

The eruption of (COVID-19) has brought about negative economic consequences including loss of jobs which has affected the Corporation’s ability to collect revenue mainly from residential customers. Consequent to the (COVID-19) scourge there has been expectations from customers of free water from the Corporation to address economic and health challenges.

V. BUSINESS PROMOTION SECTOR

15. ESWATINI NATIONAL INDUSTRIAL DEVELOPMENT CORPORATION (ENIDC)

Parent Ministry: Commerce Industry and Trade

ENIDC reported as follows this quarter,

Operational Review

- The Government of Eswatini has intentions to liquidate some of her assets to raise funds to explore other economic avenues, as such, the Corporation saw the presentation of two different evaluation reports for the Government stake in Eswatini Industrial Development Corporation (IDCE) and Rhodes Foods Group (RFG).
- ENIDC made a disbursement of E0.39m to the agricultural sector and on-going proposals appraisals increased from E9.1m to E22.98m this period.
- With the mission to recoup all her assets, the Corporation has identified an arbitrator for one of the cases and an external counsel has been engaged to issue summons for the recovery of over E77m owed on these assets.
- Two progress reports partially covering the technical and financial assessments on the aquaculture project investment were received by the Corporation.

Financial Situation

- Total revenue for the quarter amounted to E1.60m compared to E1.65m last quarter.
- Total expenditure was E3.82m compared to E4.95m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sep. 30	Jun. 30

Income and Subvention	1,603,159	1,650,091	1,851,172	1,705,093
Expenditure	3,822,309	4,948,637	1,800,881	1,918,143
Surplus/Deficit	-2,219,150	-3,298,546	50,291	-213,051
Balance Sheet				
Fixed Assets	1,180,886	1,244,375	1,311,031	35,309,962
Investments	119,678,889	119,678,889	110,337,872	110,337,872
Other Assets	32,686,074	32,327,912	36,102,628	-
Current Assets	106,748,747	111,922,237	111,413,079	22,488,491
Current Liabilities	1,277,076	1,873,326	1,690,557	1,916,736
Net Current Assets/Liabilities	105,471,671	110,048,911	109,722,522	20,571,755
Employment of Capital	259,017,520	263,300,087	257,474,053	166,219,589
Equity and Liabilities				
Revaluation Reserves	71,000,000	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	42,093,516	46,340,505	40,514,471	41,807,409
Non - Current Liabilities	113,844,310	113,879,888	113,879,888	21,332,485
Capital Employed	259,017,520	263,300,087	257,474,053	166,219,588

PEU Comments

Not much business took place this period as there were no new loan approvals and only E0.39m was disbursed to the agricultural sector. Given that the Government intends to liquidate some of her assets in order to raise funds to explore other economic avenues, this quarter saw the presentations of reports on government shares with IDCE and RFG. The financial performance for ENIDC is much better when compared to the previous quarter as the deficit

16. SMALL ENTERPRISE DEVELOPMENT COMPANY (SEDCO)

Parent Ministry: Commerce, Industry and Trade

SEDCO reported as follows for the quarter,

Operational Review

- A total of 40 clients (53 last quarter) were assisted with general business counselling under the Mainstream Entrepreneurship Programme.
- Under the Youth Enterprise Revolving Fund (YERF) –SEDCO Partnership, 119 micro small medium enterprises (MSMEs) that received business loans from the YERF continued to receive business coaching.
- A total of 401 participants undertook entrepreneurship and business related courses compared to 608 participants last quarter.
- On business advisory services, a total of 40 clients (53 last quarter) were attended.
- The Company facilitated the development and submission of three business plans worth E2.16m. Of this amount, E18, 000 was to be self-financed whilst E2.14m was submitted to various financial institutions.
- Four Graduate Enterprise Programme (GEP) participants' business plans with a loan value of E0.47m were being processed by Eswatini Bank and National Industrial Development Company of Eswatini (NIDCS)
- In collaboration with MTN Eswatini, SEDCO ran a radio programme dubbed “SEDCO Cija Ngebhizinisi”. This programme ended with a competition whereby local MSMEs contested for money to recapitalize their businesses.
- A “Back to School “campaign was ran that sought to encourage the nation to support local MSMEs who supplied products required at the beginning of the year.
- SEDCO received E0.18m from Eswatini Revenue Authority (ERA) as sponsorship for ‘People living with Disability’ category at the Entrepreneur of the year Awards.
- In collaboration with the Handicraft Unit from the Ministry of Commerce, Industry and Trade, SEDCO facilitated the participation of five crafters in the Surajkund International Craft Fair in India.
- The company assisted 80 entities with registration of their companies, 4 with trading licences, 1 with amendments and 81 with Forms C and J.
- As at the end of the period, SEDCO provided workspace to 123 MSMEs in the nine estates.

- The major activities under the Business Incubation for African Women Entrepreneurs (BIAWE) Project included abattoir equipment installation, training of operators on health and safety, market readiness assessment, registration of Farmers Company and producer mobilization meetings.

Financial Situation

- The Company's subvention and income was E4.19m compared to E4.17m last quarter.
- Expenditure was E4.4m compared to E4.19m previously.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sept. 30	June 30
Subvention & Income	4,187,801	4,173,886	4,266,509	3,973,406
Expenditure	4,403,423	4,185,821	5,630,214	4,699,886
Surplus/Deficit	-215,622	-11,935	-1,363,705	-726,480
Fixed Assets	57,167,807	57,422,819	80,626,810	79,798,617
Investments	2,216,469	2,183,550	2,183,550	2,183,550
Assets under construction	24,021,941	23,882,196	-	-
Current Assets	7,340,592	7,565,703	7,238,988	9,583,574
Current Liabilities	2,576,933	2,668,771	2,696,099	2,848,785
Net Current Assets	4,763,659	4,896,932	4,542,889	6,734,789
Employment of Capital	88,169,876	88,385,496	87,353,249	88,716,956
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	6,820,676	7,036,296	7,047,919	8,411,626
Govt. Capex Grant	33,266,285	33,266,285	33,266,285	33,266,285
Borrowings	1,453,919	1,453,919	1,453,919	1,453,919
BIAWE Project Grant	1,043,870	1,043,870	-	-
Total Capital Employed	88,169,876	88,385,496	87,353,249	88,716,956

PEU Comments

The company's deficit continued to increase as E0.22m was recorded compared to E0.01m last quarter. The Company would have to continue to solicit funds from corporate partners in order to fund pro-developmental and poverty alleviation programs.

17. ESWATINI COMPETITION COMMISSION (ECC)

Parent Ministry: Commerce, Industry and Trade

ECC reported as follows for the quarter,

Operational Review

- Two mergers were approved without conditions by the Commission.
- A total of 21 cases were reported and actioned on consumer protection and 9 of these cases have been closed as amicably resolved. The Commission also handled 7 enforcement matters.
- Three investigations into anti-competitive business practices were completed and were currently undergoing internal quality assurance processes before submission to the Board for adjudication.
- The Commission continued with the development of guidelines which will assist the different stakeholders in providing clarity and predictability in the manner competition policy is enforced in the country.
- To raise awareness, the Commission attended the Hlane Buganu Festival, held an interview with Eswatini TV where they educated consumers on consumer rights. The Commission with the collaboration of the Eswatini Public Procurement Regulatory Agency (ESPPRA) made a presentation on anti-competitive trade practices.

Financial Situation

- Total income received amounted to E1.96m compared to E4.44m received last quarter comprising of subvention (E1.24m), notifications fees (E0.66m) and interest income (E0.058m).
- Total expenditure incurred was E2.62m compared to E2.72m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sep. 30	Jun. 30
Income and Subvention	1,959,853	4,443,259	3,891,029	7,040,887
Expenditure	2,617,956	2,718,195	2,844,473	3,022,574
Surplus/Deficit	-658,103	1,725,064	1,046,556	4,018,313

Balance Sheet

Fixed Assets	1,073,260	1,101,859	1,153,338	1,508,299
Current Assets	7,959,975	8,648,060	7,151,978	5,575,849
Current Liabilities	1,255,786	1,304,062	1,584,523	1,409,912
Net Current Assets	6,704,189	7,343,998	5,567,455	4,165,937
Employment of Capital	7,777,449	8,445,857	6,720,793	5,674,236

Accumulated Funds	7,777,449	8,445,857	6,720,793	5,674,236
Capital Employed	7,777,449	8,445,857	6,720,793	5,674,536

PEU Comments

The Commission recorded a deficit of E0.66m compared to a surplus of E1.73m realized prior quarter. The decrease in profits was attributable to a fall in revenue as there were no merger notification fees received from the Common Market for Eastern and Southern Africa COMESA. On another note, expenditure decreased from E2.72m to E 2.62m.

ECC continued to increase stakeholder awareness on competition and consumer law policy and this quarter saw the Commission engaging Lutsango at the Hlane Baganu Festival as well as an interview with Eswatini TV. Such engagements are encouraged as they enlighten consumers on their rights.

18. ESWATINI INVESTMENT PROMOTION AUTHORITY (EIPA)

Parent Ministry: Commerce, Industry and Trade

EIPA reported as follows for the quarter,

Operational Review

- The Authority was unable to host any investment activities in the period as a number of pre-planned investment promotion initiatives were suspended due to the CORONA pandemic. On the trade promotion front, all events were either suspended or postponed because of the outbreak of the virus.
- A project to establish a resort and shopping mall in Nhlangano was migrated from lead to project while a local company that had established a timber treatment plant was migrated to implementation. The company invested E3.2 million and had created 16 jobs.
- EIPA facilitated fourteen work permits, one visa and three trading licenses in the period while challenges encountered included lack of factory space for investment projects, maintenance for various factories and taxation issues.
- The institution facilitated the linkage of local companies in Agribusiness and Trade-in Services with Japanese and Taiwanese companies respectively that are interested in their products. A number of companies were assisted to secure markets locally through engagement of other organizations.
- Mavuso Trade & Exhibition Centre (MTEC) hosted a total of 128 day-events during the period, which constitutes a slight drop from 144 last quarter.

- The institution continued to improve stakeholder engagement in the period under review, responding to a number of questionnaires on trade and investment as well as the general investment climate of the country.

Financial Situation

- Subvention received this quarter was E5.10m.
- Income generated from Mavuso Exhibition, Trade and Sport Centre amounted to E0.52m compared to E0.62m last quarter.
- Total expenditure was E5.88m compared to E5.33m last quarter.

Financial Statements

	2020	2019	2109	2019
	Mar.31	Dec.31	Sep.30	June 30
Income Statement				
Subvention	5,092,852	5,098,652	5,087,052	5,092,852
Other income	-49,208	1,123,536	955,177	965,055
Total income	5,043,644	6,222,188	6,042,229	6,057,907
Expenditure	5,883,357	5,328,771	6,247,343	5,853,131
Surplus/Deficit	-839,713	893,417	-205,114	204,776

Balance Sheet

Fixed Assets	3,158,195	3,233,034	3,295,441	3,330,035
Current Assets	5,592,432	6,268,492	6,194,639	6,710,976
Current Liabilities	3,578,612	2,733,480	3,365,062	3,837,891
Net Current Assets	2,013,820	3,535,012	2,829,577	2,873,085
Employment of Capital	5,172,015	6,768,046	6,125,018	6,203,120

Government Grant/

Reserves	652,368	1,029,366	4,845,758	4,673,754
Retained Income	4,519,647	5,728,681	1,279,260	1,529,366
Total capital Employed	5,172,015	6,768,046	6,125,018	6,203,120

PEU Comments

The COVID-19 pandemic which was declared a global health crisis during the period impacted the Authority negatively as all investment activities were cancelled. The trade promotion front was not spared too as it had to suspend its events due to the outbreak.

EIPA reported a deficit of E839,713 this quarter compared to surplus of E893,417 last quarter. This was a result of an increase in expenditure from E5.33m to E5.88m. There was a decrease in total income from E6.22m to E5.04m this quarter. included in other income is a reversal of 10% that was charged in prior periods

19. ESWATINI STANDARDS AUTHORITY (SWASA)

Parent Ministry: Commerce, Industry and Trade

SWASA reported as follows for the quarter,

Operational Review

- Training continued in the period and a total of six people were trained on the Hazard Analysis and Critical Control Point (HACCP) standard.
- Eleven Standards were sold in the quarter with a total revenue of E9 650.00 generated.
- Sixteen Work Programme 11 standards were approved for gazetting by Full Council. The approved Standards which are now in the publication stage were submitted to the Principal Secretary in the Ministry of Commerce Industry and Trade (MCIT) where they are waiting for gazetting in the national gazette.
- The Certification department conducted four Certification audits.

Financial Situation

- Total income received was E2.10m compared to E2.46m received in the last quarter.
- SWASA had a surplus of E0.2m compared to a surplus of E0.54m last quarter
- Total expenses amounted to E1.89m compared to E1.91m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec 31	Sept 30	June 30
Income (Subvention)	1,998,663	1,998,663	1,998,663	2,107,352
Other Income	97,605	460,502	254,053	108,689
Expenditure	1 892 259	1 916 498	1 943 753	2,300,354

Surplus/Deficit	204,009	542,667	308 963	-193,002
Balance Sheet				
Fixed Assets	4,264,865	4,240,721	4,301,907	4,390,916
Investments	2,809,751	2,707,353	2,595,479	3,100,893
Current Assets	1 231 780	1 145 961	833,822	534,194
Current Liabilities	-461,191	-595,045	-355,019	-664,965
Net Current Assets	1 692 971	1 741 006	1,199,159	1,199,159
Employment of Capital	8 767 587	8 689 080	8,690,969	8,690,969
Retained Income	4,702,631	4,515,105	3,982,296	6,869,609
Deferred Income	515 524	515 524	515 524	515,524
Deferred Assets	2,820,000	2,820,000	2,820,000	
Gratuity Provision	729,432	838,452	768,407	1,305,836
Total Capital Employed	8 767 587	8 689 080	8,690,969	8,690,969

PEU Comments

The Authority received an income of E2.1m in the quarter with a total expenditure of E1.9m which has resulted in a surplus of E0.2m. Total in other income amounted to E0.1m compared to E0.46m received in last quarter. SWASA's income generation streams are in respect of Certification services, Sale of Standards Testing Facilitation Services, Standards-Based Training and Bank Interest. The Eswatini Standards Authority (SWASA) continued with its activities aimed at supporting the development of standards and enhancement of conformity assessment in the Kingdom of Eswatini in the quarter.

20. ESWATINI YOUTH ENTERPRISE REVOLVING FUND (EYERF)

Parent Ministry: Sports Culture & Youth Affairs

EYERF reported as follows for the quarter,

Operational review

- The processing of loans for the third cycle was completed where 12 business loans worth E644,898 were approved. A total of 190 applications were received and 32(17%) qualified for appraisal by the intermediary.

- Under the MTN-YERF Khula Natsi loan project, a total of 4 loans valued at E52,000 were approved by the Fund.
- A total of 102 loan applications under the 5th cycle were received. Processing of the loans has slowed down due to the COVID -19 pandemic.
- A total of 10 Constituency centers were visited during the quarter to address the Youth under the different constituencies as an awareness creation as well as capacity building exercise, as well as to deliver loan application forms.
- The Fund through SEDCO continued to provide capacity building through coaching and mentorship to the young beneficiaries, to ensure that they practice good business management practices and thus ensure sustainability of the businesses and subsequently repayment of the granted loans. YERF also conducted site visits to the funded businesses to enhance the capacity building programs.
- YERF continued to engage with partners both in the private and public sectors to ensure seamless operations.
- The Fund continued to engage with stakeholders and some have culminated either into MOU's or Service-Level Agreements (SLA's). This is the Fund's strategy to leverage on programs offered by the stakeholders without incurring costs.

Financial Situation

- Total Income received amounted to E2.87m compared to E2.95m last quarter.
- Total expenditure incurred amounted to E1.03m compared to E1.28m last quarter.

Outlook

- Finalization of the loan processing for the 4th & 5th cycles, opening call for applications for the 6th cycle, continuous engagement with strategic stakeholders, training of loan beneficiaries for fourth cycle and continuous mentorship & coaching for youth beneficiaries. Engagement with new Regional Administrators and conducting follow up roadshows to Chiefs and Tinkhundla Officials.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sept. 30	June 30
Income and Subvention	5,152,607	2,872,523	2,952,948	5,324,770

Expenditure	1,582,644	1,030,201	1,282,219	987,458
Surplus/Deficit	3,569,963	1,842,322	1,670,729	4,337,312

Balance Sheet

Fixed Assets	831,318	620,793	611,236	602,138
Current Assets	28,764,152	25,153,091	23,316,794	21,608,485
Current Liabilities	208,152	144,694	139,719	94,484
Net Current Assets/Liabilities	28,556,000	25,008,397	23,177,075	21,514,001
Employment of Capital	29,387,318	25,629,190	23,788,311	22,116,139

Share Capital

Deferred Income	25,629,189	23,786,868	22,117,582	17,778,828
Retained Income	3,758,129	1,842,322	1,670,729	4,337,312
Total Capital Employed	29,387,318	25,629,190	23,788,311	22,116,139

PEU Comments

A total of 70 full time jobs and 120 part-time jobs thus far have been created through the provision of loans to the youth by the Fund. This is highly commendable as YERF plays a major role in trying to improve the livelihood of the Eswatini youth. As more loan applications still awaits approval by the Fund one hopes that the economy of the country will even get better as more jobs are going to be created.

The Fund attained a surplus of E3.57m compared to a surplus of E1.84m last quarter. The surplus increase results from the increase in subvention as Government settled all the short falls from previous quarters. It is worth noting that the Fund started receiving interest from loans disbursed under cycle 1 and 2. The interest from loans is E E298, 631.68.

VI. EDUCATION SECTOR

21. UNIVERSITY OF ESWATINI (UNESWA)

Parent Ministry: Education & Training

UNESWA reported as follows for the quarter,

Operational Review

- Re-sit of supplementary examinations was held and lectures resumed on the 17th February after the release of the 1st semester results. Wi-Fi access points were installed in 11 student hostels in all 3 campuses.
- The Chemistry department and the Eswatini Institute of Traditional Medicine, Medicinal and Indigenous Food Plants (EIRMIP) received a donation for essential laboratory instruments from the Seeding Labs Instrumental Access Programme amounting to E2.5m.
- In collaboration with the Care Africa Network, the University conducted a week long training focusing on the training of trainers. The Consultancy and Training Centre (CTC) conducted training of Tender Evaluation Committees and Tender Boards on Public Procurement.
- The Computer Science Department hosted a Cybercrime presentation with the United States Embassy, in order to equip and capacitate the Cyber Security and Forensics Research Group with skills and knowledge of Cybercrime issues in the digital world.
- The University implemented the intervention project aimed at piloting rehabilitating degraded areas in the rural areas of the country, with pilot plots established at Elangeni and Ngcayini communities.
- The University embarked on a benchmarking exercise on commercialization with three similar Institutions in South Africa. This is aimed at reducing the operational costs of the University etc.
- A donation of E10m to the University by Dr Motsepe for the construction of classrooms and offices has been transferred to the University, and the double story classroom and office have been designed and coated for construction.
- The maintenance department continues to attend to breakdowns and emergency work.

Outlook

- The University will partially freeze the establishment of new positions and replacements thus calling for the University to reskill its staff members and realign duties to the current staff compliment.

Financial Situation

- Total revenue received amounted to E159, 991,533 compared to E103.34m last quarter.
- A deficit of E31.16m was realised compared to a deficit of E47.42m the previous quarter.
- Total operational expenditure amounted to E191, 15m compared to E150.75m incurred last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec.31	Sept.30	Jun.30
Income	67,866,349	11,212,009	9,442,203	
Subvention	92,125,184	92,125,184	84,625,146	
Expenditure	191,153,539	150,754,293	149,281,791	
Surplus/Loss after subvention	-31,162,006	-47,417,100	-55,214,442	
Balance Sheet				
Fixed Assets	118,704,763	114,483,409	139,693,382	
Investments	32,485,885	14,700,521	14,358,702	
Current Assets	50,388,901	92,339,502	47,419,538	
Current Liabilities	736,213,892	752,048,257	639,257,537	
Net Current Assets	-685,824,991	-659,708,755	-591,837,999	
Employment of Capital	-534,634,343	-530,524,825	-437,785,915	
Non Distributable Reserves	139,901,533	139,901,533	131,022,053	
Reserves	-767,853,939	-764,171,643	-698,611,281	
Distributable Reserves	19,388,250	19,388,250	18,695,000	
Other Funds	-	-	-	
Long Term Liabilities	73,929,813	74,357,035	111,108,313	
Total Capital Employed	-534,634,343	-530,524,825	-437,785,915	

PEU Comments

The University continued to be faced with financial challenges which has resulted in them not being able to own up to their current obligations, i.e. payment of suppliers, remitting PAYE etc. The financial difficulties have also forced the University to deferred maintenance causing the existing infrastructure to deteriorate at an alarming rate. To confront these financial challenges, the University has introduced some cost cutting measures including reforms in the refectory, maintenance department and the workshop and transport department.

UNESWA continued to experience a negative capital employed which indicates that the University has a highly negative working capital which exceeds the size of their net fixed assets. The University has

embarked on cost on commercialization initiatives to complement their revenue streams which are currently not adequate for the smooth running of the Institution. UNESWA is encourage to work daringly on these initiatives to ensure they yield positive results and turn around the Institution.

22. SOUTHERN AFRICA NAZARENE UNIVERSITY (SANU)

Parent Ministry: Ministry of Education

SANU reported as follows for the quarter,

Operational Review

- An open day session was hosted by the University where approximately 2,500 prospective applicants attended.
- The application process for the 2020/2021 academic year began in early February 2020.
- Student enrolment remained stable at 2,256 against 81 fulltime academic staff.
- Fulltime academic staff members were trained on Inquiry -Based -Learning (IBL).
- Research supervision workshops were held for the Education and Theology Faculties to enhance research supervision skills and monitoring of student's research projects.
- The Curriculum Development Committee reviewed modules for the proposed Master's Degree in Nursing for the Dean's Committee's endorsement.
- The Faculty of Theology, with the support of the Marketing Unit promoted academic programs at the United Pentecostal Church of Africa and Mbabane Church of the Nazarene.
- The grading and moderation of first semester examinations was successful.
- As at the end of the period, second semester examination papers were set and ready to be administered when the lockdown is uplifted.
- The Faculty of Sciences held a capping and stripping ceremony for first year students.
- The Faculty also collaborated with the Taiwan Medical Mission for an outreach at Emvembili Community in the Hhohho Region.
- The Faculty of Education choir participated in tertiary music competitions.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar.31	Dec.31	Sept.30	June 30
Income	6,390,224	6,250,026	43,746,879	5,071,320
Expenditure	12,374,132	13,575,507	12,400,803	14,773,371
Surplus/Deficit	-5,983,908	-7,325,481	31,346,076	-9,702,051
Balance Sheet				
Fixed Assets	59,155,381	59,447,704	59,810,265	59,657,754
Endowment Funds-Restricted	1,518,467	1,518,467	1,518,467	1,028,685
Manna Farm	727,840	698,000	698,000	698,000
Regional Office	1,401,875	1,210,336	1,210,33	605,972
Restricted Investments	1,283,316	425,712	1,117,260	1,422,726
Current Assets	40,305,849	46,982,320	54,725,701	31,179,005
Current Liabilities	7,973,585	8,065,282	7,882,056	16,040,277
Net Current Assets	32,332,264	38,917,038	46,843,645	15,138,728
Total Employment of Capital	96,419,143	102,217,257	111,197,973	78,505,671
Endowment Funds	1,549,764	1,518,467	1,518,467	1,518,467
Retained Earnings	36,855,626	43,075,591	43,179,313	35,299,748
Non- Distributable Reserves	28,818,205	28,818,206	28,818,206	22,795,675
Leave Pay & Staff Gratuity	6,305,211	205,666	839,330	4,758,940
Pension Fund	3,443,754	4,728,940	4,728,940	3,934,004
Scholarship Fund	836,282	749,692	767,643	663,016
Accumulated Surplus/Deficit	18,610,301	23,120,695	31,346,075	9,535,821
Total Capital Employed	96,419,143	102,217,257	111,197,973	78,505,671

PEU Comments

SANU continued to impact communities through transformational leadership and Christ-like service in pursuit of academic excellence.

The University realized a total income of E6.39m and the expenditure incurred amounted to E12.37m resulting to an operating deficit of E5.98m, a decrease of E1.34m from the previous period.

The delay in payment of student scholarship by Government has resulted in the decline in current assets from E46.98m to E40.31m.

23. SEBENTA NATIONAL INSTITUTE (SNI)

Parent Ministry: Education & Training

Sebenta reported as follows for the quarter,

Operational review

- A majority of classes were opened in the period and 109 candidates registered for 2020 Primary Examination. The number is expected to rise as some learners indicated after submission of names that they interested in sitting for the end of year exam.
- A total of 392 learners enrolled for SNI classes being held at correctional facilities.
- Capacity building workshops to capacitate 253 facilitators of Basic Literacy and Non-Formal Primary Education (NPE) were trained.
- To raise awareness on the programs offered by the Institution, “TakaSebenta” continued to be aired on Eswatini Broadcasting and Information Services (EBIS).

Financial situation

- Income generated was E0.5m compared to E0.3m last quarter.
- Expenditure incurred increased to E2m from E2.3m last quarter.

Financial Statements

Income Statement	2020	2019	2019	2019
	Mar. 31	Dec. 31	Sept. 30	June 30
Revenue	499,178	300,158	421,580	421,580
Subvention	1,456,200	1,456,200	1,456,200	1,456,200
Expenditure	1,995,735	2,304,984	2,831,302	2,831,302
Surplus/Deficit	-40,357	-548,626	-953,522	-953,522

Balance Sheet

Fixed Assets	8,449,287	8,414,885	8,407,054	8,407,054
Current Assets	798,569	817,205	2,287,834	2,285,072
Current Liabilities	993,189	993,189	1,189,960	1,358,076
Net Current Assets	-194,620	-175,984	1,097,874	926,996
Employment of Capital	8,254,667	8,238,901	9,504,928	9,334,050

Accumulated Surplus/Deficit	-2,592,921	-3,568,724	-2,075,241	-2,246,119
Government Grants	434,130	1,022,456	795,000	795,000
Revaluation Reserve	10,413,458	10,785,169	10,785,169	10,785,169
Capital Employed	8,254,667	8,238,901	9,504,928	9,334,050

PEU Comments

The core business of providing basic literacy and non-formal (education and vocational skills) does not bring sufficient revenue to sustain the Institution. As means of providing sustainability, the Institution has made E0.5m from the print shop, registration and tuition fees, from the hall, kitchen rental and auction sale.

Vocational skills offered as an additional mandate worsens the financial position of the Institution as subvention received is being overstretched. This is evident by the fact that SNI continued to incur a deficit of E0.04m compared to E0.55m previously recorded.

24.ESWATINI MEDICAL CHRISTIAN UNIVERSITY (EMCU)

Parent Ministry: Education

EMCU reported as follows for the quarter

Operational review

- Classes started well regardless of Government's inability to pay tuition fees.
- Students were required to stay at home and the University opted for the e-learning mode of instruction, which covered about 80% of the students whilst the remaining 20% had internet connectivity challenges.
- The University was summoned to appear before the PAC due to its failure to submit the 2018/ 2019 financial statements and this resulted in the suspension of the 2020/2021 budget.
- The positions of Bursar and Vice Chancellor were still vacant and this continued to adversely affect the operations of the University.
- Capital projects still remained the responsibility of the Africa Continent Mission and no significant maintenance projects were reported.
- Staff recruitment and retention remained a serious problem due to the absence of a proper salary structure.

Financial Situation

- Government subvention was E2.70m.
- Total expenditure was E8.52m.

Financial Statements

Income Statement

	2020
	Mar.31
Income	5,185,334
Govt. Subvention	2,700,000
Government Special Grant	-
Expenditure	<u>(8,516,638)</u>
Operating Surplus/Deficit	<u>(3,331,304)</u>

Balance Sheet

Fixed Assets	39,841,256
Current Assets	3,859,373
Current Liabilities	24,590,967
Net Current Assets	<u>(20,731,594)</u>
Total Employment of Capital	<u>19,109,662</u>

Capital Employed

Share Capital	-
Revaluation Reserve	24,257,131
Retained Income	(5,655,306)
Grants from donors	-
Long Term Liabilities	<u>507,838</u>
Total Employed Capital	<u>19,109,663</u>

PEU Comments

EMCU continues to strive amid the challenges of not having a substantive CEO and CFO. This is a challenge, especially when it comes to financial reporting in compliance with the Public Enterprises (Control and Monitoring) Act, 1989.

An operating deficit of E3.33m was reported and the University had a negative working capital of E20.7m due to the high value of its current liabilities compared to its current assets. The University was summoned to appear before the PAC and the Disciplinary Tribunal. It is hoped that this will positively influence the Ministry of Education to assist the University to ensure compliance.

VII. TOURISM AND ENVIRONMENT SECTOR

25. PIGG'S PEAK HOTEL AND CASINO (PPHC)

Parent Ministry: Ministry of Tourism and Environment

PPHC reported as follows for the quarter,

Operational Review

- Losses decreased from E0.74m last quarter to a loss of E0.52m this quarter. The major contributing factor to the decrease in losses was the outsourcing of the Casino Operations at the end of the third quarter.
- The Hotel as a stand-alone unit, incurred a loss of E0.82 this quarter, compared to a loss of E0.59 last quarter. This was attributed to the cancellation of all confirmed bookings as a result of the outbreak of the COVID-19 Pandemic.
- Occupancy during the quarter was at 26.59% compared to 29.02% in the last quarter and the decrease was a results of cancellation of confirmed bookings as a result of the outbreak of the COVID-19 Pandemic.
- Operational expenses for the quarter were E4.9m compared to E4.7m incurred last quarter. The increase was attributed to payment of legal fees to defend staff illegal strike and conduct disciplinary hearings.
- The valuations of both Piggs Peak Hotel and Casino Buildings were done by The Ministry of Natural Resources and Energy and while the valuation of the forest resources were done by the Ministry of Tourism.

Financial Review

- Revenue increased from E3.89m last quarter to E4.69 this quarter.
- Operational expenses for the quarter were E4.8m compared to E4.8m last quarter.

Financial Statements (Combined)

Income Statement	2020	2019	2019	2109
	Mar.31	Dec.31	Sep.30	Jun.30
Total revenue	4,733,201	4,685,983	3,885,875	4,438,096
Interest received	403,579	462,864	153,084	386,705
Sundry Income	-	-	-	-
Total Income	5,136,780	5,148,847	4,282,374	4,824,801

Expenses	4,965,620	4,976,419	4,799,541	5,003,102
Net Profit/ (Loss)	-516,498	-742,145	-1,162,862	-891,604

Balance Sheet

Fixed Assets	13,170,602	14,727,179	15,259,942	15,749,328
Investments	-	-	-	-
Net Current Assets	20,031,547	20,746,415	21,153,990	22,019,334
Employment of Capital	33,243,922	35,473,595	36,413,932	37,768,662
Share Capital	2	2	2	2
Accumulated Income	2,446,026	4,881,401	5,805,575	7,138,735
Net Profit for year				
Long-term liabilities	41,773	65,995	82,158	103,728
Revaluation Reserve	30,756,121	30,526,197	30,526,197	30,526,197
Capital Employed	33,243,922	35,473,595	36,413,932	37,768,662

PEU

Comments

PPHC reported a loss of E0.52m compared to E0.74m last quarter and the major contributing factor to the decrease in losses was the outsourcing of the Casino Operations at the end of the third quarter.

The Board of Directors must be commended for having identified Bon Hotels and Bamba the Number (Pty) Ltd to operate both the hotel and Casino. The identified operator is awaiting SCOPE approval.

26. ESWATINI NATIONAL TRUST COMMISSION (ENTC)

Parent Ministry: Ministry of Tourism & Environmental Affairs

ENTC reported as follows for the quarter,

Operational

- Visitation in the period showed a substantial decrease of 90 % when compared to the previous quarter as business was tremendously affected by the COVID-19 pandemic where a number of bookings were cancelled.
- Total visitation was 7598 compared to 14400 visitors the previous quarter. Mantenga hosted the highest number of visitors (2877), followed by Magadzavane Lodge (2865), Malolotja (1588) and Mlawula (268).
- Under law enforcement, 695 patrols were undertaken during the quarter, 314 at Malolotja Nature Reserve, 203 at Mlawula Nature Reserve and 178 at Mantenga Nature Reserve.
- The culling of animals was undertaken and observation on natality of velvet monkeys and blue wildebeests were made. Three (3) animals suffered mortality at the Malolotja Nature Reserve and seven (7) at the Mlawula Nature Reserve.
- The Commission continued with awareness programmes which centred on raising

awareness and equipping citizens on the importance of conserving and utilising wetlands in a sustainable manner.

- National Museum and King Sobhuza 11 Park was visited by four schools during this quarter. Three were primary schools and one was high school.
- A total of 200 photographs were taken during the Buganu festival at eBuhleni and eHlane and will be used for special exhibitions and documentation of these ceremonies.

Financial Situation

- Subvention received was E4.45m and E2.07m was generated from internal sources.
- Total expenditure was E8.57m compared to E8.58m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar.31	Dec.31	Sep.30	Jun.30
Subvention	4,447,341	4,444,486	4,444,487	4,444,487
Revenue	2,065,200	3,153,804	4,832,197	2,430,814
Other Income		140,453	690,186	140,453
Expenditure	8,566,553	8,577,876	9,096,718	9,014,149
Surplus/Deficit	-2,054,012	-839,133	870,152	-2,058,392

Balance Sheet

Fixed Assets	269,321,686	276,508,698	277,208,449	274,067,811
Current Assets	6,494,051	11,454,328	11,708,730	20,651,790
Current Liabilities	21,876,659	14,914,953	11,423,298	18,116,745
Net Current Assets	-15,382,608	-3,460,625	275,432	2,535,084
Employment of Capital	253,939,078	273,048,073	277,483,881	276,602,856
Long Term Loan	-	-	-	577,023
Capital Reserves	253,939,078	273,887,206	273,887,206	273,887,206
Retained Income	-	-839,133	3,606,675	2,138,627
Capital Employed	253,939,078	273,048,073	277,483,881	276,602,856

PEU Comment

The tourism industry was hit hard by the COVID-19 pandemic which had a devastating impact as the whole country went to lockdown, hence in this quarter the number of international visitors was low. There is a need for the commission and the industry in general to develop recovery plan post the COVID-19.

Revenue in the quarter drastically decreased from E3.15m to E2.07m this quarter and had been a result of

a decrease in the number of visitors in the quarter. This resulted in the entity recording a deficit of E2.05m compared to a surplus of E0.87m recorded last quarter.

27.ESWATINI TOURISM AUTHORITY (ETA)

Parent Ministry: Ministry of Tourism & Environment Affairs

ETA reported as follows for the quarter,

Operational Review

- A total of 245, 166 international visitors were received compared to 263, 146 visitors last year same period.
- The Authority hosted press conferences in South Africa (Mpumalanga) and Mozambique to announce the upcoming Marula Festival dates to these source markets. The festival was held at Ebuhleni and Hlane where the Authority was able to market the country to both domestic and international visitors.
- ETA attended two regional tourism shows in South Africa and one in Ethiopia where the Authority was able to promote the country in the region. The Authority also attended an international tourism show (Vakantibeurs) in Netherlands where marketing collateral was distributed to the international market during the course of the 5 days. At these shows the Authority was able to meet with tour operators and international travel publications who will feature articles about the country
- The Authority continued with developing new community-based tourism projects as at period end it was assisting four different communities with their projects which are at different stages of development. ETA also continued monitoring the existing projects and providing support where necessary.

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 tourist's data and source markets.
- Grading of local tourism establishments using the in-house developed application.

Financial Situation

- Total revenue amounted to E4.21m, being Government subvention of E3.67m and other income of E0.54m (bed levies and interest earned).
- Total expenditure was E4.18m compared to E4.13m the previous quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sept. 30	June 30
Subvention	3,669,233	3,669,233	3,669,233	3,669,233
Other Income	536,900	618,739	632,450	643,800
Total Income	4,206,133	4,287,972	4,301,683	4,313,033
Expenditure	4,181,679	4,134,004	4,239,751	4,078,840
Surplus/Deficit	24,454	153,968	61,932	234,193

Balance Sheet

Fixed Assets	1,809,345	1,809,345	1,809,345	1,742,645
Current Assets	5,372,457	5,288,812	5,171,635	5,148,514
Current Liabilities	190,100	130,909	166,700	138,810
Net Current Assets	5,182,357	5,157,9031	5,004,935	5,009,74
Employment of Capital	6,991,702	6,967,248	6,814,280	6,752,349
Reserves	6,967,248	6,813,280	6,752,348	6,518,156
Surplus/loss	24,454	153,968	61,932	234,193
Total Capital Employed	6,991,702	6,967,248	6,814,280	6,752,348

PEU Comments

The Authority realised a surplus of E24, 454 compared to a surplus of E153, 968 last quarter attributable to the Authority generating less Other Income compared to last quarter. Actual bed levies were E 126, 000 below budget due to the continuous declining arrivals exacerbated by the covid-19 pandemic which restricted travel in the period.

The marketing highlights of the period were the attendance of the Marula Festival, three regional shows and one international tourism exhibition. The Authority and its partners are commended for sourcing funding from the Global Environment Fund (GEF) worth E2.6m for both maintenance and rebuilding of those established community tourism projects that have been so affected.

28.ESWATINI ENVIRONMENT AUTHORITY (EEA)

Parent Ministry: Tourism & Environmental Affairs

EEA reported as follows for the quarter,

Operational Review

- Environmental assessments applications administered decreased by 11% to 150 from 167 last quarter.
- Major projects approved included: a solar farm development in Siphofaneni, a shopping complex in Siteki, Sibonelo Township in Ngwenya, solar installation in Big Bend and mixed use development in Fairview.
- Conco Ltd Eswatini submitted her stack analysis results in compliance with the Air Pollution Control Regulations 2010.
- The National Ozone Unit continues to implement the country's obligations under the Montreal Protocol which include the Hydro-chlorofluorocarbon Phase out Management Plan (HPMP).
- A total of eight Ozone Depleting Substances (ODS) import licenses were issued, of which four were new and the other four were renewals.
- To ensure compliance to the Water Pollution Control Regulations 2010, water samples were taken from Lomati Mine Pond, Shelangubo Stream, Ingwavuma River and Lusutfu River at the USA Distillers.
- Only two clean-up activities were undertaken at Mahamba and Ngculwini and twelve planned were suspended due to the Corona Virus outbreak.
- The Authority engaged with waste hotspot communities, however, scheduled clean-up campaigns were suspended whilst support to numerous community led activities continued.
- In support of National Events, EEA participated in the Marula Festival for 2020 at both Buhleni and Hlane Royal Residences where waste management was supervised in collaboration with support groups.
- A total of 24 assessments audit inspections were conducted in different sites in response to waste management license applications received.
- Construction works for the campsite at eMvembili eco-tourism community project has been completed and this include 5 chalets and a conference facility.
- A total of 4 yellow maize import permits were issued to Arrow feeds, Ngwane Mills, Crane Feeds and Swaziland Milling where 10,000 kg of maize was imported.
- The National Maize Corporation was granted a one year permit to import 30,000 tons of genetically

modified white maize from South Africa where a total of 16,000kg of maize was imported.

- Completed projects include Mbelebeleni Royal Kraal Wetlands and Donga rehabilitation, UNESWA rehabilitation of degraded communities and Emambatfweni Royal Kraal Wetland protection project.
- A draft Bill to amend the Bio Safety Act was tabled for the first reading in Parliament and Public consultations on the Bio Safety Amendment Bill were finalised.
- The Draft Environmental Impact Assessment Amendment Regulations were cleared by the Attorney General and ready for presentation to Cabinet.
- Challenges included: delays in the passing of the Bio Safety Amendment Bill, protracted litigation of former EEA Executive Director, delayed ratification of the Kigali Amendments and Covid 19.

Outlook

EEA looks forward to, amongst other issues, the facilitation of the amendment of the Bio Safety Act, amendment of EIA Regulations, facilitation of the enactment of the Chemicals Bill and implementation of Multilateral Environmental Agreements.

Financial Situation

- Total Revenue was E0.25m compared to E0.28m last quarter.
- Total expenditure was E3.76m compared to E3.96m last quarter.
- Subvention remained at E3.48m.

Financial Situation

Income Statement	2020	2019	2019	2019
	Ma.31	Dec. 31	Sep. 30	Jun. 30
Revenue	254,291	279,198	340,612	176,354
Expenditure	3,756,711	3,936,947	3,261,239	3,562,108
Operating Surplus/Deficit	(3,502,420)	(3,657,749)	(2,920,627)	(3,385,754)
Grants/Donations		-	-	-
Subvention	3,480,729	3,480,729	3,480,729	3,480,729
Surplus/Loss after Subvention	(21,691)	(177,020)	560,102	94,975
Balance Sheet				
Fixed Assets	3,886,087	3,886,087	3,886,087	3,886,087
Current Assets	1,255,243	9,401,976	11,072,684	9,574,090
Current Liabilities	2,949,610	2,949,610	2,836,065	2,845,769
Net Current Assets	(1,694,367)	6,452,366	8,236,619	6,728,321
Total Employment of Capital	2,191,720	10,338,453	12,122,706	10,614,408

Employment of Capital

Retained Income	442,411	442,411	560,102	47.939
Grant Finance	14,221,523	14,221,523	15,573,267	20,137,363
Realised Grant	(12,472,215)	(4,325,481)	(4,010,664)	(9,570,894)
Total Capital Employed	2,191,720	10,338,453	12,122,706	10,518,530

PEU Comments

This quarter saw a decrease in clean up campaigns as most of them were cancelled due to the COVID outbreak, however, the Authority continued to support communities by providing materials and a truck. This creates environmental awareness at community level thus ensuring a clean Eswatini even in rural areas.

Completion of construction works for the eMvembili Eco-tourism Community Project is a milestone as this will create jobs for local people and improve the Tourism Industry while maintaining our natural resources.

VIII. INFORMATION

29.ESWATINI TELEVISION AUTHORITY (ESTVA)

Parent Ministry: Ministry of Information, Communications and Technology

STVA reported as follows for the quarter,

Operational Review

- The Authority covered Royal assignments. The News and Current Affairs also covered the Head of State and the Head of Government both locally and abroad.
- All live transmissions were successfully delivered from location to ESTVA studios for distribution to the viewer's countrywide.
- The Authority was able to broadcast 57% of local content and 43% of foreign content. This shows a 2% decline in local content and 2% increase in foreign content compared to third quarter.
- ESTVA commissioned 20% programmes from Independent Producers and 14% in-house produced programmes.
- The Authority succeeded in maintaining and servicing its existing clients. The Authority's clients stood at 284.

- The consumption of ESTVA content through digital media platforms (OTT) continues to increase. World-wide viewership is at 4 661 529.
- The Authority introduced a Mid-Day News Bulletin in response to Eswatini’s Partial Lockdown declared on the 25th. The mid-day bulletin will cover COVID-19 news and current affairs in all the four regions of the Kingdom of Eswatini.
- ESTVA partially automated the production and delivery of News content to the Studio.

Outlook

- Disposal of old vehicle fleet and acquisition of new fleet.
- Completing the concurrent audit of the 2019 and 2020 financial year.
- Launching the first locally produced Telenovela “Ekhaya”.

Financial Situation

- A total sum of E10.32m was received as the subvention. Other income that was generated during the quarter is E3.2.
- The Authority’s creditors up to the end of the quarter amounted to E79.6m which included outstanding statutory financial remittances of E67.1m and sundry creditors stand at E12.4m for the Authority’s operations.
- The Authority’s trade debtors currently stand at E32.0m and there is provision for doubtful debts amounting E23.9m.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec 31	Sept 30	June 30
Income	13,554,594	13,344,504	13,458,181	12 198 260
Expenditure	15 121 736	15 975 594	17 458 058	14 972 009
Net profit / (Loss)	-1,567,142	-2, 631,090	-3 999 877	-2 773 749
Balance Sheet				
Fixed Assets	10,956,582	12 792 321	12 619 240	12 432 318
Current Assets	6,144,666	3 531 676	10 683 073	11 689 858
Current Liabilities	79,045,551	74,588,521	58 269 810	55 350 097
Net Current Assets	-72 900 885	-71 056 845	-47 586 737	-43,660,239
Employment of Capital	-61 944 303	-58 264 524	-34 967 497	-31,227,921

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	190,680	2 813 130	2 813 130	3 004 444
Suspense A/C	-73,534	-26 139	-26 139	-73,533
Capital Grant	215,954	215,954	215,954	215,954
Accumulated Loss/Profit	-69 765 151	-66,033,593	-45 458 189	-41,862,533
Total Capital Employed	-61 944 303	-58 264 524	-34 967 497	-31,227,921

PEU Comments

STVA had a loss of E2.6m in the quarter. Other income that was generated during the quarter is E3.0m which comprised of Advertising, TV licence and commission received from sale of set top boxes.

STVA has a negative working capital of E72.9m (E71.1m last quarter). This is due to creditors E58.3m which included outstanding statutory financial remittances of E67.1m (E64.8m last quarter). The Authority's trade debtors stand E32.0m and there is provision for doubtful debts amounting E23.9m. STVA should make efforts to recover the long outstanding debts from TV licence holders, and debts from advertising clients.

IX. HOUSING SECTOR

30. ESWATINI NATIONAL HOUSING BOARD (ENHB)

Parent Ministry: Ministry of Housing and Urban Development

ENHB reported as follows for the quarter,

Operational review

- Maintenance works continued to be below the 90% completion target at the end of the quarter because of a material delivery.
- The Board's rental debtors amounted to E1.36m compared to E0.94m in the previous quarter and of the total owing 78% is for Government leased flats, 3% commercial tenants and 19% for individual tenants. The Board was able to collect 54% of the rental income expected for the quarter.

- Three projects namely; Mhobodleni Township, Pigg's Peak Township and Matsapha Township had been submitted to the Eswatini Environmental Authority for approval.
- The Eswatini Housing Corporation Bill had been approved by the Board of Directors and the final draft Bill taken to the Attorney General.
- There were 33 lease terminations throughout the quarter and twenty nine units remained vacant at the end of the quarter.
- The Woodlands Extension II, Mbabane was approved and declared a Township by the Human Settlement Authority.
- At Mhobodleni House Construction, Manzini, four (4) houses were at different stages of construction.
- There were eight (8) plots sold at Nhlanguano Township Extension 9 (Nkhanini) in the period as a result 430 out of 437 plots have been sold to date. There were however no house sold during the period.
- Four (4) plot sales were sold at Woodlands Township Extension 2. To date, eighty Three (83) plots have been sold in this township out of 298 plots available for sale.
- Eight (8) out of eighteen (18) plots and houses on offer at Mhobodleni Township were registered and sublet to Sub-Lessees during the quarter.
- Six 99 Year Leases were registered this quarter at Msunduzi Package 13 bringing the total to 654 registered Leases and Six 99 Year Lease holders were granted consent to cede their rights to third parties.

Financial Review

- The results of operations for the quarter reflect a deficit of 4.24m.
- Facilities management fee amounting to E2.32 was received from Woodlands Shopping Centre and management of the IHP units.
- Property Sales amounted to E8.9m.
- Rental billings amounted to E8.53m for the quarter.
- Total expenditure amounted to E39.2m.

Financial Statements

	2020	2019	2019	2019
	Mar.31	Dec.31	Sep.30	June 30
Income Statement				
Income	95,384	125,455	37,187	54,828
Institutional Housing	20,793,637	18,463,489	22,417,189	24,287,168
Rental	8,531,075	8,488,509	8,443,529	9,111,798
Other	30,478	132,535	72,019	98,635
Sale of assets	8,900,012	2,272,241	4,080,978	3,910,146
Interest	71,644	763,433	2,269,272	851,114
Total Income	38,422,232	30,245,662	37,320,174	38,313,691
Cost of Sales	3,460,550	1,785,329	2,746,240	3,008,768
Gross Profit /Loss	34,961,681	28,460,335	34,573,933	35,304,922
Expenditure	39,200,631	34,497,906	41,040,988	46,023,835
Profit/Loss	(4,238,949)	(6,037,571)	(6,467,054)	(10,718,912)
Balance Sheet				
Fixed Assets	1,064,548,762	1,049,992,361	1,031,060,283	1,067,546,831
Current Assets	143,173,907	165,426,202	162,892,128	216,105,843
Current Liabilities	90,999,776	85,302,235	83,555,243	86,719,901
Net Current Assets	52,174,131	80,123,967	79,336,885	129,385,942
Employment of Capital	1,116,712,893	1,130,116,328	1,110,397,168	1,196,932,773
Capital–Govt	10,800,000	10,800,000	10,800,000	10,800,000
Revaluation reserve	318,526,617	318,526,617	318,526,618	318,526,617
Capital reserve	17,752,142	17,730,088	17,730,089	17,639,009
Retained Income	-75,587,269	-65,910,667	-60,080,610	-54,816,629
Long-term liability	845,221,402	848,970,288	823,421,199	904,783,776
Total Capital Employed	1,116,712,893	1,130,116,328	1,110,397,168	1,196,932,773

PEU Comments

Income from the sale of asset surged from E2.27m last period to E8.90m in the quarter, while Institutional Housing Project Income received in the quarter slightly improved as E20.97m was received in the quarter compared to E18.46m last quarter. There was however an increase in expenditure from E34.5 last quarter to E39.2m this quarter. As a result a deficit of E4.24m was incurred compared to E6.04m last quarter.

The Board is commended for establishing country wide site offices to maintain the Government institutional housing that is located countrywide as that will enable the efficient delivery of the maintenance service in all the country's four regions.

X. LABOUR SECTOR

31. CONCILIATION, MEDIATION & ARBITRATION COMMISSION (CMAC)

Parent Ministry: Ministry of Labour and Social Security

CMAC reported as follows for the quarter,

Operational Review

- The Commission provided services to a total of six hundred and thirty eight stakeholders this quarter (638) compared to a total of nine hundred and twenty five (925) last quarter. A total of 283 cases were received compared to 312 last quarter.
- The processing rate dropped from 87% last quarter to 79%, while the settlement rate also fell from 53% to 44% this quarter.
- A total of 18 memoranda of agreements were submitted for registration by the Industrial court.
- The Industrial Court referred 12 arbitration cases back to CMAC and 40 new requests were received by the Commission. A total of 29 arbitration awards were issued.
- There was 1 strike ballot and 2 protected strikes this period. Three subpoenas were reported and 4 rescission applications were received for processing. The Commission also received 3 arbitration award review applications.
- To educate and inform social partners on the latest developments in contemporary law, a total of 13 weekly articles were published in the Times of Eswatini.
- Having rolled out the 2019 training calendar, CMAC continued to resend the calendar to her stakeholders as a reminder for upcoming trainings.

Financial Situation

- Total revenue amounted to E4.05m compared to E4.30m last quarter.
- A surplus of E0.22m was recorded compared to E0.10m last quarter.
- Total expenditure incurred amounted to E3.83m compared to E4.20m last quarter.

Outlook

CMAC looks forward to the signing of Shareholder Compact with the Ministry of Labour and Social

Security, commencement of IRA 2000 and Arbitration Act 1904, develop and implement a change management strategy and a marketing plan and the launch of the strategic plan 2020-2025. The Commission also looks forward to developing MOUs with UNESWA and the Human Rights Commission.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sep. 30	Jun. 30
Income and Subvention	4,052,493	4,304,542	4,157,589	4,034,340
Expenditure	3,831,380	4,204,695	3,960,142	3,402,755
Surplus/Deficit	221,113	99,847	197,447	631,585
Balance Sheet				
Fixed Assets	4,157,922	4,157,922	4,157,922	4,157,922
Investments	1,651,110	1,622,355	2,286,022	2,445,798
Current Assets	1,321,681	1,459,964	428,901	778,432
Current Liabilities	3,484,768	3,484,768	3,884,960	4,290,008
Net Current Assets/Liabilities	-2,163,087	-2,024,804	-3,456,059	-3,511,576
Employment of Capital	3,645,945	3,755,473	2,987,885	3,092,144
Share Capital				
Retained Income	730,228	839,756	72,168	176,427
Long - Term Loan	-	-	-	-
Non Distributable Reserves	2,915,717	2,915,717	2,915,717	2,915,717
Capital Employed	3,645,945	2,987,885	2,987,885	3,092,144

PEU Comments

There has been slow business this period as depicted by the fall in the number of enquiries as well as the cases received. A total of 638 enquiries were received compared to 925 last quarter, while 283 cases were received compared to 312 last quarter. Operational performance also decreased this period as displayed by the fall in processing and settlements rates. On another note, the Commission recorded an attrition rate of 2.5% which is consistent with the prior quarter.

The Commission is faced with some financial challenges as shown by the negative working capital meaning that CMAC is unable to meet her short term obligations when they fall due. The Commission is encouraged to solicit other revenue generating avenues to complement the funds received from the Government.

32. 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 E91.65m in contributions compared to E89.9m last quarter.
- The voluntary lump-sum and supplementary contributions bore an interest of 9.6% to clients compared to 9.2% previously.
- Member benefits paid amounted to E96.2m compared to E31.23m last quarter.
- Claims were processed in an average turnaround time of 5.59 days per claim compared to 2.53 days recorded during the previous period.

Outlook

- In an effort to keep its properties up to standard, the Fund will from next quarter refurbish two of its commercial properties and one upmarket residential property.
- From a strategic plan direction, the Fund was scheduled to commence a process of a new strategic plan for the organization at the start of the new financial year in July 2020. However, due to the covid-19 pandemic, the process could not be commenced.

Financial Statements

Income Statement

	2020	2019	2019	2019
	Mar. 31	Dec. 31	Sept. 30	June 30
Income	-217,733,904	59,037,803	40,670,098	31,607,535
Expenditure	30,503,061	23,642,968	23,287,195	27,471,893
Profit/Loss	-248,236,966	35,394,835	17,382,903	4,135,642

Balance Sheet

Fixed Assets	100,578,971	103,516,956	80,928,315	103,516,956
Investments Properties	611,936,999	540,678,770	540,318,894	599,885,556

Investments	2,701,269,391	3,139,407,245	2,948,508,485	2,826,387,594
Loans and advances	269,250,064	291,473,375	286,065,422	291,473,375
Current Assets	93,468,908	61,462,199	67,231,646	61,462,199
Current Liabilities	12,703,021	20,194,670	29,970,733	20,194,670
Net Current Assets	80,765,887	41,267,529	37,260,913	41,267,529
Total Employment of Capital	3,763,801,313	4,116,343,875	3,893,082,029	3,862,531,010

Non-Distributable Reserve	19,542,965	16,332,242	15,527,654	35,908,857
Contributions & members' int.	3,980,385,482	4,155,628,940	3,966,886,344	3,870,450,070
Reserves	15,208,394	19,542,965	19,542,965	14,558,859
Funeral Benefits Fund	8,979,112	1,867,500	3,817,673	-
Accumulated Profit/Loss	(260,314,641)	(77,027,772)	(112,422,607)	(64,908,028)
Total Capital Employed	3,763,801,313	4,116,343,875	3,893,082,029	3,862,531,010

PEU Comments

The Fund was established with the purpose of providing benefits for employed persons when they retire from their regular employment or in the event of becoming incapacitated. Member benefits paid amounted to E96.2m compared to 31.23m last quarter. The quarter had the largest volumes of claims in the year as it coincided with schools opening.

In an effort to keep its properties fit for human habitation, the Fund continued to refurbish both its residential and commercial properties.

33. PUBLIC SERVICE PENSIONS FUND (PSPF)

Parent Ministry: Ministry of Labour and Social Security

PSPF reported as follows for the quarter,

Operational Review

- The Fund had a membership of 42, 217 total active members compared to 42, 190 last period, of which 9, 517 were principal pensioners and 15, 689 dependent beneficiaries mainly children and spouses of members who also receive a pension from the Fund.
- The Fund provided 117 housing loan guarantees for active pensionable members compared to 128 last quarter.
- The Fund complied with the retirement Funds Act by maintaining 45% of its gross assets in the domestic portfolio against a minimum requirement of 30%. The Portfolio held in Global assets stood at 15% which is below the 20% approved by the Central Bank.
- There were 259 exited active members compared to 356 last period; 158 through normal retirement, 28 through death, 16 through early retirement, 6 forced retirement, 23 through expiry of contract and 28 through withdrawal.
- Gross assets held in the South Africa portfolio decreased to E11.14bn from E13.39bn last quarter. Gross domestic portfolio assets increased to E10.87bn from E10.71bn last quarter.
- An additional E10m was invested in the Hotel Development Project, bringing the total expenditure on the construction to E505m. The hotel started operations on the 15th May 2019.

QUARTERLY BENEFITS AWARDED (E ‘millions)

Description	Mar. 2020	Dec. 2019	Sept. 2019	June 2019
Pension	221.63	236.18	204.00	201.57
Lump sum on retirement	77.77	92.28	82.22	66.11
Lump sum on deaths	7.31	14.44	14.40	10.59
Lump sum on withdrawals	1.23	1.71	1.33	1.11
Funeral expenses	0.77	0.83	0.95	0.8
TOTAL	308.70	345.43	302.91	280.19

- **TOTAL INVESTMENT INCOME (E ‘millions)**

Description	Mar. 2020	Dec. 2019	Sept. 2019	June 2019
Dividends	59	56	99	81
Interest	247	251	242	243
Rentals	6	6	6	5
Realised profit	45	49	320	158
TOTAL	357	362	667	487

Financial Situation.

- Pension contributions were E296m compared to E294m last period.
- Benefits awarded decreased to E309m compared to E345m last period.
- Investment income increased to E896m from E362m last quarter attributable to a significant increase in unrealised profits from South African based portfolio.
- Expenditure decreased to E371.77m from E404.37m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sept. 30	June 30
Contributions	296,601,213	293,625,709	296,948,517	299,869,024
Investment Income	896,168,789	362,680,014	666,545,095	487,190,786
Expenditure	371,774,970	404,368,584	352,657,118	326,182,306
Revaluation gains/(losses)	(2,902,079,016)	247,039,627	(237,751,806)	(393,555,163)
Surplus/deficit before tax	(2,081,083,984)	498,976,766	373,084,688	67,322,341
Withholding tax	3,807,359	7,646,113	9,778,725	10,685,055
Surplus/ Deficit	(2,084,891,343)	491,330,653	363,305,963	56,637,286

Balance Sheet

Property, Plant & equipment	42,644,531	42,878,410	43,404,886	43,504,345
Foreign Assets	11,140,160,002	13,386,055,450	13,001,998,267	12,901,299,123
Domestic Assets	10,877,089,364	10,712,903,331	10,603,666,299	10,345,521,359
Current Assets	139,228,322	134,032,986	133,806,419	132,827,714
Current Liabilities	(79,565,185)	(71,382,257)	(70,027,587)	(73,601,879)

Net Current Assets	59,663,137	62,650,729	63,778,832	59,225,835
Employment of Capital	22,119,557,034	24,204,487,920	23,712,848,284	23,349,550,662
Accumulated Profit/loss	22,119,557,034	24,204,487,920	23,712,848,284	23,349,550,661
Total Capital Employed	22,119,557,034	24,204,487,920	23,712,848,284	23,349,550,661

PEU Comments

The Fund's net loss was E2.08bln compared to a net surplus of E491.33m last quarter resulting from high unrealized losses from the foreign portfolio. The substantial losses are attributable to the global corona virus pandemic which adversely affected the world economy.

The Fund's efforts at improving the time it takes to pay claims on exit are noted. A total of 66% of claims were paid within 5 days of lodging, others were paid in the subsequent 10 days making 83% of claims to be processed and paid within 15 days.

XI. HEALTH SECTOR

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

Parent Ministry: Prime Minister's Office

NERCHA reported as follows for the quarter,

Operational Review

Implementation of activities in the quarter improved as most of the planned activities were undertaken as follows;

- PEPFAR coordinated the development of the Country Operational Plan (COP2020) which used the NATIONAL STRATEGIC FRAMEWORK as one of key reference documents. The COP 2020 was presented at a regional meeting where high-level policy representation from Government attended to present the country's plan. The funding from the United States Government through PEPFAR compliments the Government of Eswatini and the Global Fund who are the main direct funders of the HIV response in the country.
- Sector Director's Forum was held for orientation on the National multisector HIV and AIDS Coordination Framework. The meeting confirmed the necessity to prioritize the expansion of not only the NERCHA mandate but to include sectoral mandates as well to take advantage of lessons learnt in HIV and AIDS response and apply in other developmental area.

- The dissemination of HIV and AIDS information is promoted during national events including buganu festivals, International Condom Day, World Zero Discrimination Day and Community Health and Road Safety Day which were held during the quarter.
- NERCHA participated in the Eswatini HIV Incidence Measurement Study (SHIMS) which is aimed at estimating the incidence and prevalence of HIV in Eswatini, to assess the coverage and impact of HIV services at population level and to characterize HIV-related risk behaviours using a nationally representative sample of adults. This is the third chapter of the same study to be conducted in the country supported by the United States Government through PEPFAR.
- Following invasion by the novel Corona virus, NERCHA developed an emergency response plan, informed by the advice issued by the Ministry of Health and the World Health Organization. NERCHA has ensured a safe and hygienic workplace and that employees comply with lockdown regulations as issued by the government of Eswatini from time to time.

Outlook

- Increased advocacy for ending AIDS by 2023 which includes the mobilization of all leaders at all levels towards this national goal.
- Rollout a Prevention Campaign focused on adolescent girls and young women with the aim of reducing new HIV infections amongst this group.

Financial Situation

- Grant Income received during the quarter amounted to E152.5m.
- NERCHA Administration expenses, which includes the cost of managing the Global Fund grants amounted to E8.9m.
- Total Program costs amounted to E46.7m (HIV and Aids E29.1m, Malaria E1.35m and TB E16.1m).

Financial Statements

	2020	2019	2019	2019
Income Statement	Jan 31	Dec 31	Sept 30	June 30
Income and Subvention	152,529,843	152,529,843	7,593,567	39,237,465
Deferred Income B/F	165 073 392	-	-	-
Expenditure	55 604 310	45 872 616	39,730,636	87,347,803
Net Surplus/loss (deferred)	261 998 925	5 168 169	-32,137,069	-48,110,338

to next quarter)

Balance Sheet

Fixed Assets	21 007 011	20 629 571	20 926 856	21,553,277
Investments				
Current Assets	276 576 594	166 081 355	197 279 676	166,456,970
Current Liabilities	35 584 682	20 215 568	24 329 499	35,163,966
Net Current Assets	240 991 913	145 865 788	172 950 177	131,293,004
Employment of Capital	261 998 924	166 495 359	193 877 033	152,846,281
Deferred Income	232 290 757	232 290 757	232 290 757	162,610,575
Grant Received During Period	223 035 406	56 674 782	49 081 216	142,035,379
Realised Grant	-193 327 239	-122 470 180	-87 494 940	-151,799,673
Capital Employed	261 998 924	166 495 359	193 877 033	152,846,281

PEU Comments

Grant income received during the quarter was E152.5m and NERCHA received E19.7m which was the of second and third quarter subvention tranches from Government. There was a significant exchange gains of E35.8m from the depreciation of the Lilangeni against major currencies.

Programmatic performance was heavily constrained by interruptions of procurement arrangements between manufacturers and designated local distributors for laboratory commodities. There was another interruption on procurement for rollout of the wide area networking of public health facilities following an instruction from the Global Fund for an analysis of the costing of the project.

NERCHA remains committed to mobilizing the efforts and resources of stakeholders towards ending AIDS by 2022.

35.ESWATINI NAZARENE HEALTH INSTITUTIONS (ENHI)

Parent Ministry: Health

ENHI reported as follows for the quarter:

Operational Review

Activity	December 2019	December 2019
RFM ACTIVITY		
Patients seen (outpatient)	95,989	100,243
Medications issued (outpatient)	298,433	382,612
Admissions	1,979	3,410
Average length of stay/Days	5	6
Occupancy rate	39%	40%
Death rate	5%	4%
Hospital Deaths	97	130
Minor surgeries	289	396
Major surgeries	103	98
Number of patients initiated on ART	325	262
Total patients on ART	18,431	17,992
Number of babies delivered	1,587	1,382
CLINICS ACTIVITY		
Antenatal care	2,475	2,558
Family planning	4,466	4,427
Emergency deliveries	2	1
Child welfare	7,650	7,672
HIV Test	4,787	5,948
ART initiation	476	145
ARV refills	15,220	15,209
Cervical Cancer Screening (VIA)	288	811

Financial Situation

- Total revenue amounted to E59.61m compared to E86.63m last quarter. Revenue comprised of subvention E56.31m, drugs and medical supplies E1.06m and patients fees E2.08m.
- Total expenditure was E93.11m compared to E49.50m last quarter.

Financial Statements

	2020	2019	2019	2019
	Mar. 31	Dec. 31	Sep. 30	Jun. 30
Income Statement				
Income and Subvention	59,609,730	86,627,424	40,760,523	43,768,768
Expenditure	93,110,876	49,498,427	53,222,279	55,228,302
Surplus/Deficit	-33,501,146	19,969,609	-12,461,756	-11,459,534
Balance Sheet				
Fixed Assets	211,885,433	215,823,628	215,779,094	161,370,681
Current Assets	113,845,818	70,346,577	49,929,402	41,835,377
Current Liabilities	316,728,337	266,347,616	265,431,224	121,722,458
Net Current Assets/Liabilities	-202,882,519	-196,001,039	-215,501,822	-79,887,171
Employment of Capital	9,002,914	19,822,589	277,272	81,483,510
Capital Grants	276,816,607	253,165,347	253,165,347	315,398,536
Accumulated Surplus/Deficit	-267,813,695	-233,342,758	-233,915,026	-212,048,896
Capital Employed	9,002,912	19,822,589	81,483,510	41,873,550

PEU Comments

Eswatini Nazarene Health Institution is an essential service which provides quality health care services to the people of Eswatini. The financial constraints which continues to worsen quarter by quarter will eventually deter the quality of health care that is provided to the citizens of the country. This is due to the fact that most of the revenue received each quarter is used to fund employee costs leaving very little for the Institution's operational expenditure.

A huge increase in ENHI expenditure is noted which is due to the interest on PAYE amounting to E33.55m being accounted for this period. As such the Institution incurred a deficit of E33.50m. ENHI also closed the quarter with an overdrawn balance of E23.89m.

36. BAPHALALI ESWATINI RED CROSS SOCIETY (BERCS)

Parent Ministry: Deputy Prime Minister's Office

Red Cross reported as follows for the quarter,

Operational Review

- Baphalali Eswatini Red Cross Society (BERCS) has been able to respond to fire incidences in 17 fire incidents that affected 103 people.
- The Society responded to storm incidences in 15 households, affecting 38 people and the affected households were then assisted with clothing.
- Baphalali Eswatini Red Cross Society has been able to implement a cash based intervention through two projects; one supported by ECHO and the other one supported by the International Federation of Red Cross (IFRC). The cash transfer project covers four constituencies in Shiselweni region with a total of 27000 people from 4500 households. The benefiting constituencies are: Somntongo & Matsanjeni (ECHO project) and Sigwe and Hosea (IFRC project). The cash transfer project is providing a cash value of E700.00 per household, for a period of four months. The two projects started in February and will end in May 2020.
- Baphalali Eswatini Red Cross Society is currently participating in the Covid-19 awareness campaign in all the four regions of the country. Baphalali has mobilized 43 Red Cross Volunteers and 20 staff members for a training on covid-19 and on Safer Access.
- The number of consultations recorded in all 3 Red Cross health facilities was 28 732.

Financial Situation

- Consolidated revenues for the National Society for the quarter, totalled E10.1m.
- There was a surplus of E1.26m this quarter compared to a deficit of E1.26m in the previous quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Jan 31	Dec 31	Sept 30	June 30
Subvention	1,973,399	1,973,399	3,946,798	5,039,589
Other income	8 117 839	3 004 028	3,277,633	-
Total income & subvention	10,091,238	4,977,427	7,224,431	5,039,589
Expenditure	8,614,090	3,828,228	4,807,541	6,300,210

Surplus/Deficit	1,477,148	1,149,199	2,416,890	-1,260,621
Fixed Assets	11,318,391	14,887,303	14,879,597	14,837,303
Investments	341,800	341,800	341,800	341,800
Current Assets	11,457,741	8,351,907	6,725,480	5,037,196
Current Liabilities	881,434	760,175	1,063,513	1,666,301
Net Current Assets	10 576 307	7 591 732	5,661,967	3,370,895
Total Employment of Capital	22,236,498	22,820,835	20,883,364	18,549,998
Special Funds	-	-	-	-
Accum. Surplus/Deficit	3,503,762	-2,925,696	-4,863,167	-7,196,533
Revaluation Reserves	22,236,498	25,746,531	25,746,531	25,746,531
Other Funds	-	-	-	-
Total Capital Employed	22,820,835	22,820,835	20,883,364	18,549,998

PEU Comments

BSRCS consolidated revenues received were E4.98m compared to E7.22m last quarter. The National Society had surplus of E1.15m after receiving the Government subvention.

Covid-19 impacted negatively on every aspect of the health & and care programme and risk communication & community engagement has never been challenged in the manner by which the pandemic has caused.

The most pressing needs brought by the emerging COVID-19 are; personnel health and safety (human resources and personal protective equipment) , space (both temporal and long term) to be used for the screening and isolation services, waiting rooms and wash related facilities and other structural issues such as finances and emergency plans.

37. GOOD SHEPHERD HOSPITAL (GSH)

Parent Ministry: Health

GSH reported as follows for the quarter,

Operational Review

Hospital Performance Report

Activity	Mar. 31	Dec. 31	Sep. 30	Jun. 30
GOOD SHEPHERD ACTIVITY				
OPD Visits	31,009	31,120	32,972	32,621
Admissions	2,207	2,095	2,271	2,221
Deliveries	922	625	803	816
Average length of stay/Days	4 days	5 days	4 days	5 days
Occupancy rate	39%	36%	38.7%	41.10%
Death rate	3.2%	4%	4%	4%
Minor surgeries	122	193	189	134
Major surgeries	202	265	385	228
CLINICAL ACTIVITY				
Number of patients seen	31,009	31,120	32,972	32,621
Main OPD	9,826	9,987	9,937	9,929
Children's OPD	1,629	1,702	1,679	1,499
Home Based Care	211	304	361	306
VCT	86	101	96	88
ART	24,179	23,971	23,770	21,982
ENT	288	348	448	398
EYE	288	389	452	361
Physiotherapy	242	272	408	381
Radiology	5,181	4,808	4,734	4,362
Laboratory	21,398	32,732	33,876	33,046
Social Welfare	56	59	69	56
Theatre	324	458	574	362
Mortuary Services	72	91	90	85

- The general OPD sees the most patients followed by ART which includes Pre-ART as well as ART Refill. Adherence of ART patients is measured to be at 89%, thereby confirming the high number of patients, as well as the increase in initiations due to the successful implementation of the Test-And-Start programme.

Financial Situation

- A deficit of E23.6m was realised compared to a surplus of E7.84m last quarter.
- Total income amounted to E11.71m compared to E31.61m last quarter.
- Total expenditure amounted to E35.32m compared to E23.77m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 30	Sept.30	Jun. 30
Subvention	0	29,750,000	32,500,000	20,750,000
Other income	11,710,915	1,859,861	4,893,853	7,778,659
Total income	11,710,915	31,609,861	37,393,853	28,528,659
Expenditure	35,321,455	23,774,138	28,045,916	30,560,635
Surplus/Deficit	-23,610,540	7,835,723	9,347,937	-2,031,977
Fixed Assets	53,474,280	53,827,882	54,597,891	54,120,631
Current Assets	16,077,527	15,897,406	8,978,729	19,705,016
Current Liabilities	161,810,418	145,144,324	137,747,447	123,091,993
Net Current Assets	-145,732,891	-129,246,919	-128,768,718	-103,386,977
Employment of Capital	-92,258,611	-75,419,037	-74,170,827	-49,266,346
Share Capital	964,483	-	-	-
Accum. Surplus/Deficit	-103,559,487	-85,755,430	-84,507,220	-59,602,739
Revaluation Reserves	10,336,393	10,336,393	10,336,393	10,336,393
Total Capital Employed	-92,258,0611	-75,419,037	-74,170,827	-49,266,346

PEU Comments

This quarter the Hospital realised a deficit of E23.6 compared to a profit of E7.84m the previous quarter. The Institution did not receive subvention from Government but its operations were finance through hospital user fees. Over and above the decline in revenue, expenditure also increased when compared to the previous quarter.

The Hospital successfully implemented the Test-And-Start programme which has saw an increase in the ART clinic. Test-And-Start is an innovative practice that begins antiretroviral therapy (ART) for everyone living with HIV, regardless of their disease progression. The Hospital is recommended for initiating such a programme as studies show that the earlier patients begin treatment, the better they do and the less likely they are to pass their infection to others.

XII. SPORTS SECTOR

38. ESWATINI NATIONAL SPORTS & RECREATION COUNCIL (ENSRC)

Parent Ministry: Ministry of Sports, Culture and Youth Affairs

ENSRC reported as follows for the quarter,

Operational Review

- No Shukuma activities were delivered in the quarter as were cancelled as a precautionary measure to prevent the spread of COVID-19.
- The weekly activities at Mtsambama and Sthobela sports centres were delivered and mainly comprised of aerobics sessions and inter-house athletics activities of the respective primary schools in close proximity.
- Only twelve annual recognition review meetings were conducted during the period as other scheduled meetings were cut short because of the corona virus.
- Orientations for newly elected executive of Eswatini Shooting Association was conducted while 6 capacity development initiatives were reported by respective recognized sports bodies for the period.
- ENSRC developed qualification standards for Tokyo 2020 were developed for the three Athletics Eswatini Podium Performance Program athletes. These Athletes were involved in various individual training camps and invitational events as means of preparations for respective Olympic Games qualifying events
- Two PPP boxers participated at the African Olympic Qualifying tournament in Dakar, Senegal while two taekwondo artists were part of the African Olympic Qualifiers in Rabat, Morocco.
- The swimming athlete participated in the CANA ZONE VI training camp and Grand Prix hosted by the South African Swimming Federation.
- The Special Olympics Eswatini team recorded six medals at the Pan African Special Olympics Games, while Eswatini Swimming Team represented the country proudly at the CANA ZONE VI Junior Swimming in Cairo, Egypt.
- Business entities showed interest in supporting Shukuma, following the offer of free marketing and advertising space at all Shukuma outreach activities.
- The draft Sports Bill returned to the office of the Attorney General for further legal alignment and technical scrutiny.

Financial Situation

- Total income was E1, 69 m (subvention).
- Total expenditure was E1.64m compared to E1.63m last quarter.

Financial Statement

	2020	2019	2019	2019
Income Statement	Mar.31	Dec.31	Sep.30	Jun.30
Subvention	1,689,280	1,686,139	1,965,007	1,760,778
Income		-	-	-
Expenditure	1,399,494	1,636,969	1,624,205	1,435,958
Surplus/Deficit	289,785	49,169	340,801	323,819
Balance Sheet				
Fixed Assets	659,340	694,310	731,398	770,747
Current Assets	482,200	202,834	153,710	102,246
Current Liabilities	5,920	5,920	6,012	301,013
Net Current Assets	476,280	196,914		-198,767
Employment of Capital	1,135,620	891,224	879,096	571,980
Accumulated Funds	1,016,997	727,212	678,043	337,241
Long-term loans	118,623	164,012	201,053	234,739
Capital Employed	1,135,620	891,224	879,096	571,980

PEU Comments

The Council reported a surplus of E289,785 compared to E49,169 last quarter. The surplus realised in the periods was a result of a decrease in expenditure due to the COVID-19 pandemic which forced the Council to either cancel or postpone some of its activities.

The Council like other entities the sector must avoid a massive disappearance of sports associations during the health crisis by assisting them through the crisis.

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 organized a training workshop on the international legal instrument that will play a role in making the voice of the artists heard and also reaffirms the rights of countries to implement cultural policies that support the diversity of cultural expressions.
- Governing instruments were reviewed in the period for the purposes of establishing a healthy working environment for all parties. The process was also, checking if both parties are still capable to deliver on their mandate.
- The Council negotiated with the Eswatini Christian Media Centre and Destiny Music on the possibility of establishing a music rehearsal space to be utilized by artists and schools for talent development.
- The Council facilitated the hosting of the Swaziland College of Technology – SCOT and William Pitcher College by providing cultural experts to equip the students with knowledge on Swazi Culture. The Council facilitated schools culture days at Nhlambeni High School, Mhubhe High School and Ngwane Park Primary School.
- The Council worked with communities in hosting imimemo where communities get the platform to celebrate their traditions through indigenous cultural songs and dances. The council provided a team of experts to polish up and train the communities in the dance moves and song combinations. Two chiefdoms who hosted their ummemo, Mandlangempisi and Lwandle umphakatsi were visited.
- The Council had continued to nurture the growth of the national arts and culture Associations representing the existing arts and culture codes in the kingdom. ESNAC continued to monitor their activities and further availed grants to assist, undertake promotional and development projects.

Financial Position

- Total income was E0.83m (subvention E0.83m plus E3,780 other income).
- Total expenditure was E0.84m compared to E1.1m last quarter.

Financial Statement

	2020	2019	2019	2019
Income Statement	Mar.31	Dec.31	Sep.30	Jun.30
Subvention	828,340	828,340	823,340	823,340
Other Income	3,780	262,000	127,990	503,500
Total Income	832,120	1,090,340	956,330	1,331,840
Expenditure	841,988	1,089,729	1,004,750	1,456,372
Surplus/ Deficit	-9,868	610	-48,420	-124,532
Balance Sheet				
Fixed Assets	97,084	76,636	78,856	80,053
Current Assets	12,079	50,674	59,669	106,522
Current Liabilities	288,094	536,845	718,414	834,519
Net Current Assets	-276,015	-486,171	(658,745)	(727,997)
Total Capital Employed	(178,931)	(409,535)	(579,889)	(647,944)
Acc. Deficit/Surplus	(178,931)	(409,535)	(579,889)	(647,944)
	(178,931)	(409,535)	(579,889)	(647,944)

PEU Comment

Total expenditure decreased significantly in the quarter from E1.09m to E0.86m resulting in a deficit of E9,868. Whereas in the previous quarter a surplus of E610 had been achieved. The deficit incurred was a result of a decrease in other income in the period due to lack of activities due to the COVID-19 pandemic.

The Council must take measures to support the cultural sectors which has been hit hard by the corona virus crisis. These measures will help prevent a massive disappearance of cultural structures during this health crisis and deprive society of cultural activities during after the crisis.

40. ESWATINI NATIONAL YOUTH COUNCIL (ENYC)

Parent Ministry: Sports, Culture and Youth Affairs

ENYC reported as follows for the quarter,

Operational Review

- ENYC establish 10 Tinkhundla Youth Associations in the Hhohho and Manzini Regions. Youth representatives identified will undergo leadership training. The Council has formal partnerships with the Eswatini Cooperatives Development College (ECODEC) and the Eswatini National Youth Cooperatives Alliance (ESNYCA) who form part of the capacity builders in the leadership program.
- The Council made a presentation and also assisted the US President's Emergency Fund for AIDS Relief (PEPFAR) with consolidation of their Country Operating Plan for US Government HIV assistance.
- The Council has formal partnerships with the Eswatini Cooperatives Development College (ECODEC) and the Eswatini National Youth Cooperatives Alliance (ESNYCA) who form part of the capacity builders in the leadership program.
- In a bid to align the youth policy with national, regional and global development priorities with the inputs of this sector, ENYC continued to engage FODSWA and members including youth living with disabilities. The Council also had meetings with other stakeholder in the quarter.

Financial Situation

- Total Income received amounted to E0.96m compared to E0.97m prior quarter.
- Total expenditure incurred amounted to E1.11m compared to E1.29m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sept. 30	Jun. 30
Income and Subvention	957,758	968,996	975,230	1,010,190
Expenditure	1,113,771	1,285,275	1,542,632	1,319,321
Surplus/Deficit	-156,013	-316,279	-567,402	-309,131
Balance Sheet				
Fixed Assets	404,195	481,664		430 737
Current Assets	92,980	629,536		1,092,169
Current Liabilities	-	-		-
Net Current Assets/Liabilities	92,980	629,536		1,092,169

Employment of Capital	497,175	1,111,201	1,522,906
Share Capital			
Retained Income	129,209	265,099	839,104
Provision for Gratuity	367,966	846,102	683,801
Total Capital Employed	497,175	1,111,201	1,522,905

PEU Comments

The Council outreach to the young people throughout the country is minimal following that there are no regional offices. The Ministry should consider working with the Tinkhundla Ministry in this regard i.e. requesting for accommodation for the Council Officers in the Regional Offices.

On another note, the Council continued with projects to empower the youth economically as well as through knowledge building by hosting different events. The entity is encouraged to continue implementing programmes that seek to create an enabling environment for the youth to actively participate and contribute to the economy.

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 Eswatini Red Cross Society (BERCS) has been able to respond to fire incidences in 17 fire incidents that affected 103 people.
- The Society responded to storm incidences in 15 households, affecting 38 people and the affected households were then assisted with clothing.
- Baphalali Eswatini Red Cross Society has been able to implement a cash based intervention through two projects; one supported by ECHO and the other one supported by the International Federation of

Red Cross (IFRC). The cash transfer project covers four constituencies in Shiselweni region with a total of 27000 people from 4500 households. The benefiting constituencies are: Somntongo & Matsanjeni (ECHO project) and Sigwe and Hosea (IFRC project). The cash transfer project is providing a cash value of E700.00 per household, for a period of four months. The two projects started in February and will end in May 2020.

- Baphalali Eswatini Red Cross Society is currently participating in the Covid-19 awareness campaign in all the four regions of the country. Baphalali has mobilized 43 Red Cross Volunteers and 20 staff members for a training on covid-19 and on Safer Access.
- The number of consultations recorded in all 3 Red Cross health facilities was 28 732.

Financial Situation

- Consolidated revenues for the National Society for the quarter, totalled E10.1m.
- There was a surplus of E1.26m this quarter compared to a deficit of E1.26m in the previous quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Jan. 31	Dec. 31	Sept. 30	June 30
Subvention	1,973,399	1,973,399	3,946,798	5,039,589
Other income	8 117 839	3 004 028	3,277,633	-
Total income & subvention	10,091,238	4,977,427	7,224,431	5,039,589
Expenditure	8,614,090	3,828,228	4,807,541	6,300,210
Surplus/Deficit	1,477,148	1,149,199	2,416,890	-1,260,621
Fixed Assets	11,318,391	14,887,303	14,879,597	14,837,303
Investments	341,800	341,800	341,800	341,800
Current Assets	11,457,741	8,351,907	6,725,480	5,037,196
Current Liabilities	881,434	760,175	1,063,513	1,666,301
Net Current Assets	10 576 307	7 591 732	5,661,967	3,370,895
Total Employment of Capital	22,236,498	22,820,835	20,883,364	18,549,998
Special Funds	-	-	-	-
Accum. Surplus/Deficit	3,503,762	-2,925,696	-4,863,167	-7,196,533
Revaluation Reserves	22,236,498	25,746,531	25,746,531	25,746,531

Other Funds	-	-	-	-
Total Capital Employed	22,820,835	22,820,835	20,883,364	18,549,998

PEU Comments

BSRCS consolidated revenues received were E4.98m compared to E7.22m last quarter. The National Society had surplus of E1.15m after receiving the Government subvention.

Covid-19 impacted negatively on every aspect of the health & and care programme and risk communication & community engagement has never been challenged in the manner by which the pandemic has caused.

The most pressing needs brought by the emerging COVID-19 are; personnel health and safety (human resources and personal protective equipment) , space (both temporal and long term) to be used for the screening and isolation services, waiting rooms and wash related facilities and other structural issues such as finances and emergency plans.

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 monitored the performance of the Energy Utility for the third quarter of 2019/20 and the actual revenue requirement and the actual revenues recovered for the quarter were an insignificant 1% higher than the budgets. The Authority granted an average tariff increase of 1.03% and 1.05% for the years 2020/21 and 2021/22 respectively whose implementation was however suspended by Government as a result of the COVID-19 pandemic.
- The Authority joined other stakeholders under the leadership of the Ministry of Natural Resources and Energy (MNRE) for discussions and validation of the country’s National Energy Efficiency Strategy and Action Plan (NEESAP) which was developed through support from the Southern African Energy Program (SAEP).
- ESERA continued engagements with consultants and stakeholders on the review of the Tariff Methodology and Connection Charge guidelines. The Authority received the draft Power Sector

Market Study project report and has made recommendations to the consultancy for the study to be localized to be more beneficial to the electricity supply industry of Eswatini.

- The Authority and the Centre for Sustainable Energy Research (CSER) held an inception meeting on Phasing-Out Inefficient Lighting Products where discussions on the methodology, work-plan and other project related issues were undertaken.
- The Power Procurement Unit sent the Request for Proposal (RFP) documents only to the 13 shortlisted bidders for the 40MW solar generation. Submission of confidentiality undertakings and the bidders' conference were shifted to a later date due to the covid-19 pandemic.
- The technical section attended a two-day training course on the design and installation of solar photovoltaic (PV) systems and their legal compliance requirements.
- The Board of ESERA granted exemptions to hold license to two companies, extended two licenses and approved one export license in the period.

Outlook

- Development of a wheeling framework for the local Electricity Supply industry and digital platform (CRM) for managing consumer complaints.
- Completion of Eswatini Power Sector Market Study and Tariff Methodology Review.
- Procurement of consultants to undertake Small-Scale Embedded Generation Study.
- Launch of RFPs for the 40MW biomass procurement, and hosting the bidders' conference for the 40MW solar procurement.

Financial Situation

- Deferred Grant income was E52.15m compared to E40.74m last quarter. Amortized revenue was E5.636m compared to E6.57m last quarter.
- Surplus for the quarter was E193, 821 compared to E292, 202 last quarter.
- Total expenditure was E5.68m compared to E6.72m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sept. 30	June 30
Government subvention	5,632,951	6,567,703	6,617,735	6,286,097
Licence fees	30,000	-	-	-

Other income	207,401	533,317	321,404	450,426
Expenditure	5,676,532	6,721,454	6,727,774	6,567,402
Operating surplus/Loss	193,821	292,202	211,366	169,121

Balance Sheet

Fixed Assets	2,495,300	2,696,518	2,823,128	2,831,369
Current Assets	67,345,505	60,795,979	63,009,268	67,993,862
Current Liabilities	2,447,165	2,128,029	2,796,597	2,533,518
Net Current Assets	64,898,340	58,667,950	60,212,671	65,460,344
Total Employment of Capital	67,393,640	61,364,468	63,035,799	68,291,713

Finance lease obligation	209,927	176,995	209,927	209,927
Retained income	2,715,820	2,521,998	2,229,796	2,018,430
Deferred Grant income	52,148,365	40,738,567	36,107,923	34,967,469
Deferred Income	12,319,528	17,926,907	24,488,153	31,095,888
Total Capital Employed	67,393,640	61,364,467	63,035,799	68,291,714

PEU Comments

The Authority realised a surplus of E193, 821 compared to a surplus of E292, 202 last quarter attributable to a decrease other Income.

Most of the Authority's technical programs (Inefficient lighting, power quality, Sector market study, operational efficiency and SSEG) have either been suspended or postponed following the lockdown as a result of the corona virus pandemic. The Power Procurement unit and Consumer and Stakeholder Management programs were also affected. Attempts are being made by the Authority to utilise online engagements where possible.

43. FINANCIAL SERVICES REGULATORY AUTHORITY (FSRA)

Parent Ministry: Ministry of Finance

FSRA reported as follows for the quarter,

Operational Review

- Activities undertaken as part of the IMF technical assistance included finalisation and publication of investment governance & reinsurance guidelines and finalisation of IFRIS 17 circular, amongst others.
- A legal notice to include the MVA as a supervised entity was issued and the notice amended the FSRA Schedule2.
- An application for registration of Unity Insurance Company, a company in partnership with the Construction Industry Council of Eswatini was received.
- Retirement Funds Industry assets were valued at E33.7bln indicating an increase of 3% from the previous quarter's E32.7bln.
- A Draft SACCOs Bill was circulated to stakeholders for comments in February 2020 and a final Industry meeting was to be held to discuss submissions.
- After fulfilling the initial licensing conditions, the new Building Society, Status Capital, was granted permission to start trading as a Building Society in the Kingdom.
- Authorised Financial Services Providers (FSPs) declined by 12% to 175 from 197 last quarter and the decline was largely due to expired licenses which haven't been renewed.
- Assets under advisory increased by 2.78% to E20.29bln from E19.74bln last quarter.
- As part of intervention and enforcement an insurance broker was fined for operating without a license and two financial institutions were directed to desist advertising misleading advertisements.
- The Authority distributed educational materials to all libraries and conducted educational roadshows in Manzini. Social media visibility was maintained through Facebook and WhatsApp.

Ombudsman of Financial Services

- A total of 3 Savings and Credit and 1 Retirement Funds complaints were registered making total 4 registered complaints.
- The quarter closed with 12 pending complaints, 3 were closed by way of determination and 2 were

resolved through facilitation.

- There was a decrease in query traffic as 50 queries were registered compared to 67 last quarter, two of these were registered were opened and registered as formal complaints.
- The Ombudsman’s Office continued with consumer outreach programmes in different areas and Tinkhundla centres as well as on Radio, Facebook and Print media.

Eswatini Stock Exchange

- There were 8 listed companies on the ESE Main Board and no new listings were reported, ESE continues to engage stakeholders to ensure more listings.
- ESE Market capitalization ended the quarter with a value of E3.89bln indicating an increase of 1.57% from the previous quarter’s E3.83bln.
- The ESE All Share Index also increased by 1.43% to 450.65 from the previous quarter’s 444.29.
- There were 5 new note issuances worth E146.29m in total and 2 bonds worth E57.74m came to maturity.
- A total of 24 bonds with different maturities were maintained by Government through the Central Bank of Eswatini and total outstanding bonds stood at E4.90bln.
- Along with Ghana and Nairobi Stock Exchange, ESE was identified to participate in a project to integrate sustainability reporting for its listed companies, a workshop was held on 6 February 2020.

Financial Situation

- Total income was E13.88m compared to E9.65m last quarter.
- Total expenditure was E15.65m compared to E14.12m last quarter.
- A total of E2.91m was disbursed to Government projects compared to E2.10m last quarter.

Financial Statements

Income Statement

	2020	2019	2019	2019
	Mar.31	Dec.31	Sep.30	Jun.30
Income	13,880,080	9,650,444	27,761,645	16,719,571
Government Subvention	-	-	-	-
Expenditure	15,650,987	14,117,220	13,589,873	12,357,202
Government Projects	2,910,392	2,098,182	1,223,702	62,610
Surplus/ Deficit	(4,681,299)	(6,564,958)	12,948,070	4,299,759

Balance Sheet

Fixed Assets	3,928,168	3,443,349	3,381,328	3,569,983
Current Assets	61,621,323	62,113,484	71,103,787	59,667,038
Current Liabilities	11,151,165	6,477,209	8,840,532	10,558,502
Net Current Assets	50,470,158	55,636,275	62,263,255	49,108,536
Total Employment of Capital	54,398,326	59,079,624	65,644,583	52,678,519

Capital & Reserves

Accumulated Surplus/deficit	54,398,326	59,079,625	65,644,583	52,696,514
Unclaimed benefits	-	-	-	-
Long Term Liabilities	-	-	-	(17,995)
Total Capital Employed	54,398,326	59,079,625	65,644,583	52,678,519

PEU Comments

The regulation of non-bank financial services continued smoothly as FSRA operated without any major challenges. A reduced deficit of E4.68m was reported compared to E6.56m reported last quarter.

The licensing of a new Building Society, Status Capital is applauded as there will be two Building Societies operating in the country thus increasing competition. Authorised Financial Services Providers declined to 175 from 197 as a number of them had not renewed their licenses.

Eswatini Stock Exchange was identified together with Ghana and Nairobi Stock Exchange to participate in a project in sustainability reporting, which mitigates negative environmental, social and governance impacts. This will assist the Stock Exchange in improving its reputation and brand loyalty and ensure that stakeholders understand the true value of the organization.

44. ESWATINI COMMUNICATIONS COMMISSION (ESCCOM)

Parent Ministry: Information Communication and Technology

ECCOM reported as follows for the quarter,

Operational Review

- ESCCOM commissioned a telecommunications pricing benchmark study which has the objective to review the impact of the price transformation program on the Information and Communications Technology (ICT) market over a three year period.
- The Commission completed the testing of the automated license generation process which is to enable the online application and processing of radio frequency spectrum licenses. On another note, the Commission was involved in preparing a submission to request for a new Broadcasting Satellite Service orbital position since the current one was severely degraded and had been deemed unusable by the International Telecommunication Union.
- An investigation on interference on the 800MHz band was carried out by the Commission and an interference coming from South Africa was identified and Independent Communications Authority of South Africa (ICASA) was engaged to switch off the identified sites to eliminate the interference.
- A number of dealers/agents lodged their applications for type approval of communications equipment and as such the Commission completed and issued certificates on 45 applications.
- By end of the quarter, the Commission through the Universal Service and Access Fund had connected 35 health facilities, facilitated the acquisition of 10 specialized tablets for visual challenged students, and supported the University of Eswatini also with 45 laptops. A total of 20 schools around the country were also supported with 45 laptops.

Financial Situation

- Total revenue was E136.89m compared to E3.10m that was recorded last quarter.
- Total expenditure incurred was E15.59m compared to E13.47m last quarter.

Outlook

- The Commission looks forward to the development of interconnection guidelines and the infrastructure sharing framework, amend postal guidelines and develop consumer protection guidelines, reviewing of Electronic Communications Licensing, Spectrum Regulations and quality of service Regulations all for 2016.

Financial Statements

	2020	2019	2019	2019
	Mar. 31	Dec. 31	Sep. 30	Jun. 30
Income Statement				
Revenue	136,892,507	3,102,872	-4,642,197	14,872,077
Expenditure	15,586,793	13,474,438	15,564,536	15,244,041
Profit/Loss	121,305,714	-10,371,566	-20,206,733	-371,964
Balance Sheet				
Fixed Assets	81,277,766	66,893,348	66,695,793	55,836,818
Investments	128,015,748	141,233,893	139,368,116	160,060,045
Current Assets	197,966,093	47,844,949	63,482,167	77,370,890
Current Liabilities	43,515,993	13,547,132	16,740,455	19,723,643
Net Current Assets/Liabilities	154,450,100	34,297,817	46,741,712	57,647,247
Employment of Capital	363,743,614	242,425,058	252,805,621	273,544,110
Share Capital				
Accumulated Funds	44,820,267	44,813,163	44,813,163	45,344,917
Deferred Grant	76,015	76,015	76,015	76,015
Profit/Loss for the year	90,346,451	-20,578,697	-20,578,697	-371,964
Designated Funds	228,495,142	228,495,142	228,495,142	228,495,142
Total Capital Employed	363,743,614	242,425,057	252,805,623	273,544,110

PEU Comments

The Commission recorded profits amounting to E121.31m this quarter compared to a loss of E10.37m incurred last quarter. The increase in profits was attributable to the increase in revenue from E3.10m last period to E136.89m. This is due to the licence fees and spectrum fees received from Eswatini MTN and Eswatini Mobile.

ESCCOM, through the Universal Service and Access Fund has been very helpful in assisting the government on the connectivity of public offices/facilities with broadband which will enable service delivery in health centres, schools and other government facilities. One can only commend the Commission for the connectivity as we now live in the fourth industrial revolution era that calls for everyone to be able to access the internet.

45.ESWATINI PUBLIC PROCUREMENT REGULATORY AUTHORITY **(ESPPRA)**

Parent Ministry: Finance

ESPPRA reported as follows for the quarter,

Operational review

- The Agency received 49 and declined 9 applications for deviations from procurement procedures in accordance with section 6 of the Procurement Act, 2011. One case pertaining to the procurement process was reported to the Agency for investigation.
- ESPPRA initiated the Reference Price Project in conjunction with Central Statistical Office by collecting market prices for common use items in all regions in the categories of office stationery, groceries, meat products and petroleum and gas products.
- The Agency conducted one procurement audit in the period. ESPPRA also collected 4 procurement plans for 2020/21 from parastatals, entity tender minutes from 3 parastatals and 4 procurement reports for the quarter as part of its monitoring function.
- The Agency held two training events on public procurement in the period. Workload and Capacity Assessment for 5 entities was completed and they were granted their thresholds as per Section 27(31) of the Act.

Financial Situation

- Subvention was E3.25m and other income was E1.74m.
- Total expenditure was E4.20m compared to E4.17m last quarter.

Financial Statements

	2020	2019	2019	2019
Income Statement	Mar. 31	Dec. 31	Sept. 30	June 30
Subvention	3,250,000	3,250,000	3,250,000	3,250,000
Other income	1,737,263	1,162,946	691,216	783,258
Total Income	4,987,263	4,412,946	3,941,216	4,033,258
Expenditure	4,204,869	4,168,056	3,130,400	2,971,456
Surplus/Deficit	782,394	244,890	810,816	1,061,802

Balance Sheet

Fixed Assets	784,278	754,647	832,190	969,501
Current Assets	3,911,566	3,107,873	2,168,896	2,293,600
Current Liabilities	7,019,419	6,968,490	6,530,632	7,593,894
Net Current Assets	(3,107,853)	(3,860,617)	(4,361,736)	(5,300,294)
Total Employment of Capital	(2,323,575)	3,105,969	(3,529,546)	(4,330,793)
Retained Income	(2,323,615)	(3,106,009)	(3,529,586)	(4,340,402)
Deferred Grant Income	-	-	-	-
Long Term Liabilities	40	40	40	9,610
Total Capital Employed	(2,323,575)	(3,105,969)	(3,529,546)	(4,330,792)

PEU comments

ESPPRA realised a surplus of E0.78m compared to a surplus of E0.24m last quarter attributable mainly to the Agency generating more other income than last quarter.

The Agency conducted a market survey of prices for 5 categories of common use items and will now analyse and produce a price catalogue for these items that are procured by government departments and ministries. We urge the Agency to speed up the process to other categories to enable Government to realise savings from procurement expenditure as the catalogue will prevent above-market prices.

46. PETROLEUM COMPANY (ENPC)

Parent Ministry: Natural Resources & Energy

ENPC reported as follows for the quarter,

Operational review

- ENPC continues to be housed under the Ministry of Natural Resources. The recruitment of the CEO, CFO and other key personnel has been postponed until negotiations for Development Assistance have been finalized.
- The Company issued request for proposals (RFPs) for the development of Corporate Strategy, Liquid Petroleum Gas (LPG) Business Plan and External Audit. The evaluation has been done and intent to award will be done in the next quarter for LPG business plan and corporate strategy. A Scope Paper is to be submitted for SCOPE approval of external auditors.
- The Company attended the SADC energy sub-committee meetings held in Tanzania where major aspects for national oil companies were discussed. ENPC also established links with Malawi Regulatory Authority and the National Oil Company of Tanzania to enable co-operation in the operation and management of strategic fuel depots.
- The company recruited security guards from the community after the 7km perimeter fence at the Phuzumoya Fuel Storage Facility site was vandalized.

Outlook

- Appointment of consultants for Corporate strategy and LPG business plan
- Development of company policies and code of conduct and appointment of external auditors

Financial Situation

- Expenditure amounted to E0.30m compared to E0.24m last quarter. These included travel, board fees, salaries and other expenses.

PEU Comments

The Eswatini National Petroleum Company will continue to work on policies and the recruitment of key personnel in order to fully operationalise the company. It will also construct and operate the ethanol blending facility and engage in crude oil and fuel trading activities. The company continues to establish links with other national oil companies and industry players in the region as it strives to ensure security of supply for the country.

The Public Enterprise Loan Guarantee Scheme Quarterly Report for the period ending 31 March 2020

The total quarter contributions amounted to E8.03m compared to E6.77m last quarter. The increase in contributions was as a result of some PEs paying on time for the period. The technical rebate fund had a share of E1.61m which is 20% of the total contributions made by the 15 PEs.

Eswatini Cotton Board Guarantee remained to be the only guarantee under the books of the Fund and there has not been any increase or decrease in the E1.63m currently on issue.

Contributions for the Quarter were as follows:

Company Name	Amount (E)
1. Eswatini Cotton Board(ECB)	41,971.24
2. Financial Services Regulatory Authority (FSRA)	155,048.00
3. Eswatini Post & Telecommunications(EPTC)	1,001,525.64
4. Youth Enterprise Fund(YEF)	6,139.52
5. Eswatini Electricity Company (EEC)	3 ,688 067.78
6. Eswatini Water Services (EWSC)	1,423,885.54
7. National Marketing Board (NAMBOARD)	109,739.99
8. Sebenta National Institute (SNI)	13,341.60
9. Small Enterprise Development Company (SEDCO)	67,880.96
10. National Emergency Response on HIV & AIDS (NERCHA)	87,119.41
11. Eswatini Water & Agricultural Development Enterprise(ESWADE)	44,285.68
12. Piggs Peak Hotel (PPHC)	8,246.80
13. Eswatini Environmental Authority(SEA)	126,489.56
14. Sincephetelo Motor Vehicle Accident Fund(SMVA)	807,193.20

15. FINCORP	371,390.78
Total	8,027,629.12

INCOME STATEMENT FOR THE QUARTER ENDED 31 MARCH 2020				
Financial Statements				
	2020	2019	2019	2019
Income Statement	31-Mar-20	31-Dec-19	30-Sep-19	30-Jun-19
Contributions received	8027629.12	6,857,501.25	6,857,501.25	7,609,584.61
Fincorp Repayment	-	-	-	-
Interest on Call Account	560,956.43	514,305.52	663,563.48	821,676.75
Fixed Deposit Interest (Std Bank)		-	-	-
Interest (Other banks)	4,545,205.48	14,502,268.09	2,927,465.76	
Gross Income	13,133,791.03	21,874,074.86	10,448,530.49	8,431,261.36
Expenses:				
Management Fees	90,000.00	90,000.00	90,000.00	90,000.00
Bank Charges	1,995.00	2,370.00	3,285.00	2,915.50
Reversed Interest Fee				174,481.38
Guarantee Comm	-	15,525.00	-	-
Payments	273,717.35	465,417.60	429,066.61	-
Total Expenses	365,712.35	573,312.60	522,351.61	267,396.88
Surplus	12,768,078.68	21,300,762.26	9,926,178.88	8,163,864.48
Balance Sheet				
Non current assets				
Investments	330,000,000.00	330,000,000.00	330,000,000.00	330,000,000.00
Fincorp Loan	12,000,000.00	12,000,000.00	12,000,000.00	12,000,000.00
Current Assets				
Std Bank Call Account	72,944,098.88	77,011,315.50	55,334,931.37	95,242,950.88
Std Bank current account	6,061,322.00	6,305,509.40	6,772,036.90	7,306,184.89
Total Assets	421,005,420.88	425,316,824.90	404,106,968.27	444,549,135.77
Equity and Liabilities				
Equity	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00
Accumulated Funds	403,237,342.20	399,016,062.64	389,180,789.39	431,385,271.29
Surplus for the quarter	12,768,078.68	21,300,762.26	9,926,178.88	8,163,864.48
Bank Balance (Current Account)				
Total Equity & Liability	421,005,420.88	425,316,824.90	404,106,968.27	444,549,135.77