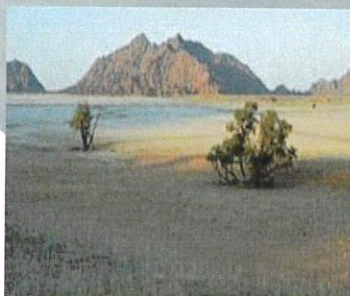




REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

GOVERNMENT OF NAMIBIA

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

REPUBLIC OF NAMIBIA



TO THE HONOURABLE SPEAKER OF THE NATIONAL ASSEMBLY

I have the honour to submit herewith my report on the accounts of the Government of Namibia for the financial year ended 31 March 2021 in terms of Article 127(2) of the Namibian Constitution. The report is transmitted to the Honourable Minister of Finance in terms of Section 27(1) of the State Finance Act, 1991 (Act 31 of 1991) to be laid upon the Table of the National Assembly in terms of Section 27(4) of the Act.

WINDHOEK, JULY 2022



JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

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DEFINITIONS

Treasury:	Financial authority in public service. (The department of Government that has control over the collection, management and disbursement of public revenue).
Vote:	Represents an Office/Ministry/Agency.
Appropriation Act:	An Act that authorizes the expenditure of government funds for a particular financial year presented to the National Assembly, the Act passed by Parliament.
Appropriation Account:	An account that shows the funds a government department has been credited with, showing on receipt side the estimated budgeted amounts and on expenditure side the actual expenditure amounts and the difference thereof.
Standard sub-division:	Government Balance account, showing balances incurred on each account/activity.
Suspension:	Reduction on budget (Treasury may from time to time withhold or suspend any amount in an estimate of expenditure).
Virement:	Moving of budgeted funds from one account to another account within the same budget of the same office/ministry/agency. The utilization of a saving under one main division/sub division of a vote to defray an excess under another existing division of the same vote.
Unauthorised Expenditure:	Expenditure that exceeds the amount appropriated (budgeted) for a vote, main division or subdivision.
Under expenditure:	Saving on the budget.
Commitments:	Funds reserved to acquire goods or services from a supplier.
Suspense accounts:	Is an account opened in the books of Government that records movement of transactions of a temporarily nature, for example salary deductions of housing instalments.
S&T Advance Suspense Account:	A suspense account reflecting the outstanding subsistence and travel advances.
Rejection Account:	A suspense account reflecting names and balances of all persons/companies that owe the money to the State.
Bills Payable Suspense Account:	It is an account that shows the amount owed for goods and services received on credit (meaning not paid at the time that the goods or services were received).
Budget:	Is an estimation of the revenue and expenses over a specified future period of time.
Performance Information:	Measurement of an individual, group, organization, system or component which is collected, analysed and reported. (Includes Strategic plans, annual plans, performance agreements and personal development plans). performance agreements and personal development plans)
Key performance indicator (KPI):	A measurable value used to monitor and demonstrates how effectively an organization is achieving key business objectives.

ISSAI: International Standards of Supreme Audit Institutions:	Professional standards and best practice guidelines for public sector auditors, officially authorised and endorsed by the International Organisation of Supreme Audit Institutions (INTOSAI).
Types of Audit Opinions:	<p>Unqualified Opinion. In an unqualified report, the auditors conclude that the financial statements of your O/M/A's present fairly its affairs in all material aspects.</p> <p>Qualified Opinion. An auditor's report is qualified when there is either a limitation of scope in the auditor's work, or when there is a disagreement with management regarding application, acceptability or adequacy of accounting policies.</p> <p>Disclaimer Opinion. Auditors do not express an opinion on the financial position of a firm because they have not completed an examination of its accounts or the examination is not broad enough in scope to enable them to form an opinion.</p> <p>Adverse Opinion. The Financial statements of an O/M/A's do not fairly present its actual financial position and the required information was either not disclosed, or (if disclosed) was inadequately disclosed or was inaccurate.</p>
Reasonable Assurance:	It is when the audit conclusion is expressed positively, conveying that, in the auditor's opinion, the subject matter is or is not compliant in all material respects or, where relevant, that the subject matter information provides a true and fair view, in accordance with the applicable criteria.
Limited Assurance:	It is when the audit conclusion states that, based on the procedures performed; nothing has come to the auditor's attention to cause the auditor to believe that the subject matter is not in compliance with the criteria.
Direct reporting engagement:	It is when an auditor measures or evaluates the subject matter against the criteria. The auditor is responsible for producing the subject matter information. The auditor selects the subject matter and criteria, taking into consideration risk and materiality. By measuring the subject matter evidence against the criteria, the auditor is able to form a conclusion.
Attestation engagement:	It is when a responsible party (the entity) measures the subject matter against the criteria and presents the subject matter information, on which you, the auditor, then gather sufficient and appropriate audit evidence to provide a reasonable basis for forming a conclusion.
Subject matter:	Refers to the information, condition or activity that is measured or evaluated against certain criteria.

ABBREVIATIONS

MOF	Ministry of Finance
IFMS	Integrated Financial Management System
ISSAI	International Standards of Supreme Audit Institutions
INTOSAI	International Organisation of Supreme Audit Institutions
IPSAS	International Public Sector Accounting Standards
PMS	Performance Management System
OMA's	Offices/Ministries/Agencies
KPI	Key Performance Indicators
EFT	Electronic Funds Transfers
ITAS	Integrated Tax Administration System
SACU	Southern African Customs Union
NAMRA	Namibia Revenue Agency

**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
GOVERNMENT OF NAMIBIA
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021**

1. SECTION A: FINANCIAL AUDIT

1.1 QUALIFIED AUDIT OPINION

I have audited the financial statements of the Government of Namibia for the year ended 31 March 2021, provided by the Accounting Officer: Finance as attached in Annexure A. These financial statements comprise the Statement of Balances, Bank accounts, Statement of account (State Revenue Fund), Summary of Appropriation accounts, Summary of Standard subdivisions, Standing appropriations and Revenue for the year then ended, general information for the year then ended and notes to the financial statement.

In my opinion, except for the effects of the matters described in the Basis for Qualified Audit Opinion paragraph, the financial statements of the Government of Namibia as at 31 March 2021 are prepared, in all material respects, in accordance with Section 12 and 13 of the State Finance Act, 1991 (Act 31 of 1991) and relevant legislation.

1.2 BASIS FOR QUALIFIED AUDIT OPINION

I conducted my audit in accordance with International Standards for Supreme Audit Institutions. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the entity in accordance with the Code of Ethics for Supreme Audit Institutions together with the ethical requirements that are relevant to my audit of the financial statements in Namibia and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion. My opinion has been qualified due to the following:

1.2.1 Financial Reporting Framework and Accrual Based Accounting

It should be noted that the State Finance Act, Act 31 of 1991 is not a financial reporting framework as it does not prescribe the set of criteria used to determine measurement, recognition, presentation and disclosure of material items appearing in the financial statements. This already warrants for the modification of the audit opinion. This matter has been addressed for the past four (4) years, but the situation remains unchanged.

It is recommended that the Central Government should adopt IPSAS/Accrual Based Accounting and move away from Cash Based Accounting. The benefit of Accrual Based Accounting is that revenues are reported on the income statement when it is earned, which often occurs before the cash is received from the customers. Expenses are reported in the income statement in the period when it occurs or when it expires, which is often in a period different from when payment is made.

The IPSAS/Accrual Based Accounting also provide a better picture of an entity's financial position at year-end. The reason is that all assets that were earned are reported and all liabilities that were incurred will be reported.

Management comment

The Accounting Officer: Finance indicated that the Ministry has embarked upon the formulation of the Public Finance Management (PFM) bill aimed at repealing the State Finance Act as a precondition for the adoption of the International Public Sector Standards. The Ministry has recorded remarkable progress in the formulation of the PFM bill and is expected to be finalised in the next two years.

1.2.2 Suspense accounts

(i) Bills payable

The Bills payable suspense account for the following O/M/As reflects debit balances whereas these suspense accounts should have credit balances, which may be an indication that reconciliations may not have been performed:

O/M/A	Amount
	N\$
01. President	227 098.82
03. National Assembly	38 664.77
06. Safety and Security	1 660 241.79
08. Defence	821 338.17
10. Education, Arts and Culture	36 490 218.41
11. National Council	199 019.82
12. Gender and Child Welfare	54 903.54
13. Health and Social Services	5 052 504.87
14. Labour	1 252 428.77
17. Urban and Rural Development	386 802.60
18. Environment and Tourism	364 133.14
20. Agriculture, Water and Forestry	3 293 722.01
21. Judiciary	225 393.38
24. Transports	885 759.78
25. Land Reform	46 856.00
26. National Planning Commission	281 473.13
27. Sport, Youth and National Service	79 643.68
28. Electoral Commission	5 284 069.84
33. Poverty Eradication and Social Welfare	21 736.73
29. Information and Communication Technology	87 240.70
32. Higher Education	22 633.49
34. Public Enterprises	9 858.15
35. Attorney General	5 156.13

It is recommended that the Accounting Officer: Finance should put measures in place to ensure that the respective O/M/As should carry out reconciliations on a regular basis to ensure that correct balances are disclosed in book accounts.

(ii) Electronic Funds Transfer (EFT)

The EFT suspense account for the following O/M/As reflects debit balances whereas these suspense accounts should have credit balances, which may be an indication that reconciliations not performed:

O/M/A	Amount
	N\$
02. Prime Minister	961.00
03. National Assembly	3 940.00
04. Auditor-General	66 300.00
17. Urban and Rural Development	922 661.34
19. Industrialisation, Trade and SME Development	63 513.35

It is recommended that the Accounting Officer: Finance should ensure that the reconciliations be performed on a regular basis in order to clear those balances.

(iii) Rejection account

The rejection suspense account for the following O/M/As reflects credit balances whereas these suspense accounts should have debit balances. There is a risk that reconciliations may not have been performed:

O/M/A	Amount
	N\$
02. Prime Minister	(5 637.26)
03. National Assembly	(434 802.48)
04. Office of the Auditor-General	(100 512.50)
07. International Relations and Cooperation	(18 761.92)
10. Education, Arts and Culture	(34 612.00)
12. Gender and Child Welfare	(86 416.83)
14. Labour	(45 618.29)
15. Mines and Energy	(37 243.23)
16. Justice	(168 116.53)
19. Industrialisation, Trade and SME Development	(59 144.27)
22. Fisheries	(109 279.01)
23. Works	(87 399.31)
24. Transport	(21 220.57)

O/M/A	Amount
	N\$
27. Sport, Youth and National Service	(88 591.71)
28. Electoral Commission	(4 046.07)
29. Information and Communication Technology	(1 023 071.04)
30. Anti-Corruption Commission	(41 956.96)
31. Veterans Affairs	(14 312.34)
32. Higher Education	(406 001.79)
34. Public Enterprises	(21 729.60)
35. Attorney General	(86 070.90)
36. Gender Equality, Poverty Eradication and Social Welfare	
	(413 399.99)
37. Agriculture and Land Reform	(294 690.10)
38. Water	(14 716.20)

The Accounting Officer: Finance should ensure that measures are put in place to conduct regular reconciliations in future.

Management comment

The Accounting Officer: Finance indicated that the Ministry of Finance will intensify its engagement with O/M/As to regularly reconcile the suspense accounts especially those with high balances.

1.2.3 Differences in State Revenue Fund

The closing balance as per 31 March 2020 of the prior year statement submitted by Accounting Officer: Finance does not correspond to the opening balance as at 1 April 2020. The following difference was found as at 31 March 2021 as reported in the statement:

Closing balance as at 31 March 2020	Opening balance as at 1 April 2020	Difference
N\$	N\$	N\$
(181 496 663.52)	(222 297 094.50)	40 800 430.98

It is recommended that the correct balances at the end of the financial year are carried forward as opening balances in the following year.

Management comment

The Accounting Officer: Finance indicated that "as per the set-up of chart of accounts in the IFMS, calculation of the opening balance of the State Revenue Fund equals the accumulated surplus/deficit as at the end of the prior year, no budgetary items and other withdrawals from the State Revenue Fund. The above amount has been recorded in the General Ledger of the closing financial year as the opening balance on the corresponding balance statement account". The above account was created in March 2019, to cater for IRD tax refunds but was incorrectly classified as an expense account instead of a liability account. The Ministry has asked the service provider to correct the classification of the account, without compromising the information on past transactions.

1.2.4 Summary Standard Subdivision Statement and Standard Subdivision of O/M/A's

Differences in the development expenditure costs were observed between Summary Standard Subdivision reported by the Accounting Officer: Finance and Standard Subdivision as per the general ledger as indicated in the table below:

Actual expenditure

Description	Summary Standard Subdivision by Accounting Officer: Finance	Standard subdivision of O/M/A as per general ledger	Difference
	N\$	N\$	N\$
04 Development Capital Expenditure:			
115 Feasibility Studies, Design & Supervision	374 410 721.41	374 343 082.20	67 639.21
117 Construction, Renovation and Improvement	3 641 540 597.80	3 641 608 237.01	(67 639.21)

It is recommended that the Accounting Officer: Finance should ensure that regular reconciliations are performed to avoid differences.

Management comment

The Accounting Officer: Finance indicated that the difference between comprises of expenditure initially accounted for under subdivision 117 but it reflects under 115. The Ministry asked the system provider to provide the audit trail.

1.2.5 Differences between tax revenue collections

The following differences were found between tax revenue collections in the revenue ledger and the Inland Revenue tax collections documentation:

Description	Tax revenue collection from Inland Revenue Department	Tax revenue as per the revenue ledger	Difference
	N\$	N\$	N\$
TAX REVENUE			
Taxes on income and profits			
601. Income tax on individuals	13 767 999 898.97	13 767 653 562.20	346 336.77
Total	13 767 999 898.97	13 767 653 562.20	346 336.77

It is recommended that the Accounting Officer: Finance should provide an explanation for the difference.

Management comment

The Accounting Officer: Finance indicated that the difference between tax revenue from Inland Revenue Department and the general ledger is as a result of tax reversal on Government PAYE 5 for income tax on individuals after the reconciliations.

1.2.6 Revenue outstanding: Tax revenue

The following differences for the outstanding tax revenue were observed during the audit between the statements submitted by the Accounting Officer: Finance and the amounts reflected on the detailed system print-out register.

Revenue head	Amounts as per statement from Accounting Officer: Finance	Amounts as reflected on Detailed system print-out register	Difference
	N\$	N\$	N\$
Withholding on services	26 911 775.00	82 535 391.00	(55 623 616.00)
Non- Resident Shareholders'	54 140 968.00	136 676 359.00	(82 535 391.00)
Tax on Royalty	11 499 265.00	148 175 624.00	(136 676 359.00)
Transfer duties	7 495 954.00	-	7 495 954.00
Stamp duties	58 522 756.00	-	58 522 756.00

It is recommended that the Accounting Officer: Finance should conduct regular reconciliations to avoid differences between accounts and statements reported by the Accounting Officer.

- a) The audit found in comparison to the 2019/2020 financial year and the 2020/2021 financial year, there was an increase in outstanding tax revenue as indicated below:

Comparison of revenue outstanding			
Revenue head	Tax 2019/2020	Tax 2020/2021	Difference
	N\$	N\$	N\$
Income Tax	3 167 898 510.85	4 684 412 770.00	(1 516 514 259.15)
Employees Tax	561 994 941.16	1 574 365 624.00	(1 012 370 682.84)
Value Added Tax	2 229 236 094.46	3 149 367 234.00	(920 131 139.54)
Import VAT	738 114 965.96	1 102 114 035.00	(363 999 069.04)
Withholding Tax on Interest	1 685 903.40	20 469 611.00	(18 783 707.60)
Withholding Tax on Services	2 997 573.79	36 553 627.00	(33 556 053.21)
Non Residential Shareholders Tax	1 338 347.14	67 643 579.00	(66 305 231.86)
Tax on royalties	593 743.49	72 394 571.00	(71 800 827.51)
Total	(6 703 860 080.25)	(10 707 321 051.00)	(4 003 460 970.75)

It is recommended that the Accounting Officer: Finance should ensure that debt is recovered.

Management comment

The Accounting Officer: Finance indicated that the Ministry has implemented reforms such as operationalisation of NAMRA to improve Tax collections of central government.

1.2.8 Loans granted to Government Organisations, Public Enterprises and Non-Profit Organisations: Interest

A nil statement was submitted by the Accounting Officer: Finance, however the below indicates that the following organisations for which loans were granted, closed off with balances for the 2019/2020 financial year:

Name of institution	Purpose of loan	Term Year	Interest rate %	Balances as at 31/03/2020 N\$
WHK International School		10	-	16 707 542.47
Meatco	Meat factory	18	9	(5 581.37)

It is recommended that the Accounting Officer: Finance should ensure that correct statements are submitted for audit purposes.

Management comment

The Accounting Officer: Finance indicated that the credit balances represent money owed to Meatco and the Ministry is waiting for the invoice for a refund. The nil return denotes that no repayment was received during the financial year.

1.3 KEY AUDIT MATTERS

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. No key audit matter is reported for the year under review.

2. SECTION B: COMPLIANCE AUDIT AND AUDIT OF PERFORMANCE INFORMATION

2.1 COMPLIANCE TO LAWS AND REGULATIONS

SUBJECT MATTER: FINANCIAL PERFORMANCE AND THE USE OF APPROPRIATED FUNDS

I have audited the financial performance and the use of appropriated funds of the Government of Namibia for the financial year ended 31 March 2021.

2.2 DESCRIPTION OF THE SUBJECT MATTER INFORMATION AND AUDIT SCOPE

The audit aimed to determine whether the Government of Namibia used the appropriated funds in compliance with the Appropriation Act, 2020 (Act 4 of 2020), Appropriation Amendment Act, 2020 (Act 8 of 2020), State Finance Act, 1991 (Act 31 of 1991), Public Procurement Act, 2015 (Act 15 of 2015), Treasury Instructions and the Public Procurement Regulations during the financial year ended 31 March 2021.

2.3 AUDIT OBJECTIVE

The objective of this compliance audit is to verify and assess whether Government of Namibia has complied with all laws and regulations that have an impact on the financial statements in accordance with the ISSAIs. This audit is an attestation engagement where the Government of Namibia presented the subject matter information on which the auditor then gathered sufficient and appropriate audit evidence to provide reasonable assurance in forming an opinion. In forming an opinion, the findings and recommendations are taken into consideration. In addition, the objective of this audit is to verify and assess whether public funds have been used appropriately and lawfully, and to report issues of non-compliance so that corrective action is taken and compliance to laws and regulations is strengthened.

2.4 AUDIT CRITERIA

The audit criteria of this compliance audit are derived from the following laws and regulations stated below:

- Appropriation Act, 2020 (Act 4 of 2020);
- Appropriation Amendment Act, 2020 (Act 8 of 2020);
- State Finance Act, 1991 (Act 31 of 1991);
- Public Procurement Act, 2015 (Act 15 of 2015);
- Treasury Instructions; and
- Public Procurement Regulations.

2.5 SUMMARY OF METHODS APPLIED

I have audited the financial statements for the financial year ended 31 March 2021 submitted by the Accounting Officer: Finance in order to determine whether this information complied with laws and regulations that govern them.

2.6 BASIS FOR QUALIFICATION

2.6.1 Unauthorised expenditure

The State Finance Act, 1991 Section 6(a) (i) to (iii) stipulates that no expenditure shall be incurred during a financial year on services of the State which results in the total amount mentioned in an estimate of expenditure in respect of a vote and a main division of a vote or a subdivision of a main division being exceeded. Section 1 of the Act defines such excess as unauthorized expenditure.

Furthermore, Section 27(6)(a) of the Act stipulates in explicit terms that: *"The Auditor-General shall in a report to the National Assembly draw attention to every unauthorized expenditure incurred"*.

In accordance with the above-mentioned requirement, attention is drawn to the unauthorized expenditure incurred by various Offices/ Ministries/Agencies during the financial year under review. The total expenditure of seven (7) Votes exceeded the approved budget. The total excess expenditure on these votes amounted to N\$ 1 101 536 890.96 (4.35%) which compares with the excess expenditure totalling N\$ 443 840 307.64 in respect of four (4) Votes in the previous financial year. The unauthorized expenditure increased by N\$ 657 696 583.32 (59.71%) compared to the previous year.

The following Offices/Ministries/Agencies (O/M/A's) overspent their revised budgets during the financial year under review:

O/M/A	Authorized expenditure	Actual expenditure	Variance	
	N\$	N\$	N\$	%
President	490 529 000.00	491 534 388.71	(1 005 388.71)	(0.20)
International Relations and Cooperation	971 681 000.00	988 383 587.01	(16 702 587.01)	(1.72)
Education, Arts and Culture	14 512 175 000.00	15 135 488 268.64	(623 313 268.64)	(4.30)
Health and Social Services	8 051 876 000.00	8 418 422 308.38	(366 546 308.38)	(4.55)
Mines and Energy	206 433 000.00	206 438 318.72	(5 318.72)	(0.00)
Sport, Youth and National Service	266 378 000.00	268 353 018.65	(1 975 018.65)	(0.74)
Public Enterprises	808 888 000.00	900 877 000.85	(91 989 000.85)	(11.37)
Total	25 307 960 000.00	26 409 496 890.96	(1 101 536 890.96)	(4.35)

It is recommended that an up to date kept commitment register can assist Accounting Officers to a large extent to eliminate excesses by requesting approvals for virements timeously. Properly trained Accountants and improved communication between the Ministries/Offices/Agencies and the Ministry of Finance will also contribute largely to improve the situation. The Accounting Officer: Finance should also ensure that section 6(a)(i-iii) of the State Finance Act, 1991 is adhered to.

Management comment

The Accounting Officer: Finance indicated that the Ministry took note of the finding. The Ministry will implement the recommendation by actively monitoring the expenditure and engage the affected O/M/As.

2.6.2 Underexpenditure

Treasury Instruction DC 0202 states that “when drawing up draft estimates Accounting Officers and their Financial Advisors shall take note of and guard against that more funds than can reasonably be spent shall not be requested.”

The underexpenditure on the following ten (10) Offices/Ministries/Agencies amounted to N\$ 399 950 713.18 (3.59%) of the total budget compared with an under-expenditure of N\$ 697 889 315.38 (5.88%) in the previous year. The underexpenditure decreased with N\$ 297 938 602.20 (42.69%) for the year under review:

OMA	Authorized expenditure	Actual expenditure	Variance	
	N\$	N\$	N\$	%
Home Affairs & Immigration	507 102 000.00	494 427 427.18	12 674 572.82	2.50
Finance	5 979 923 000.00	5 859 208 266.42	120 714 733.58	2.02
Labour , Industrial Relations and Employment Creation	167 175 339.00	155 742 197.88	11 433 141.12	6.84
Justice	478 746 000.00	469 084 149.16	9 661 850.84	2.02
Urban and Rural Development	1 645 963 000.00	1 501 304 810.20	144 658 189.80	8.79
Environment & Tourism	567 177 000.00	537 748 728.42	29 428 271.58	5.19
Industrialization, Trade and SME Development	175 486 000.00	168 664 175.23	6 821 824.77	3.89
Fisheries and Marine Resources	208 383 000.00	191 681 609.67	16 701 390.33	8.01
Anti-Corruption Commission	61 612 000.00	58 564 273.72	3 047 726.28	4.95
Agriculture and Land Reform	1 337 414 000.00	1 292 604 987.94	44 809 012.06	3.35
TOTAL	11 128 981 339.00	10 729 030 625.82	399 950 713.18	3.59

It is recommended that Offices/Ministries/Agencies that underspend their budget should indicate if all objectives were fulfilled or not. It is further recommended that the Accounting Officers should ensure that Treasury Instruction DC 0202 is adhered to at all times.

2.7 QUALIFIED AUDIT OPINION ON THE SUBJECT MATTER

In my opinion, except for the effects of the matters described in the Basis for Qualified Audit Opinion paragraph, the Government of Namibia’s financial performance and the use of appropriated funds is in compliance, in all material respects, with the State Finance Act, 1991(Act 31 of 1991), Public Procurement Act, 2015 (Act 15 of 2015), Treasury Instructions, Appropriation Act, 2020 (Act 4 of 2020), Appropriation Amendment Act, 2020 (Act 8 of 2020) and Public Procurement Regulations.

3. AUDIT OF PERFORMANCE INFORMATION

I have audited the performance information of the Debt Management Division, Inland Revenue Department and the Customs and Excise Directorate of the Ministry of Finance for the financial year ended 31 March 2021.

3.1 DESCRIPTION OF THE SUBJECT MATTER INFORMATION AND AUDIT SCOPE

A Performance Management System (PMS) is defined as a systematic process for achievement and improvement in obtaining results from an organization and its staff members by managing performance within an agreed framework consisting of objectives, outputs, key performance indicators (KPIs) and timeliness.

The primary function of the PMS is to enable Offices, Ministries and Agencies (OMAs) to achieve success in National Development Plans (NDP) and provide improvements in service delivery to the general public.

The scoping of the key performance indicators was performed, by looking at the high-level statements, which are indicated in the Mandate of the Ministry of Finance and the 2017-2022 Strategic Plan. Key performance indicators were selected based on what would be significant to the intended users and their usefulness in assessing the entity's achievements in terms of its service performance objectives

3.2 AUDIT OBJECTIVE

The objective of the Key Performance Indicator (KPI) audit is to provide assurance on whether the reported performance information measured against key performance indicators is useful, reliable and evidence-based. Key performance indicators also provide the basis for the (OMAs) to inform the Parliament, the public and other stakeholders on its strategic priorities, programmes, and projects.

The objective of this audit is also to provide reasonable assurance to Parliament, members of the general public and other relevant stakeholder whether the reported actual performance has actually occurred and is based on the selected criteria.

3.3 AUDIT CRITERIA

In this audit, the performance information against the following selected criteria was tested:

- Compliance with legislative requirements
- Usefulness
- Reliability
- Timeliness
- Existence
- Presentation
- Measurability
- Relevance
- Consistency
- Validity
- Accuracy
- Completeness

3.4 SUMMARY OF METHODS APPLIED

I have reviewed the Strategic Plan, Annual Plan and Annual Performance Report to confirm whether the Strategic Plan objectives, targets and KPIs have been correctly cascaded to the Annual Plan and the selected key performance indicators (KPIs) for the year under review are reported in the Directorates quarterly reports and Annual Performance Report.

Furthermore, I have reviewed documents to obtain information that pertains to the selected key performance indicators.

3.5 SELECTED KEY PERFORMANCE INDICATORS

The following KPIs were selected from the different Directorates as follows:

3.5.1 INLAND REVENUE DEPARTMENT

The following Key Performance Indicators were selected from the 2020/2021 annual plan for the audit of performance information of the Department of Inland Revenue:

Strategic objective	Key Performance Indicators
To maximise revenue resources	1. Amount of tax revenue collected 2. Amount of tax debt collected

3.5.2 DEBT MANAGEMENT DIVISION

The following Key Performance Indicator (KPI) were selected from the 2020/2021 Annual plan for the audit of performance information for the Debt Management Directorate:

Strategic Objective	Key Performance Indicators
Promote Macro-economic stability	1. Percentage of deficit funded through domestic borrowing 2. Percentage of guarantee level of as a ratio of GDP

3.5.3 CUSTOMS AND EXCISE DIRECTORATE

The following key performance indicators were selected from the 2020/2021 annual plan for the audit of the performance information of Directorate of Customs and Excise:

Strategic Objective	Key Performance Indicators
To maximize revenue resources	1. Amount of SACU Revenue transfers 2. Amount of Customs Revenue pool receipts

3.6 KEY AUDIT FINDINGS

3.6.1 INLAND REVENUE DEPARTMENT

OBSERVATION/FINDING	RECOMMENDATION/AUDIT COMMENT
<p>1. Timeline for submitting Annual Performance Appraisal Report</p> <p><i>"The timeline for submitting Annual Performance Appraisal Report (APAR) to Office of the Prime Minister (OPM) is 30 April each year".</i> However, the APAR for the Commissioner of Inland Revenue was signed on 17 August 2021 and no explanation provided for APAR being three (3) months behind the timeline.</p>	<p>It is recommended that the Accounting Officer: Finance should ensure that the Annual Performance Appraisal Report to OPM is submitted on time.</p> <p>Management comment</p> <p>The Accounting Officer: Finance indicated that the delay was caused by the prolonged sick leave of the Commissioner and also coupled with Namibia Revenue Agency (NAMRA) administrative transitional challenges.</p>

<p>2. Differences in actual tax revenue collection reported</p> <p>The Commissioner's APAR indicates actual revenue collected as N\$ 30 979 205 566.00 during the 2020/2021 financial year. However, the general ledger and the annual Revenue statement submitted to the Office of the Auditor-General shows that the actual tax revenue collected during the 2020/2021 financial year amounts to N\$ 32 046 593 724.61 resulting in a difference of N\$ 1 067 388 158.61.</p> <p>It was again observed that the amount of tax revenue collected of N\$ 32 297 845 153.00 as per the Annual Performance Report Review(OPM Assessed) is not the same as the tax revenue collected N\$ 32 046 593 724.61 resulting in a difference of N\$ 251 251 428.39.</p>	<p>It is recommended that Accounting Officer should explain the difference in actual tax revenue collection reported during the 2020/2021 financial year and provide the Office with the correct figures.</p> <p>Management comment</p> <p>The Accounting Officer: Finance indicated that the difference was caused by the fall that the APAR was submitted while the reconciliation of the General Ledger was on going.</p>
<p>3. Target on the amount of tax revenue collected vs Actual amount of tax revenue collected</p> <p>The department of Inland Revenue targeted to collect tax revenue amounting to N\$ 25 668 556 456.74 as per the Annual Plan for the year under review and has collected actual tax revenue of N\$ 32 297 845 153.00 but there are some differences noted in the actual amount making it difficult to ascertain the correctness of this amount.</p>	<p>Management comment</p> <p>The Accounting Officer: Finance indicated that the difference was as a result of an adjustment during the mid-term budget review.</p>
<p>4. Target on the amount of tax debt collected vs Actual amount of tax debt collected</p> <p>The department of Inland Revenue targeted to collect tax debt amounting to N\$ 500 000 000.00 and the actual tax debt of N\$ 1 069 843 326.75 was collected.</p>	<p>Satisfactory</p>

3.6.2 DEBT MANAGEMENT DIVISION

OBSERVATION/FINDING	AUDIT COMMENT
<p>Target on the percentage of deficit funded through domestic borrowings vs actual on the percentage of deficit funded through domestic borrowings</p> <p>The division of Debt management targeted a percentage of deficit funded through domestic borrowing at 70% and 5.8% for the percentage of guarantee level as a ratio to GDP and their targets were met as targeted.</p> <ul style="list-style-type: none"> Actual percentage of deficit funded through domestic borrowing is 72% more than what was targeted for. Actual percentage of guarantee level as a ratio to GDP is 5.7% less than what was targeted for. 	<p>Satisfactory</p>

3.6.3 CUSTOMS AND EXCISE DIRECTORATE

OBSERVATION/FINDING	AUDIT COMMENT
1. Target on the amount of Customs Revenue pool receipts versus Actual on the amount of Customs Revenue pool receipts The directorate of Customs and Excise targeted an amount of Customs Revenue pool receipts of N\$ 20 181 000 000 as per the Revised Annual plan for the year under review and the actual amount that was received from Customs Revenue pool receipts amounted to N\$ 22 251 886 451.00.	Satisfactory

3.7 CONCLUSION ON THE SUBJECT MATTER

The actual performance information on one of the selected key performance indicators of Inland Revenue Department and the Customs and Excise directorate was found not to be satisfactory. Debt management division has been ascertained as stated above, and the results of the KPI audit was found to be satisfactory.

4. RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Section 12 and 13 of the State Finance Act, 1991, (Act 31 of 1991) and legislation, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible of overseeing the entity's financial reporting process.

The management is also responsible for ensuring adherence to the State Finance Act, 1991 (Act 31 of 1991), Appropriation Act, 2020 (Act 4 of 2020), Appropriation Amendment Act, 2020 (Act 8 of 2020), Public Procurement Act, 2015 (Act 15 of 2015), Treasury Instructions and the Public Procurement Regulations and to ensure that effective and efficient internal controls are implemented to enable compliance to the law that governs the performance information.

5. AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE FINANCIAL STATEMENTS

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs), will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

My powers and duties towards auditing and reporting on the financial statements and compliance to the subject

matter are outlined under Section 25 (1) (c), Section 26 (1) and Section 27 (3) of the State Finance Act, 1991 (Act 31 of 1991).

As part of an audit in accordance with the International Standards for Supreme Audit Institutions, I exercise professional scepticism throughout the audit, I also;

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.
- I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.
- From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my report unless law or regulation precludes public disclosure about the matter or, when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.
- It is also my responsibility to express an opinion on whether the financial performance and the use of appropriated funds is, in all material respect is in compliance with the Appropriation Act, 2020 (Act 4 of 2020), Appropriation Amendment Act, 2020 (Act 8 of 2020), State Finance Act, 1991 (Act 31 of 1991), Public Procurement Act, 2015 (Act 15 of 2015), Treasury Instructions and Public Procurement Regulations. I have conducted the audit in accordance with International Standards for Supreme Audit Institutions (ISSAIs). Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the audited entity is in compliance with the authorities that govern the audited entity in the execution of its roles and responsibilities.

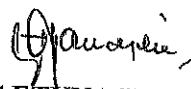
6. GENERAL INFORMATION

The financial statements, notes to the financial statements and general information provided by the Accounting Officer: Finance are attached as Annexure A.

7. ACKNOWLEDGEMENT

The co-operation and assistance by the management and staff of the Ministry of Finance during the audit is appreciated.

WINDHOEK, JULY 2022


JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

ANNEXURE A

1. AUDITED FINANCIAL STATEMENTS

1.1. STATEMENT OF BALANCE

1.1.1. Summary of the General Ledger

The balances as at 31 March 2021 of the State Revenue Fund and the various other accounts in the main ledger of the State Account maintained by the Ministry of Finance are summarized in the statement of cash assets and liabilities below: Credit balances are shown in brackets:

Description	31 March 2021 N\$	31 March 2020 N\$
FUNDS AND ACCOUNTS:		
State Revenue Fund	(2 506 057 558.09)	(188 345 695.30)
Trade Account Balance	136 686 320.53	125 369 338.33
TOTAL	(2 369 371 237.56)	(62 976 356.97)
REPRESENTED BY:		
ASSETS		
CASH BALANCES AT:		
Bank of Namibia	2 607 611 445.46	(307 209 048.02)
Other Banks	(770 744 899.97)	(611 930 022.02)
Investments	1 650 000 000.00	1 650 000 000.00
Standing Advances and Imprest account	512 498.45	512 498.45
Receivables	21 896 452.02	19 809 314.71
General Debits	(7 024.50)	(4 549.13)
TOTAL	3 509 268 471.46	751 178 193.99
LIABILITIES		
Deposits held by Ministries	(31 582 273.25)	(31 552 802.58)
Sundry Creditors	(940 087 669.35)	(463 921 622.28)
General Credits	(168 227 291.30)	(158 776 012.96)
TOTAL	(1 139 897 233.90)	(654 250 437.82)
ASSETS LESS LIABILITIES	2 369 371 237.56	96 927 756.17

1.1.2 Bank accounts

The Ministry of Finance administers the main Government bank account; the State Account is maintained in terms of Section 2(1) of the State Finance Act, 1991 (Act 31 of 1991). Additionally, the Ministry of Finance administers three (3) bank accounts into which most of the State moneys received referred to in Section 2(1) (a) of the Act are deposited for control purposes and for daily transfers to the State Account. The balances of the accounts according to the main ledger were as follows:

Name of the account	Balance as at 31 March 2021
	N\$
State accounts	(1 453 900 586.60)
Sub-total	(1 453 900 586.60)
Customs and Excise Revenue Deposit accounts	262.34
Special Account	1 240 477 423.81
Inland Revenue – 165001	(526 781.35)
Inland Revenue – 165011	(15 274 263.51)
Total	(229 223 945.31)

1.2 STATE REVENUE FUND

1.2.1 Introduction

The State Revenue Fund has been established in accordance with Article 125(1) of the Namibian Constitution.

1.2.2 Statement of account

The following summary includes the statement which the Accounting Officer: Finance prepared in compliance with Section 12(1) (a) of the State Finance Act, 1991 (Act 31 of 1991) setting out the total revenue to the benefit of and the expenditure as a charge to the State Revenue Fund during the 2020/2021 financial year:

	N\$	N\$	N\$
Balance on 1 April 2020			(222 297 094.50)
REVENUE			
Tax Revenue		(54 298 480 175.61)	
Non-Tax Revenue		(3 261 760 854.53)	
Return of Capital from Lending and Equity Participation		(12 164 084.29)	
External Grants		(265 878 504.81)	
Borrowings:			
Domestic		(50 943 983 281.13)	
Foreign		(6 072 560 650.00)	
Total revenue		(114 854 827 550.37)	
EXPENDITURE			
Operational	58 016 433 175.61		
Development	6 081 065 429.49		
Total expenditure	64 097 498 605.10		
Standing appropriations	48 490 860 943.42		
Total Expenditure/Total Debits		112 588 359 548.52	
LOSS FOR THE YEAR			(2 266 468 001.85)
Balance as at 31 March 2021			(2 488 765 096.35)
Balance as at 31 March 2021 as per the GL			(2 506 057 558.09)
Difference (See note)*			17 292 461.74
Journals passed against the State Revenue Fund			
		DR Journals	-
		CR Journals	(17 275 299.74)
Journal difference			17 162.00

Note: The journal difference amounting to N\$ 17 162.00 is as a result of revenue journals wrongly posted to the default sales account (62.99.99.000000.397) by Vote 30 – Anti Corruption Commission.

1.3. Expenditure

1.3.1 Summary: Appropriation accounts

The appropriated amounts and the expenditure on the thirty-three (33) vote accounts published individually are summarized below:

Vote	Act 4 of 2020	Additional budget	Suspensions	Net total authorized expenditure	Actual expenditure 2020/2021	Variance	
						N\$	%
1. President	N\$ 493 529 000.00	-	N\$ (3 000 000.00)	N\$ 490 529 000.00	N\$ 491 534 388.71	(1 005 388.71)	(0.20)
2. Prime Minister	421 444 000.00	-	(12 500 000.00)	408 944 000.00	401 239 349.17	7 704 650.83	1.88
3. National Assembly	131 124 000.00	-	(3 040 000.00)	128 084 000.00	126 261 983.55	1 822 016.45	1.42
4. Auditor-General	109 267 000.00	-	(2 100 000.00)	107 167 000.00	105 410 165.38	1 756 834.62	1.64
5. Home Affairs and Immigration	516 896 000.00	-	(9 794 000.00)	507 102 000.00	494 427 427.18	12 674 572.82	2.50
6. Safety and Security	5 434 909 000.00	13 793 504.00	(5 000 000.00)	5 441 759 000.00	5 440 244 872.52	1 514 127.48	0.03
7. International Relations and Cooperation	1 010 616 000.00	-	(38 935 000.00)	971 681 000.00	988 383 587.01	(16 702 587.01)	(1.72)
8. Defence	6 229 103 000.00	-	(5 000 000.00)	6 224 103 000.00	6 100 763 768.98	123 339 231.02	1.98
9. Finance	6 219 504 000.00	-	(239 581 000.00)	5 979 923 000.00	5 859 208 266.42	120 714 733.58	2.02
10. Education, Arts and Culture	14 185 747 000.00	326 428 000.00	-	14 512 175 000.00	15 135 488 268.64	(623 313 268.64)	(4.30)
11. National Council	101 263 000.00	-	(11 896 000.00)	89 367 000.00	87 586 084.56	1 780 915.44	1.99
13. Health and Social Services	7 951 310 000.00	147 566 000.00	(47 000 000.00)	8 051 876 000.00	8 418 422 308.38	(366 546 308.38)	(4.55)

Vote	Act 4 of 2020	Additional budget	Suspensions	Net total authorized expenditure	Actual expenditure 2019/2020	Variance
	N\$	N\$	N\$	N\$	N\$	%
14. Labour , Industrial Relations and Employment Creation	187 944 000.00	-	(20 768 661.00)	167 175 339.00	155 742 197.88	11 433 141.12
15. Mines and Energy	233 550 000.00	-	(27 117 000.00)	206 433 000.00	206 438 318.72	(5 318.72)
16. Justice	480 746 000.00	-	(2 000 000.00)	478 746 000.00	469 084 149.16	9 661 850.84
17. Urban and Rural Development	1 713 161 000.00	-	(67 198 000.00)	1 645 963 000.00	1 501 304 810.20	144 658 189.80
18. Environment and Tourism	584 513 000.00	-	(17 336 000.00)	567 177 000.00	537 748 728.42	29 428 271.58
19. Industrialization, Trade and SME Development	174 781 000.00	10 705 000.00	(10 000 000.00)	175 486 000.00	168 664 175.23	6 821 824.77
21. Judiciary	375 652 000.00	-	(4 500 000.00)	371 152 000.00	369 146 726.98	2 005 273.02
22. Fisheries and Marine Resources	236 906 000.00	-	(28 523 000.00)	208 383 000.00	191 681 609.67	16 701 390.33
23. Works	591 905 000.00	-	(40 167 000.00)	551 738 000.00	541 084 490.13	10 653 509.87
24. Transport	2 403 674 000.00	-	(84 880 000.00)	2 318 794 000.00	2 285 494 050.21	33 299 949.79
26. National Planning Commission	283 872 000.00	-	(24 178 000.00)	259 694 000.00	255 258 047.14	4 435 952.86
27. Sport, Youth and National Service	306 860 000.00	-	(40 482 000.00)	266 378 000.00	268 353 018.65	(1 975 018.65)
28. Electoral Commission of Namibia	282 182 000.00	50 500 000.00	(500 000.00)	332 182 000.00	331 651 468.82	530 531.18
29. Information and Communication Technology	526 308 000.00	-	(15 476 000.00)	510 832 000.00	508 969 919.57	1 862 080.43
						0.36

Vote	Act 4 of 2020	Additional budget/Virement	Suspensions	Net total authorized expenditure	Actual expenditure 2019/2020	Variance	
						N\$	%
30. Anti-Corruption Commission	N\$ 61 612 000.00	N\$ -	N\$ -	N\$ 61 612 000.00	N\$ 58 564 273.72	3 047 726.28	4.95
31. Veterans Affairs	847 654 000.00	22 298 000.00	-	869 952 000.00	869 572 110.38	379 889.62	0.04
32. Higher Education, Training and Innovation	3 301 674 000.00	-	(75 046 000.00)	3 226 628 000.00	3 222 069 620.14	4 558 379.86	0.14
34. Public Enterprises	1 409 496 000.00	384 000 000.00	(984 608 000.00)	808 888 000.00	900 877 000.85	(91 989 000.85)	(11.37)
36. Gender Equality, Poverty Eradication and Social Welfare	5 255 124 000.00	157 713 000.00	-	5 412 837 000.00	5 360 972 321.80	51 864 678.20	0.96
37. Agriculture and Land Reform	1 337 414 000.00	-	-	1 337 414 000.00	1 292 604 987.94	44 809 012.06	3.35
38. Water	929 177 000.00	40 000 000.00	-	969 177 000.00	953 246 108.99	15 930 891.01	1.64
TOTAL	64 328 917 000.00	1 153 003 564.00	(1 820 625 661.00)	63 661 294 843.00	64 097 498 605.10	(436 203 762.10)	(0.69)

1.3.2 Summary of standard subdivisions

The statement below shows the amounts appropriated for the standard items of expenditure as reduced by the treasury and the amounts actually spend in rendering the services for which funds were appropriated in the Appropriation Act for 2020/2021 financial year. Comparative Actual expenditure figures for the previous financial year are also shown:

Subdivision	Authorized expenditure	Actual expenditure 2020/2021	Variations Under/(Excess)	Actual expenditure 2019/2020
	N\$	N\$	N\$	N\$
Operational: Current expenditure: Personnel (paragraph 1.4.3)				
001. Remuneration	24 822 943 447.61	25 624 456 278.97	(801 473 533.06)	25 175 945 024.90
002. Employers Contribution to The G.I.P.F and M.P.O.O.B.P.F	2 907 657 893.00	2 960 970 250.80	(52 318 182.01)	2 938 246 206.72
003. Other services	835 908 734.00	911 925 057.29	(80 916 843.51)	1 374 787 573.93
004. Improvement	-	-	-	6 801.63
005. Employers contribution to the social security	96 088 946.00	94 382 495.75	1 643 250.25	95 047 409.84
Total	28 662 599 020.61	29 591 734 082.81	(933 065 308.33)	29 584 033 017.02
Current expenditure: Goods and other services				
021. Travel and subsistence	172 984 274.00	156 945 379.29	14 973 912.88	318 117 400.33
022. Materials and supplies	1 973 434 878.00	1 933 513 778.96	50 301 838.85	1 665 970 018.64
023. Transport	676 572 673.00	661 231 514.35	17 181 760.19	626 893 514.27
024. Utilities	1 352 930 451.22	1 312 987 803.65	40 095 143.50	1 371 780 107.28
025. Maintenance	471 128 874.68	430 312 335.36	36 935 237.58	430 958 759.10
026. Property	287 956 007.29	283 511 139.99	4 445 349.90	301 285 987.14
027. Other services and expenses	3 864 942 985.20	3 838 539 861.15	26 793 770.70	1 454 356 563.06
028. Training course, symposiums and workshops	-	84 150.00	152 988.84	44 366 095.68
029. Printing and advertisements	150 070.00	99 460.54	602 268.61	176 835 142.30
031. Entertainment politicians	-	-	-	1 625 904.36
033. Office refreshment	20 000.00	16 921.81	3 078.19	3 832 644.55
034. Official entertainment/corporate gifts	-	-	-	1 591 089.18
036. Property rental and related charges	-	-	-	10 548 973.11
038. Consultancy fees	-	-	-	33 389 419.28
040. Security contracts	-	-	-	171 668 457.61
Total	8 800 120 213.39	8 617 242 345.10	191 506 262.84	6 613 220 075.89

Subdivision	Authorized expenditure	Actual expenditure 2020/2021	Variations Under/(Excess)	Actual expenditure 2019/2020
Current expenditure: Membership fees and subscriptions	N\$	N\$	N\$	N\$
041. International	155 020 848.00	156 071 603.40	(427 520.46)	138 774 224.31
042. Domestic	1 470 518.00	1 362 783.08	107 734.92	1 005 760.37
Total	156 491 366.00	157 434 386.48	(319 785.54)	139 779 984.68
Current expenditure: Subsidies, grants and other transfers				
043. Government organizations	10 028 591 766.00	9 965 843 297.48	62 748 468.54	18 544 018.60
044. Individual and non-profit organizations	7 638 858 281.00	7 623 982 646.44	7 893 384.56	6 938 976.39
045. Public departmental enterprises and private industries	1 235 860 555.00	1 326 320 668.57	(90 460 113.57)	-
046. Subsidies to sub national bodies	-	-	-	3 114 508 030.08
047. Subsidies to other extra budgetary bodies	-	-	-	5 274 211 767.02
048. Social grant	-	-	-	4 488 194 290.61
049. Support for non-profit organizations	-	-	-	2 172 259 399.97
051. Subsidies Public and departmental enterprises and private industries	-	-	-	48 636 419.24
053. Subsidies for state owned enterprises	-	-	-	1 424 158 798.39
Total	18 903 310 602.00	18 916 146 612.49	(17 684 797.40)	16 547 451 700.30
	56 522 521 202.00	57 282 557 426.88	(59 563 628.43)	52 884 484 777.89
Total Current Expenditure				
Capital expenditure: Acquisition of assets				
101. Furniture	49 965 663.00	44 838 039.08	5 419 854.79	12 747 060.61
102. Vehicles	33 775 600.00	23 822 822.36	9 952 777.64	6 402 111.76
103. Operational Equipment	693 653 788.00	662 793 040.55	30 860 747.45	645 279 477.50
106. Purchase of land and assets	430 000.00	413 381.34	16 618.66	-
Total	777 825 051.00	731 867 283.33	46 249 998.54	664 428 649.87
Capital transfers				
124. Abroad	2 008 500.00	2 008 465.40	34.60	2 046 933.02
128. Support for non-profit organizations - Operational	-	-	-	832 910.93
Total	2 008 500.00	2 008 465.40	34.60	2 879 843.95
	779 833 551.00	733 875 748.73	46 250 033.14	667 308 493.82
Total Capital Expenditure	57 302 354 753.00	58 016 433 175.61	713 313 595.29	53 551 793 271.71
Total Operational expenditure				

Subdivision		Authorized expenditure	Actual expenditure	Variations	Actual expenditure
		N\$	2020/2021	Under/(Excess)	2019/2020
Development		N\$	N\$	N\$	N\$
022.	Materials and supplies	-	-	-	343 980 787.88
027.	Other services and expenses	-	-	-	83 317 245.04
028.	Training course, symposiums and workshops	-	-	-	865 830.56
029.	Printing and advertisements	-	-	-	-
032.	Materials and suppliers	357 921 009.00	347 657 682.40	10 263 326.60	-
035.	Maintenance expenses	-	-	-	-
037.	Other services and expenses	84 827 864.00	76 278 222.59	8 549 641.41	4 385 697.01
Total		442 748 873.00	423 935 904.99	18 812 968.01	432 549 560.49
Capital expenditure: Acquisition of assets					
101.	Furniture	-	-	-	27 546 178.44
103.	Equipment	-	562 000.00	562 000.00	226 191 512.48
104.	Buildings	-	-	-	274 381.70
105.	Feasibility Studies	-	-	209 213.58	420 109 340.73
107.	Construction	662 930.00	74 052.90	8 087 617.26	4 048 192 701.97
111.	Furniture and Office equipment	30 561 000.00	23 581 804.48	6 979 195.52	-
112.	Vehicles	90 119.00	90 118.87	0.13	-
113.	Operational equipment, machinery and plants	210 959 423.00	187 711 070.63	23 248 352.37	-
114.	Purchase of building	3 096 000.00	-	3 096 000.00	-
115.	Feasibility studies, design and supervision	402 031 157.96	374 410 721.41	27 620 436.55	-
116.	Purchase of land and intangible	19 276 900.00	19 276 140.00	760.00	-
117.	Construction, renovation and improvement	3 823 766 292.04	3 641 540 597.80	182 223 664.95	13 743 618.31
Total		4 490 443 822.00	4 247 246 506.09	251 465 240.36	4 736 057 733.63
Capital transfers					
121.	Government organizations	-	-	-	601 136 944.08
123.	Public departmental enterprises and private industries	-	-	-	193 794 215.00
124.	Abroad	-	-	-	113 426 414.09
129.	Capital transfer for state owned enterprises	-	-	-	4 620 707.11

Subdivision	Authorized expenditure N\$	Actual expenditure N\$	Variations Under/(Excess) N\$	Actual expenditure N\$
131. Government organizations	1 258 298 939.00	1 239 174 483.22	19 124 455.78	-
133. Public departmental enterprises and private industries	100 000 000.00	105 539 835.00	(5 539 835.00)	-
134. Government organizations	65 512 952.00	65 168 700.19	344 251.81	-
Total	1 423 811 891.00	1 409 883 018.41	26 328 872.59	912 978 280.28
Total Development expenditure	6 357 004 586.00	6 081 065 429.49	296 607 080.96	6 081 585 574.40
GRAND TOTAL	63 659 359 339.00	64 097 498 605.10	(416 706 514.33)	59 633 378 846.11

1.3.3 Personnel costs

The personnel costs totalled N\$ 29 591 734 082.81 for the year under review. It represents (46%) of the total actual expenditure of N\$ 64 097 498 605.10 (excluding statutory expenditure) charged to the State Revenue Fund in 2020/2021. In the previous financial year, personnel costs totalled N\$ 29 584 033 017.02 (49.61%) and the year before N\$ 29 317 390 219.79 (50.58%).

In addition, the actual personnel costs totalling to N\$ 29 591 734 082.81 in 2020/2021 overspent with an amount of N\$ 933 065 308.33 of the authorized amount of N\$ 28 662 599 020.61 in comparison with an underspending of N\$ 73 492 321.80 (0.2512%) in the previous year.

1.3.4 Standing appropriation

1.3.4.1 Summary

In addition to expenditure incurred in terms of the annual Appropriation Act, expenditure was also charged to the State Revenue Fund in terms of standing appropriations in the legislation. These standing charges to the State Revenue Fund are not subject to further or annual appropriation. The following is a summary of the estimates for 2020/2021 for standing charges and the actual expenditure incurred by the Ministry of Finance in terms of the State Finance Act, 1991 (Act 31 of 1991):

Purpose	Legislation and other authorization of which the expenditure was incurred	Amounts estimated in the latest tabled estimates 2020/2021	Expenditure incurred 2020/2021	Variations under (over) expenditure	Actual expenditure 2019/2020
		N\$	N\$	N\$	N\$
Domestic Interest Payments	State Finance Act (Act, 31 of 1991)	5 194 590 931.48	5 194 590 931.48	-	4 673 560 051.40
Foreign Interest Payments		2 076 012 653.95	2 076 012 653.95	-	2 202 541 642.75
Guarantee (Maintenance of aircrafts lease by Air Namibia)		33 788 889.13	33 788 889.13	-	-
TOTAL INTEREST PAYMENTS		7 270 603 585.43	7 270 603 585.43	-	6 876 101 694.15
Redemption of Loans: Domestic	Section 29 and 36	38 362 198 887.52	38 362 198 887.52	-	32 599 178 020.51
Redemption of Loans: Foreign		2 190 298 373.86	2 190 298 373.86	-	567 112 184.34
Exchange Rate Gain/Losses		93 286.99	93 286.99	-	260 129 804.94
TOTAL LOAN REPAYMENTS		40 552 590 548.37	40 552 590 548.37	-	33 426 420 009.79
Borrowing Related Charges		20 571 044.80	20 571 044.80	-	10 561 233.56
Oddlot - Switch Auctions		842 755.75	842 755.75	-	896 898.39
Guarantees		646 253 009.07	646 253 009.07	-	823 224 205.21
TOTAL		667 666 809.62	667 666 809.62	-	834 682 337.16
TOTAL EXPENDITURE IN TERMS OF STANDING APPROPRIATIONS		48 490 860 943.42	48 490 860 943.42	-	41 137 204 041.10

1.4 REVENUE

1.4.1 Summary of Revenue

The statement below prepared by the Accounting Officer: Finance in terms of Section 12(1) and 12(2) of the State Finance Act, 1991 (Act 31 of 1991) reflects the revenue received in the State Revenue Fund during the 2020/2021 financial year. It is shown under the various heads of revenue referred to in the revised estimate of revenue presented to Parliament:

Code	Revenue head	Estimate	Revenue received 2020/2021	Less/(More) than estimated	Revenue received 2019/2020
		N\$	N\$	N\$	N\$
30	TAX REVENUE				
0001	Tax on Income and Profits				
	601. Income tax on individuals				
	6010. Normal income tax on individuals	12 510 851 322.11	13 767 653 562.20	(1 256 802 240.09)	14 147 288 785.33
	Total	12 510 851 322.11	13 767 653 562.20	(1 256 802 240.09)	14 147 288 785.33
	602. Company taxes				
	6021. Diamond mining companies	978 509 298.11	1 367 364 207.36	(388 854 909.25)	1 142 638 946.20
	6022. Other mining companies	437 692 227.15	848 700 835.29	(411 008 608.14)	187 357 476.27
	6023. Non-mining companies	4 369 594 361.46	5 342 491 304.03	(972 896 942.57)	5 927 023 971.85
	Total	5 785 795 886.72	7 558 556 346.68	(1 772 760 459.96)	7 257 020 394.32
	603. Other taxes on income and profits				
	6031. Non-resident shareholders tax	203 407 525.53	206 512 095.44	(3 104 569.91)	306 573 778.07
	6032. Tax on royalties	92 650 767.93	102 444 329.45	(9 793 561.52)	103 481 894.11
	Total	296 058 293.46	308 956 424.89	(12 898 131.43)	410 055 672.18
	604. Withholding tax on interests				
	6044. Withholding tax on companies and individuals	317 383 695.57	322 303 839.90	(4 920 144.33)	420 004 588.57
	6045. Withholding tax on unit trusts	125 428 389.23	164 812 111.78	(39 383 722.55)	148 196 864.21
	6046. Withholding tax on services	110 231 004.59	165 685 571.55	(55 454 566.96)	228 877 204.49
	Total	553 043 089.39	652 801 523.23	(99 758 433.84)	797 078 657.27
	TOTAL: Taxes on income and profits	19 145 748 591.68	22 287 967 857.00	(3 142 219 265.32)	22 611 443 509.10
0002	Taxes on Property				
	6040. Transfer duties	140 651 350.34	172 993 887.51	(32 342 537.17)	174 485 914.93
	TOTAL: TAXES ON PROPERTY	140 651 350.34	172 993 887.51	(32 342 537.17)	174 485 914.93
0003	Domestic taxes on goods and services				
	605. Value added tax	9 668 450 375.69	8 325 677 397.34	1 342 772 978.35	11 515 735 330.74
	607. Levy on fuel	650 000 000.00	1 151 955 245.16	(501 955 245.16)	1 106 791 249.22
	608. Liquor licenses	-	10 892 412.34	(10 892 412.34)	11 529 776.21
	611. Prospecting licenses and claims	-	150.00	(150.00)	-
	TOTAL: Domestic Taxes on goods and services	10 318 450 375.69	9 488 525 204.84	829 925 170.85	12 634 056 356.17

Code	Revenue head	Estimate	Revenue received 2020/2021	Less/(More) than estimated	Revenue received 2019/2020
		N\$	N\$	N\$	N\$
0004	Taxes on international trade and transactions				
	6150. Customs Revenue Pool share	20 669 911 325.00	22 251 886 451.00	(1 581 975 126.00)	18 922 264 883.00
	6151. Customs Revenue Formula Adjustments	1 581 975 126.00	-	1 581 975 126.00	-
	TOTAL: Taxes on international trade and transactions	22 251 886 451.00	22 251 886 451.00	-	18 922 264 883.00
0005	Other Taxes				
	617. Stamp duties and fees	104 078 826.54	97 106 775.26	6 972 051.28	108 624 227.29
	TOTAL: Other Taxes	104 078 826.54	97 106 775.26	6 972 051.28	108 624 227.29
	TOTAL TAX REVENUE	51 960 815 595.25	54 298 480 175.61	(2 337 664 580.36)	54 450 874 890.49
31	NON-TAX REVENUE				
0020	Entrepreneurial and Property Income				
	618. Interest receipts for loans extended to:				
	6183. Municipalities and regional authorities	9 420 026.52	1 324 066.37	8 095 960.15	1 475 595.38
	6186. On-lending arrangements	1 583 328.36	3 129 568.97	(1 546 240.61)	3 346 362.77
	620. Dividends and profit share:				
	6201. Afreximbank	756 000 000.07	-	756 000 000.07	-
	6202. Bank of Namibia	-	278 197 799.39	(278 197 799.39)	399 941 313.60
	6203. Namdeb	-	50 000 000.00	(50 000 000.00)	100 000 000.00
	6205. Nampost	-	200 000 000.00	(200 000 000.00)	500 000 000.00
	6207. Nampower	-	-	-	82 644 000.00
	6209. Namibia Re-insurance Corp	-	10 000 000.00	(10 000 000.00)	6 150 000.00
	6213. Namibia Diamond Trading Company	-	100 000 000.00	(100 000 000.00)	50 000 000.00
	6215. Namib Desert Diamonds	-	-	-	80 000 000.00
	6216. Development Bank of Namibia	-	-	-	21 168 310.00
	621. Interest on state account balances with BoN	33 332 347.77	(24 976 080.85)	58 308 428.62	(12 045 457.68)
	TOTAL: Entrepreneurial and Property Income	800 335 702.72	617 675 353.88	182 660 348.84	1 232 680 124.07
0021	Fines and Forfeitures				
	624. Fines and forfeitures	86 170 919.73	98 863 599.49	(12 692 679.76)	99 238 044.98
	TOTAL: Fines and Forfeitures	86 170 919.73	98 863 599.49	(12 692 679.76)	99 238 044.98
	Administrative fees, charges and incidental sales				
	0122. President	50 000.00	350 804.98	(300 804.98)	357 565.60
	0222. Prime Minister	50 000.00	1 169 140.27	(1 119 140.27)	113 547.25
	0322. National Assembly	-	15 899.00	(15 899.00)	-
	0422. Auditor-General	280 000.00	1 056 677.95	(776 677.95)	1 680 868.38
	0522. Home Affairs	85 700 000.00	79 620 831.77	6 079 168.23	94 837 865.71
	0622. Safety and Security	9 378 600.00	16 526 556.29	(7 147 956.29)	21 461 463.13
	0722. International Relations and Cooperation	80 000.00	167 441.59	(87 441.59)	180 104.05

Code	Revenue head	Estimate	Revenue received 2020/2021	Less/(More) than estimated	Revenue received 2019/2020
		N\$	N\$	N\$	N\$
	0822. Defence	1 728 000.00	1 250 639.81	477 360.19	2 930 334.18
	0922. Finance	563 248 425.00	399 296 889.09	163 951 535.91	614 414 436.20
	1022. Education, Arts and Culture	30 091 000.00	40 449 096.90	(10 358 096.90)	32 779 968.39
	1122. National Council	50 000.00	600.00	49 400.00	804.46
	1222. Gender Equality and Child Welfare	-	-	-	4 314 946.72
	1322. Health and Social Services	43 300 000.00	51 265 921.08	(7 965 921.08)	71 452 117.06
	1422. Labour and Social Welfare	-	106 872.99	(106 872.99)	413 752.67
	1522. Mines and Energy	969 133 500.00	1 519 018 886.67	(549 885 386.67)	1 285 478 231.78
	1622. Justice	820 000.00	104 283 828.20	(103 463 828.20)	2 064 027.62
	1722. Urban and Rural Development	297 000.00	5 850 743.18	(5 553 743.18)	10 401 045.79
	1822. Environment and Tourism	68 526 000.00	22 254 834.89	46 271 165.11	126 676 412.91
	1922. Industrialization, Trade and SME development	-	12 443.49	(12 443.49)	69 704.01
	2022. Agriculture, Water and Forestry	-	120 362.66	(120 362.66)	31 039 108.65
	2122. Judiciary	-	5 198 588.64	(5 198 588.64)	3 182 890.15
	2222. Fisheries and Marine Resources	225 734 007.84	213 343 810.56	12 390 197.28	267 562 126.40
	2322. Works	45 220 583.00	38 684 147.35	6 536 435.65	40 680 977.89
	2422. Transport	805 122.00	405 704.59	399 417.41	1 644 611.49
	2522. Land Reform	-	-	-	11 957 636.08
	2622. National Planning Commission	5 000.00	123 355.51	(118 355.51)	76 432.72
	2722. Youth, National Service, Sport & Culture	1 053 000.00	267 660.04	785 339.96	1 182 961.17
	2822. Electoral Commission	552 000.00	1 063 273.23	(511 273.23)	391 060.94
	2922. Information and Communication Technology	103 000.00	1 201 092.29	(1 098 092.29)	820 946.76
	3022. Anti-Corruption Commission	-	29 794.80	(29 794.80)	48 580.91
	3122. Veterans Affairs	13 140.00	1 160.68	11 979.32	24 725.74
	3222. Higher Education	-	-	-	15 284 899.00
	3322. Poverty Eradication and Social Welfare	-	-	-	405 361.09
	3422. Public Enterprises	2 000.00	(12 324.15)	14 324.15	12 324.15
	3522. Attorney General	710 000.00	976.60	709 023.40	297 890.57
	3622. Gender Equality, Poverty Eradication and Social Welfare	300 000.00	6 003 326.82	(5 701 326.82)	-
	3722. Agriculture and Land Reform	18 287 916.00	33 024 372.91	(14 736 456.91)	-
	3822. Water	405 000.00	3 068 490.48	(2 663 490.48)	-
	Total Administrative fees, charges and incidental sales	2 065 923 293.84	2 545 219 901.16	(479 296 607.32)	2 644 239 729.62
	TOTAL NON-TAX REVENUE	2 952 429 916.29	3 261 758 854.53	(309 328 938.24)	3 976 157 898.67
32	RETURN ON CAPITAL FROM ON- LENDING AND EQUITY PARTICIPATION				
0030	Receipts of principal of loans from:				
	903. Municipalities and regional authorities	-	2 312 519.02	(2 312 519.02)	1 584 879.39
	906. On-lending arrangements	-	9 851 565.27	(9 851 565.27)	9 794 148.32

Code	Revenue head	Estimate	Revenue received 2020/2021	Less/(More) than estimated	Revenue received 2019/2020
	TOTAL: RETURN ON CAPITAL FROM ON-LENDING AND EQUITY PARTICIPATION	N\$	N\$	N\$	N\$
		-	12 164 084.29	(12 164 084.29)	11 379 027.71
33	EXTERNAL GRANTS:				
0040	910. Recurrent activities – Tied grants	-	265 878 504.81	(265 878 504.81)	97 881 838.57
34	TOTAL: EXTERNAL GRANTS				
0042	BORROWINGS:	-	265 878 504.81	(265 878 504.81)	97 881 838.57
	Domestic Borrowings				
	912. Loan Proceeds				
	9120. Treasury bills	41 036 242 672.00	41 036 242 672.36	(0.36)	35 117 918 111.95
	9121. Internal registered stock (Bonds)	9 907 740 609.00	9 907 740 608.77	0.23	5 247 690 889.04
	TOTAL: Domestic Borrowings	50 943 983 281.00	50 943 983 281.13	(0.13)	40 365 609 000.99
0043	External borrowings				
	Loan proceeds				
	9121. Internal registered stock (Bonds)	6 072 560 650.00	6 072 560 650.00	-	-
	TOTAL: External borrowings	6 072 560 650.00	6 072 560 650.00	-	-
	TOTAL BORROWINGS	57 016 543 931.00	57 016 543 931.13	(0.13)	40 365 609 000.99
	TOTAL REVENUE	111 929 789 442.54	114 854 825 550.37	(2 925 036 107.83)	98 901 902 656.43

1.4.2 Notes to the financial statements

1.4.2.1 Explanation for deviations exceeding N\$ 400 000

The Accounting Officer: Finance provided the following explanations in respect of variations in excess of N\$ 400 000 between the estimate and actual revenue:

Code	Revenue head	Explanation
30.00.01.000000.601. 6010.000000	Income Tax on Individuals	The increase in collection is attributable to better-than-expected domestic and global economic growth.
30.00.01.000000.602. 6021.000000	Diamond Mining Companies	The Diamond Mining companies recorded a significant increase in revenues collected due to a milder impact of the Covid-19 on economic activities.
30.00.01.000000.602. 6022.000000	Other Mining	The over collection for other mining is attributable to the better-than-expected economic performance than initially envisaged.
30.00.01.000000.602. 6023.000000	Non-Mining	Although the contraction in economic activity due to Covid-19 which resulted in travel restrictions was projected to induce a decline in demand for luxury goods, the milder impact of Covid-19 on the economy led to better than-expected economic performance.
30.00.01.000000.603. 6031.000000	Non-Resident Shareholders' Tax	Dividends and distribution to shareholders were taxed moderately. Additionally, there was a slight over-increase in the collection of Non-Residential Shareholders tax due to the new norm of conducting business online. Our observation of the evolution of digital services is visible which found that most of the global businesses have changed their go-to-market model since the pandemic hit with the overwhelming majority turning to multiple forms of digital engagement with customers.
30.00.01.000000.603. 6032.000000	Tax on Royalty	Although the contraction in the economy continued to have negative impact on tax on royalties' revenue collection, the tax on royalties has increased.
30.00.01.000000.626. 6044.000000	Withholding tax on interest on companies and Individuals	The tertiary industry was estimated to contract by 5.5 percent in the prior year has worsened due to Covid-19 pandemic and a decline due job losses and salary cuts. There was however over-collection due to a reduction in revenue estimates and moderate growth.
30.00.01.000000.626. 6045.000000	Withholding tax on Unit Trust	Withholding tax on unit trusts has been moderate due to the impact of lockdown restrictions which led to a slight increase, resulting in entities and individuals holding on their investments.
30.00.01.000000.626 6046.000000	Withholding tax on Services	The contraction in the economy due to pandemic led to a discovery that virtual technology allows customers to do things that were nearly impossible previously as growth in the usage of foreign services in the country has shown a moderate increase.
30.00.02.000000.604. 6040.000000	Transfer Duties	The housing market has been much more resilient than what has been projected at the outset of the pandemic. The demand of property in Namibia remains high, thus an increase in revenue collected.
30.00.03.000000.605. 0000.000000	Value Added Tax	VAT turnover growth dropped due to a decline in performance compared to the estimated revenues, as a result of Covid-19 effects. The impact on business on the national lockdown measures led to a decline in local demand in goods and services because both individuals and companies remained on tight budget resulting in reduced spending.
30.00.03.000000.607. 0000.000000	Levy on fuel	The variance represents an increase in the collection of fuel levy.
30.00.03.000000.608. 0000.000000	Liquor Licenses	The variance occurred because there was no estimate made. Treasury is in the process of identifying the responsible institution to account for the revenue collected. Although the Liquor act 6 of 1998 states that the Ministry of Industrialisation and Trade is responsible for issuance of liquor licenses, both the Ministry of Industrialisation & Trade and the Ministry of Justice indicated that above mentioned revenue is not their responsibility.
30.00.04.000000.615. 6150.000000	Customs Revenue Pool Share	The difference represents an increase in the revenue from the SACU pool due to the little adjustment in the distribution formula as a result of changes in the trade patterns.

30.00.04.000000.615. 6151.000000	Customs revenue formula Adjustments	The difference represents an estimate of the customs revenue formula adjustments. The figure is included in the quarterly receipt from the pool and was not paid separate as a formula adjustment.
30.00.05.000000.617. 0000.000000	Stamp Duties and Fees	The overall low growth in the economy and investment opportunities contributed largely to a decline in the tax collection.
31.00.020.000000.618. 6183.000000	Municipalities and Regional Authorities	Municipalities and Regional Authorities contributed less than anticipated.
31.00.04.000000.618. 6186.000000	On Lending Arrangements	The variance was due to an increase on the revenues collected on the On-Lending Arrangements.
31.00.20.000000.620. 6201.000000	Dividends and Profit Share	The variance is as a result of the revised estimate. In the prior financial year, Afreximbank anticipated a profit, but due to the economic challenges the Bank could not pay dividends.
31.00.20.000000.620. 6202.000000	Bank of Namibia	The Bank did not estimate the dividends payout but as a result of better financial performance the Board declared and paid-out dividends.
31.00.20.000000.620. 6203.000000	Namdeb	Namdeb did not estimate the dividends payout but due to better financial performance in, the Board declared and paid out dividends.
31.00.20.000000.620. 6205.000000	Namibia Post & Telecom Ltd	Namibia Post & Telecom Ltd did not estimate the dividends payout but due to better financial performance the Board declared, and paid dividends.
31.00.20.000000.620. 6209.000000	Namibia Re-Insurance Corporation (Namibre)	Namibre did not estimate the dividends payout but due to better financial performance, the Board declared and paid dividends.
31.00.20.000000.620. 6213.000000	Namibia Diamond Trading Company (NDTC)	Namibia Diamond Trading Company (NDTC) did not estimate the dividend payout but due to better financial performance the Board declared and paid out dividends.
31.0020.621	Interest on State Account balances with the Bank of Namibia	The variance amounting to N\$ 58 308 428.62 as a result of total estimated and actual revenue. The interest on the State Account as per the ledger amounting to N\$ 24 976 080.85 because of the netting off between interest received and interest paid. The negative bank balance during the financial year resulted in interest being charged on the negative bank balance.
31.00.21.000000.624. 0000.000000	Fines And Forfeitures	Fines and Forfeitures revenues were under-estimated. The variance was a result of an increase in revenue collected for fines and forfeitures.
32.00.30.000000.903. 0000.000000	Municipal & Regional Authorities	The variance was caused by the loan repayment by the City of Windhoek, which has been defaulting its obligations over the years.
32.00.30.000000.906. 0000.000000	On lending Arrangements	Agricultural Bank of Namibia and Namibia Post Ltd paid but there was no amount estimated for the financial year.
33.00.40.000000.910. 0000.000000	Recurrent Activity -Tied Grants	There was no estimate on the tied grants.

1.5 Investments

Long term

The Accounting Officer: Finance reported the following relating to investments for the financial year 2020/2021:

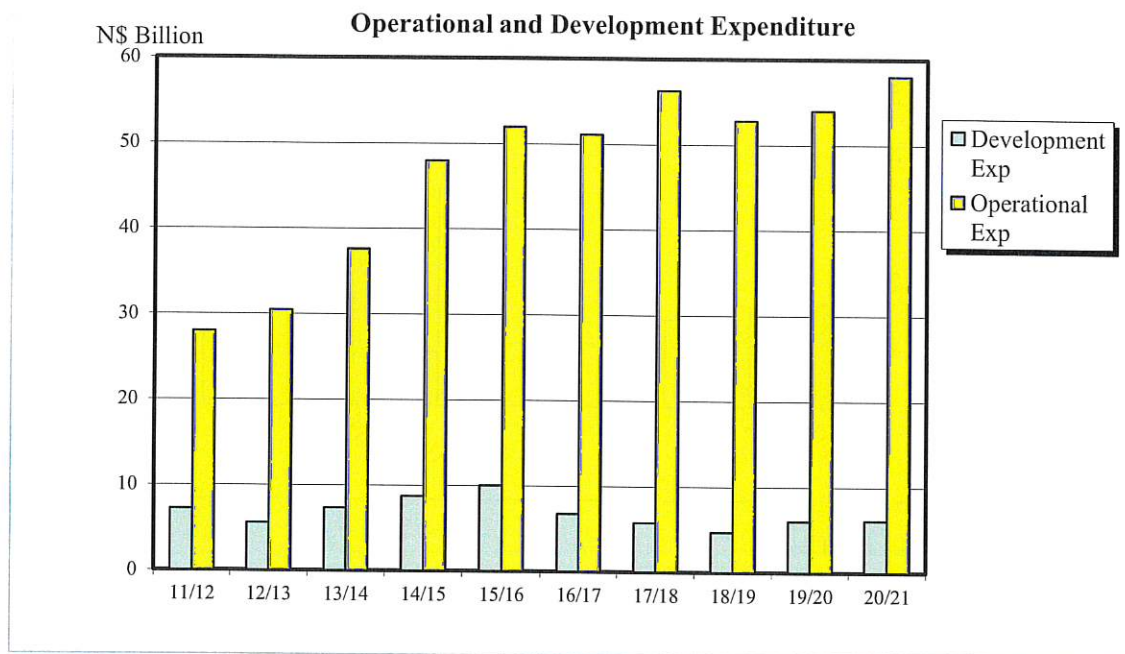
INSTITUTION	INITIAL INVESTMENT AMOUNT			BALANCE AS AT 01-APR-2020			WITHDRAWALS DURING 2020/2021			MOVEMENT RECEIVED 2020/2021			BALANCE AS AT 31 MARCH 2021		
	USD	Exchange rate	NAD	USD	Exchange rate	NAD	USD	Exchange rate	NAD	USD	Exchange rate	NAD	USD	Exchange rate	NAD
Bank of Namibia	491 024 203.00	14.9460	7 338 700 430.78	411 988 321.81	14.928	6 150 161 667.98	(221 130 952.92)	14.928	(3 301 042 865.19)	14 839 411.26	14.928	221 522 731.29	205 696 780.15	14.928	3 070 641 534.08
Total	491 024 203.00	14.9460	7 338 700 430.78	411 988 321.81	14.928	4 413 070 927.36	(221 130 952.92)		(3 301 042 865.19)	14 839 411.26	14.928	221 522 731.29	205 696 780.15	14.928	3 070 641 534.08

2. GENERAL INFORMATION

2.1 Expenditure vs revenue and public debt of the Government

The charts below show the trend in development vs operational expenditure, borrowings vs Government borrowing costs, interest paid on borrowings vs Government borrowings and revenue vs expenditure during the financial years 2011/2012 to 2020/2021:

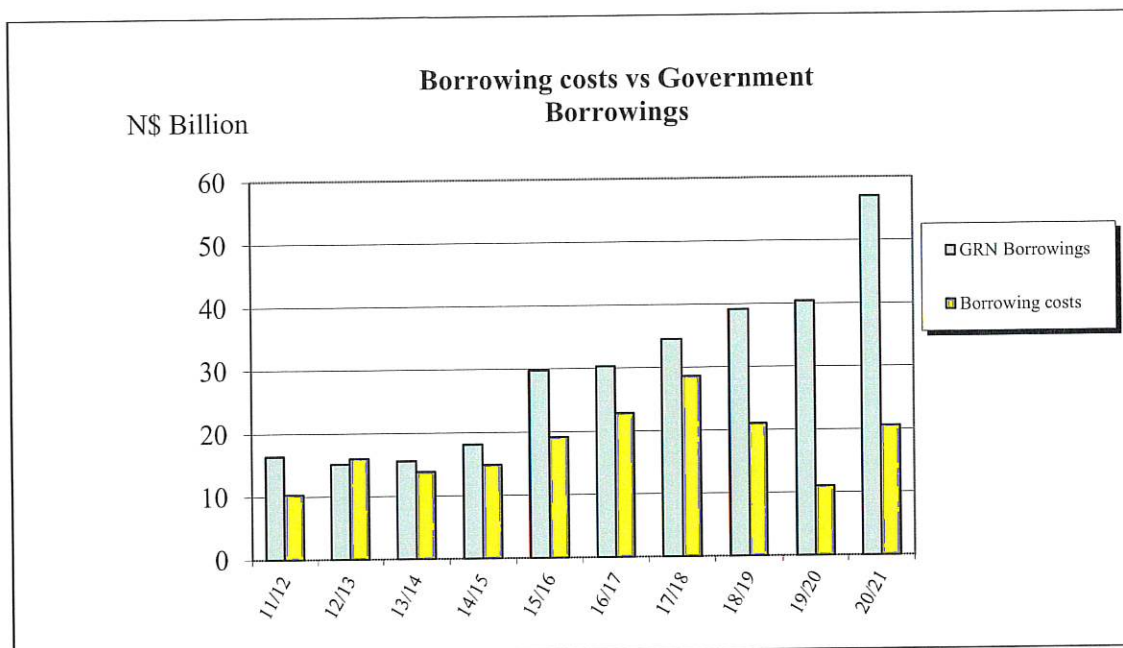
i) Operational expenditure vs Development expenditure



The figures do not include standing appropriations (see paragraph 1.3.2).

As per the graph above, during the year under review N\$ 58 016 433 175.61 was spent on operational expenditure showing an increase of 8.34% from prior year (N\$ 53 551 793 271.71), while N\$ 6 081 065 429.49 was spent on development expenditure indicating a decrease of (0.01%) from prior year of (N\$ 6 081 585 574.40).

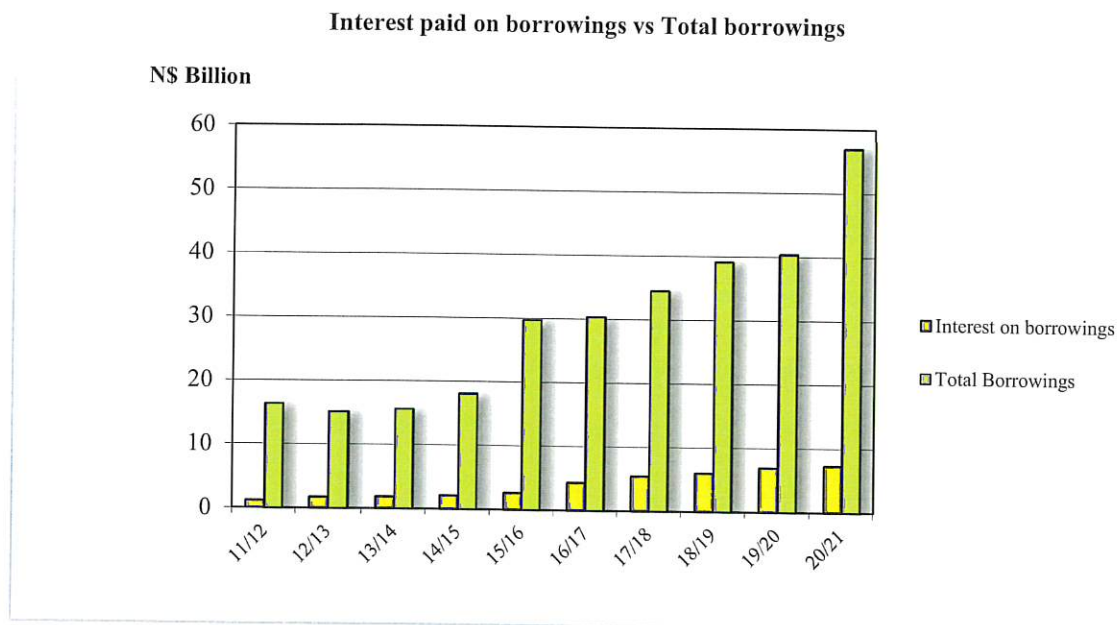
ii) **Borrowing cost vs Government Borrowings**



See paragraphs 1.4.1 and 1.3.4.1

As per the graph above, the total accumulative Government borrowings amounted to N\$ 57 016 543 931.13 compared to N\$ 40 365 609 000.99 in the previous year resulting in an increase of 41.25%. Whereas the borrowing cost for the year under review amounted to N\$ 20 571 044.80 (2020: N\$ 10 561 233.56) resulting in an increase of 94.78% from prior year.

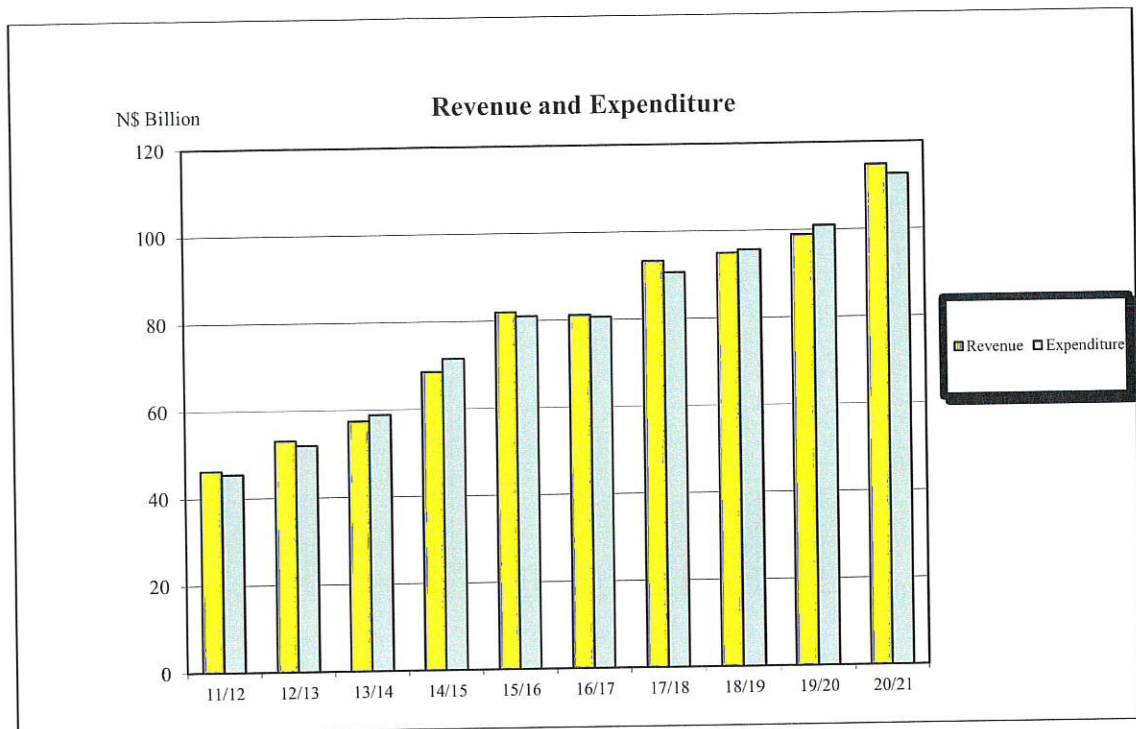
iii) Interest paid on Borrowings vs Government Borrowings



See paragraphs 1.4.1 and 1.3.4.1

As per the graph above, the total Government accumulative borrowings amounted to N\$ 57 016 543 931.13 and N\$ 40 365 609 000.99 in the previous year and N\$ 7 270 603 585.43 interest was paid for the year under review compared to prior year (2020: N\$ 6 876 101 694.15) resulting in an increase of 5.74% of interest obligation.

iv) Revenue vs Expenditure



See paragraphs 1.2.2

As per the graph above, expenditure comprises actual expenditure on all vote accounts and expenditure under Standing Appropriations. Revenue increased from N\$ 98 901 902 656.43 to N\$ 114 854 825 550.37 (16.13%) between 2019/2020 and 2020/2021 respectively, whereas expenditure increased from N\$ 100 770 582 887.21 to N\$ 112 588 359 548.52 (11.73%) during the year under review.

2.2 Debt to Government

2.2.1 Loans

The Ministry of Finance administers the following loans given by the Government to the following institutions:

(i) Summary of on-lending and return of capital from on-lending

Name of institution	Purpose of loan	Term Years	Interest rate %	Balance as at 01-04-2020 N\$	Payments and other debts during 2020/2021 N\$	Redemption received and other credits during 2020/2021 N\$	Balance as at 31-Mar-2021 N\$	Interest received during 2020/2021 N\$	Arrears at 31-03-2021	
									Principal N\$	Interest N\$
Seafloater Whitefish Corporation City of Windhoek	Seafloater Fisheries Project	40	2	8 379 325.60	-	-	8 379 325.60	-	3 016 556.00	3 200 811.00
	Windhoek Infrastructure 1	15	10	30 264 800.00	-	-	30 264 800.00	-	30 231 958.00	41 318 000.00
	Windhoek Infrastructure 2	20	10	100 351 600.00	-	-	100 351 600.00	-	99 851 604.00	153 060 882.00
	Windhoek water reclamation Windhoek Urban	30	7	49 254 000.00	-	-	49 254 000.00	-	30 496 477.00	46 498 587.00
Namibia Water Corporation	Infrastructure	11	16	182 424 600.00	-	-	182 424 600.00	-	171 506 228.00	409 534 660.00
	Government loan	10	15	5 745 557.38	-	-	5 745 557.38	-	5 745 557.38	2 101 817.85
	Water supply Project A	10	10	8 842 815.72	-	-	8 842 815.72	-	8 842 815.72	2 611 830.40
	Water supply Project B	11	15	10 391 104.68	-	-	10 391 104.68	-	10 391 104.68	3 341 802.23
National Housing Enterprise	Low costs housing Extension of payment services	15	free	31 801 100.00	-	-	31 801 100.00	-	26 500 880.00	-
Namibia Post Ltd	Purchase of railway equipment	30	7	6 790 160.80	-	266 280.82	6 523 879.98	48 977.96	-	-
TransNamib Holdings Ltd	Credit lines	10	3	207 792 805.10	-	-	207 792 805.10	-	201 428 720.00	65 082 763.00
Agricultural Bank of Namibia		21	2	155 241 517.57	-	9 718 424.86	145 523 092.71	3 104 830.35	-	-
Total				797 279 386.85	-	9 984 705.68	787 294 681.17	3 153 808.31	588 011 900.78	726 751 153.48

(ii) Loans granted to Government Organizations, Public Enterprises and Non-Profit Organizations, Municipalities, Towns and Villages

Loans granted to Municipalities: Capital

Name of institution	Balance as at 01/04/2020	Redemption received and other credits during the year	Balance as at 31/03/2021	Capital arrears as at 31/03/2021
	N\$	N\$	N\$	N\$
Gobabis	3 429 128.83	-	3 429 128.83	423 675.56
Grootfontein	2 575 632.51	-	2 575 632.51	1 149 449.29
Karasburg	(430.42)	-	(430.42)	21 168.62
Karibib	1 883 149.08	-	1 883 149.08	1 408 727.45
Keetmanshoop	2 543 598.23	-	2 543 598.23	1 483 273.51
Mariental	3 507 336.48	-	3 507 336.48	1 871 379.27
Okahandja	1 575 231.63	-	1 575 231.63	1 137 862.24
Omaruru	1 689 239.41	-	1 689 239.41	920 327.21
Otavi	989 656.17	-	989 656.17	405 138.66
Otjiwarongo	1 647 846.18	98 047.81	1 549 798.37	289 120.08
Outjo	1 475 831.15	-	1 475 831.15	5 298 191.77
Swakopmund	3 415 024.98	416 791.59	2 998 233.39	-
Tsumeb	10 077 620.74	-	10 077 620.74	22 695 124.81
Usakos	1 323 396.99	-	1 323 396.99	1 056 527.53
Walvisbay	1 723 407.59	161 293.70	1 562 113.89	-
Windhoek	5 062 476.75	1 636 385.92	3 426 090.83	-
Total	42 918 146.30	2 312 519.02	40 605 627.28	38 159 966.00

Loans granted to Municipalities: Interest payments

Name of institution	Balances as at 01/04/2020	Payments and other debits during the year	Redemption received and other credits during the year	Interest arrears as at 31/03/2021
	N\$	N\$	N\$	N\$
Gobabis	447 638.85	427 255.78	-	874 894.63
Grootfontein	2 917 237.09	192 607.11	-	3 109 844.20
Karasburg	5 416.90	156.48	-	5 573.38
Karibib	3 534 144.78	58 110.15	-	3 592 254.93
Keetmanshoop	4 990 119.24	121 791.78	-	5 111 911.02
Mariental	3 372 957.56	184 735.62	-	3 557 693.18
Okahandja	1 267 925.48	49 155.29	-	1 317 080.77
Omaruru	795 099.60	106 950.55	-	902 050.15
Otavi	2 237 549.71	68 514.59	-	2 306 064.30
Otjiwarongo	406 263.12	161 884.15	83 591.89	484 555.38
Outjo	3 016 018.53	87 119.93	-	3 103 138.46
Swakopmund	13 273.07	396 092.65	396 092.52	13 273.20

Name of institution	Balances as at 01/04/2020	Payments and other debits during the year	Redemption received and other credits during the year	Interest arrears as at 31/03/2021
	N\$	N\$	N\$	N\$
Tsumeb	17 780 562.56	571 053.19	-	18 351 615.75
Usakos	2 178 844.79	31 669.82	-	2 210 514.61
Walvisbay	(3 411.18)	205 121.81	209 960.62	(8 249.99)
Windhoek	10 577 069.36	552 413.63	634 421.34	10 495 061.65
Total	53 536 709.46	3 214 632.53	1 324 066.37	55 427 275.62

(iii) **Loans granted to Government Organizations, Public Enterprises and Non-Profit Organizations, Municipalities, Towns and Villages**

Loans granted to Towns and Villages: Capital

Name of institution	Balance as at 01/04/2020	Debits during the year	Balance as at 31/03/2021	Arrear as at 31/03/2021
	N\$	N\$	N\$	N\$
Aranos	1 031 067.02	59 571.37	1 031 067.02	688 139.01
Ariamsvlei	12 448.25	1 128.92	12 448.25	11 846.46
Aroab	335 544.13	18 604.38	335 544.13	186 085.23
Bethanie	396 824.44	25 266.95	396 824.44	249 536.69
Gochas	709 928.72	32 261.09	709 928.72	466 704.15
Grunau	54 085.54	-	54 085.54	-
Henties Bay	69 967.92	6 361.12	69 967.92	57 700.96
Kalkfeld	38 302.17	2 912.53	38 302.17	29 793.55
Kalkrand	111 282.82	5 954.29	111 282.82	62 114.93
Kamanjab	299 475.67	21 772.69	299 475.67	239 925.04
Koes	28 919.98	3 180.56	28 919.98	33 564.00
Leonardville	426 839.14	24 067.71	426 839.14	236 610.93
Luderitz	8 338 134.04	603 757.87	8 338 134.04	6 092 443.18
Maltahohe	1 201 195.40	68 261.78	1 201 195.40	709 393.68
Stampriet	107 921.30	8 746.57	107 921.30	97 017.70
Witvlei	332 969.83	18 831.63	332 969.83	196 891.07
Wlotzkas Baken	19 962.49	1 796.96	19 962.49	28 477.32
Total	13 514 868.86	902 476.42	13 514 868.86	9 386 243.90

Loans granted to Towns and Villages: Interest payments

Name of institution	Balance as at 01/04/2020	Payments and other debits during the year	Redemption received and other credits during the year	Arrears as at 31/03/2021
	N\$	N\$	N\$	N\$
Aranos	1 767 649.01	27 074.69	-	1 794 723.70
Ariamsvlei	18 888.63	130.90	-	19 019.53
Aroab	596 870.01	15 720.68	-	612 590.69
Bethanie	741 424.21	16 045.09	-	757 469.30
Gochas	1 150 226.03	7 955.93	-	1 158 181.96
Grunau	179 597.22	-	-	179 597.22
Henties Bay	68 826.70	1 391.56	-	70 218.26
Kalkfeld	56 460.29	963.81	-	57 424.10
Kalkrand	191 877.34	4 829.97	-	196 707.31
Kamanjab	494 914.10	7 798.21	-	502 712.31
Koes	62 648.72	695.78	-	63 344.50
Leonardville	702 512.26	17 602.95	-	720 115.21
Luderitz	17 602 067.94	312 081.79	-	17 914 149.73
Maltahohe	2 121 722.75	48 903.62	-	2 170 626.37
Stampriet	181 975.33	1 913.37	-	183 888.70
Witvlei	571 047.12	13 527.55	-	584 574.67
Wlotzkas Baken	51 712.13	678.06	-	52 390.19
Total	26 560 419.79	477 313.96	-	27 037 733.75

2.3 Debt of Government

The Accounting Officer: Finance prepared a statement of the Government's debt at 31 March 2020 and related transactions during 2020/2021 in compliance with Section 12(1) (b) of the State Finance Act, 1991 resulting from unredeemed loans incurred since 1997. Redemption and interest payments made and currency fluctuation losses suffered on loans shown in the following summary were charged to the State Revenue Fund in terms of Section 10(2) of the Act as shown in paragraph 1.4.1 without annual appropriation.

a) i) Domestic debt: Nominal value

Nature of instruments	Redemption date	Coupon rate	Opening balance 01/04/2020	New issues (Amount allotted) 2020/2021	Principal redeemed including interest 2020/2021	Switch auction 2020/2021	Outstanding balance as at 31/03/2021
TREASURY BILLS							
T-91		%	N\$	N\$	N\$	N\$	N\$
T-182			2 300 000 000	9 749 400 000.00	9 549 400 000.00	-	2 500 000 000.00
T-273			4 270 000 000	9 140 000 000.00	8 790 000 000.00	-	4 620 000 000.00
T-365			7 890 000 000	11 216 250 000.00	10 790 000 000.00	-	8 316 250 000.00
			10 090 000 000	12 120 000 000.00	10 090 000 000.00	-	12 120 000 000.00
T-BILLS TOTAL			24 550 000 000	42 225 650 000.00	39 219 400 000.00	-	27 556 250 000.00
BONDS							
GC20	15/10/2020	8.25	773 150 000	-	773 150 000.00	-	-
GC21	15/10/2021	7.75	934 180 000	-	-	(765 645 000.00)	168 535 000.00
GC22	15/01/2022	8.75	2 830 290 000	150 000 000.00	-	(1 358 190 000.00)	1 622 100 000.00
GC23	15/10/2023	8.50	2 111 270 000	1 380 000 000.00	-	-	3 491 270 000.00
GC24	15/10/2024	10.50	3 524 000 000	329 360 000.00	-	-	3 853 360 000.00
GC25	15/04/2025	8.50	3 396 440 000	336 550 000.00	-	-	3 732 990 000.00
GC26	15/04/2026	8.50	-	1 378 200 000.00	-	-	2 259 540 000.00
GC27	15/01/2027	8.00	3 955 370 000	250 000 000.00	-	881 340 000.00	4 292 770 000.00
GC30	15/01/2030	8.00	3 420 950 000	1 090 010 000.00	-	87 400 000.00	4 754 040 000.00
GC32	15/04/2032	9.00	2 754 570 000	976 230 000.00	-	243 080 000.00	3 845 820 000.00
GC35	15/07/2035	9.50	2 407 110 000	904 000 000.00	-	115 020 000.00	3 413 810 000.00
GC37	16/07/2037	9.50	2 077 550 000	712 030 000.00	-	102 700 000.00	2 952 610 000.00
GC40	15/10/2040	9.80	2 253 160 000	685 150 000.00	-	163 030 000.00	3 085 180 000.00
GC43	15/07/2043	10.00	428 200 000	800 270 000.00	-	146 870 000.00	1 417 710 000.00
						189 240 000.00	

Nature of instruments	Redemption date	Coupon rate	Opening balance 01/04/2020	New issues (Amount allotted) 2020/2021	Principal redeemed including interest 2020/2021	Switch auction 2020/2021	Outstanding balance as at 31/03/2021
GC45	15/07/2045	9.85	NS 1 958 790 000	NS 627 200 000.00	NS	NS 280 400 000.00	NS 2 866 390 000.00
GC50	15/07/2050	10.25	438 450 000	767 500 000.00	-	230 750 000.00	1 436 700 000.00
GI22	15/10/2022	3.55	2 300 330 000	-	-	-	2 300 330 000.00
GI25	15/07/2025	3.80	1 962 710 000	-	-	-	1 962 710 000.00
GI29	15/01/2029	4.50	870 520 000	110 000 000.00	-	-	980 520 000.00
GI33	15/04/2033	4.50	519 050 000	120 000 000.00	-	-	639 050 000.00
GI36	15/07/2036	4.80	249 000 000	84 000 000.00	-	-	333 000 000.00
TOTAL Bonds			39 165 090 000	10 700 500 000.00	773 150 000.00	315 995 000.00	49 408 435 000.00
TOTAL DEBT SECURITIES			63 715 090 000	52 926 150 000.00	39 992 550 000.00	315 995 000.00	76 964 685 000.00

(ii) Domestic debt: Capital value

Nature of instruments	Redemption date	Coupon rate	Capital value					Cost payments		
			Opening balance 01/04/2020	New issues (Costing amount) 2020/2021	Principal redeemed 2020/2021	Outstanding balance as of 31/03/2021	NSX Annual bond cost during 2020/2021	Oddlot-auction paid during 2020/2021	Interest paid during 2020/2021	
		%	N\$	N\$	N\$	N\$	N\$	N\$	N\$	
TREASURY BILLS										
T-91			2 257 762 224.56	9 645 668 104.04	9 429 717 832.89	2 477 612 777.82	-	-	-	119 682 167.11
T-182			4 116 002 789.17	8 943 074 385.51	8 532 399 144.44	4 533 484 660.43	-	-	-	257 600 855.56
T-273			7 468 000 356.11	10 853 127 209.85	10 262 309 719.83	8 070 983 306.69	-	-	-	527 690 280.17
T-365			9 364 622 190.36	11 594 372 972.96	9 364 622 190.36	11 610 842 426.44	-	-	-	725 377 809.64
T-BILLS TOTAL			23 206 387 560.20	41 036 242 672.36	37 589 048 887.52	26 692 923 171.38	-	-	-	1 630 351 112.48
GC20	15/04/2020	8.25	773 150 000.00	-	773 150 000.00	-	23 000.00	-	-	31 892 437.50
GC21	15/10/2021	7.75	1 294 929 506.69	-	-	1 294 929 506.69	23 000.00	-	-	51 616 743.75
GC22	15/01/2022	8.75	1 572 617 143.40	157 259 621.10	-	1 729 876 764.50	23 000.00	-	-	226 793 875.00
GC23	15/10/2023	8.50	1 455 163 681.35	1 482 330 098.49	-	2 937 493 779.84	23 000.00	-	-	219 592 395.00
GC24	15/10/2024	10.50	3 808 490 678.19	371 230 391.88	-	4 179 721 070.07	23 000.00	-	-	387 311 400.00
GC25	15/04/2025	8.50	2 626 629 958.90	355 094 496.03	-	2 981 724 454.93	23 000.00	-	-	303 000 775.00
GC26	15/04/2026	8.50	-	1 462 352 975.11	-	1 462 352 975.34	23 000.00	226 877.13	-	16 606 875.00
GC27	15/01/2027	8.00	2 618 186 205.89	251 655 246.34	-	2 869 841 452.00	23 000.00	62 959.75	-	333 925 600.00
GC30	15/01/2030	8.00	2 089 601 735.89	1 008 018 141.64	-	3 097 619 877.53	23 000.00	146 309.42	-	321 665 600.00
GC32	15/04/2032	9.00	1 930 062 433.91	896 035 914.21	-	2 826 098 348.12	23 000.00	60 355.41	-	265 017 600.00
GC35	15/07/2035	9.50	1 852 248 149.60	787 620 537.86	-	2 639 868 687.46	23 000.00	69 225.88	-	271 155 175.00
GC37	16/07/2037	9.50	1 529 679 291.26	593 362 821.52	-	2 123 042 112.78	23 000.00	66 098.80	-	231 099 850.00
GC40	15/10/2040	9.80	1 755 406 275.70	544 176 698.79	-	2 299 582 974.49	23 000.00	80 853.49	-	237 299 160.00
GC43	15/07/2043	10.00	237 981 823.34	631 988 553.14	-	869 970 376.48	45 100.00	26 065.57	-	79 292 500.00

			Capital value				Cost payments		
Nature of instruments	Redemption date	Coupon rate	Opening balance 01/04/2020	New issues (Costing amount) 2020/2021	Principal redeemed 2020/2021	Outstanding balance as of 31/03/2021	NSX Annual Switch bond cost during 2020/2021	Oddlot-Switch auction paid during 2020/2021	Interest paid during 2020/2021
		%	N\$	N\$	N\$	N\$	N\$	N\$	N\$
GC45	15/07/2045	9.85	1 480 662 532.26	479 096 506.39	-	1 959 759 038.65	23 000.00	81 041.31	226 965 670.00
GC50	15/07/2050	10.25	275 541 654.13	597 638 268.80	-	873 179 922.93	45 100.00	22 968.99	81 053 925.00
GI22	15/10/2022	3.55	2 458 781 948.18	-	-	2 458 781 948.18	23 000.00	-	102 000 496.02
GI25	15/07/2025	3.80	2 085 948 729.55	-	-	2 085 948 729.55	23 000.00	-	93 837 102.35
GI29	15/01/2029	4.50	863 776 425.19	116 084 634.12	-	979 861 059.31	23 000.00	-	45 280 619.34
GI33	15/04/2033	4.50	456 401 592.30	105 554 825.73	-	561 956 418.03	23 000.00	-	25 291 249.90
GI36	15/07/2036	4.80	207 749 493.65	68 243 877.62	-	275 993 371.27	45 100.00	-	13 540 770.14
TOTAL Bonds			32 340 008 597.20	9 907 743 608.77	773 150 000.00	40 507 602 868.15	549 300.00	842 755.75	3 564 239 819.00
TOTAL DEBT SECURITIES			54 579 396 891.58	50 943 986 281.13	38 362 198 887.52	67 200 526 039.53	549 300.00	842 755.75	5 194 590 931.48

Note: As it was explained on 2019/20 FY that, on 05 December 2019, the investor has credited the State Account more with N\$ 3 000.00 in respect of GC40. This however was corrected on 30 June 2020. This causes the account analysis report for 2019/20 FY to be more with N\$ 3 000.00 for (New Issues) compared to the database. Therefore the account analysis report for the year under review is less than with N\$ 3 000.00 as to correspond with the database.

Government bonds are sold in the primary market at either par, premium or discount. This equal too, greater, or lesser than price of 100. However the bond is only redeemed at 100. Therefore, bonds are issued at capital value and redeemed at maturity on nominal value. The outstanding value of the bond increases by newly issued bonds or by transferring/switch from another bond. Though newly issued are recorded in the GL, both nominal value and capital value, the switching of bonds from one to the other is done on nominal value only and does not carry a capital value. No does it get recorded in the GL because it does not carry new money to the State. Hence the significant differences.

b) (i) Foreign debt

Nature	Terms Years	Redemption date	Debt as at 01 April 2020 N\$	Redemption /Other adjustments N\$	Debt at 31 March 2021 N\$	Interest payments 2020/2021 N\$	Cost payments 2020/2021 N\$
African Development Fund							
Trans Kalahari Road	50	4/1/2042	23 743 506.87	1 067 314.38	20 520 881.17	179 918.20	-
	50	4/1/2042	4 232 390.70	97 466.94	3 504 409.05	31 639.66	-
	50	4/1/2042	20 984 480.83	889 930.08	17 025 715.83	149 636.60	-
	50	4/1/2042	10 779 189.85	232 426.32	8 485 975.41	79 055.82	-
Basic Teacher Education	50	1/1/2043	34 491 392.96	1 310 525.97	27 389 105.99	265 692.45	-
	50	1/1/2043	43 435 979.72	1 713 812.36	35 199 674.65	301 734.41	-
	50	1/1/2043	65 953 657.61	2 613 070.93	55 789 183.10	460 040.79	-
	50	1/1/2043	30 119 487.22	1 186 616.47	23 207 224.23	208 935.32	-
Kreditanstalt für Wiederaufbau							
Hardap Dam rehabilitation	30	6/30/2023	11 070 884.86	3 003 020.01	6 988 815.16	195 915.16	-
Trans Caprivi Highway I	30	6/30/2024	54 059 830.94	11 415 326.72	37 147 250.03	972 331.97	-
Trans Caprivi Highway II	20	12/30/2036	156 101 940.84	8 989 810.35	129 554 503.73	1 096 232.48	-
Trans Caprivi Highway III	20	12/30/2028	79 312 062.63	8 373 806.22	62 284 958.57	1 466 904.38	-
Rural Telecommunication Tranch 1	30	6/30/2026	12 226 767.46	1 920 148.98	9 016 822.55	223 104.20	-
Rural Telecommunication Tranch 2	30	12/30/2026	15 215 848.79	903 599.52	12 602 760.33	106 804.33	-
Upgrading of Commercial Port							
Walvis Bay	30	6/30/2027	41 935 113.04	5 313 035.66	32 108 969.54	771 334.53	-
Windhoek water reclamation	30	6/30/2027	69 324 617.31	8 778 058.95	53 085 398.21	1 275 148.84	-
Road rehabilitation Oshivelo -							
Oshakati Tranch 1	20	12/30/2026	50 058 777.42	6 795 295.42	37 907 916.15	918 572.99	-
Oshakati Tranch 2	30	12/30/2026	33 953 263.64	1 886 512.49	28 243 009.57	238 562.70	-
Oshakati Tranch 3	30	12/30/2026	64 280 250.64	3 214 771.40	53 801 319.37	452 291.53	-
Labour Based Roads Construction							
II	20	12/30/2030	66 853 080.76	5 775 038.57	53 693 931.03	1 242 659.80	-
Road rehabilitation Mururani Gate							
Rundu	20	12/30/2030	77 853 843.44	7 045 547.31	62 231 612.27	1 445 596.90	-
Road rehabilitation Ondangwa -							
Oshikango	30	6/30/2032	61 927 890.33	4 706 247.50	50 336 344.33	1 154 213.19	-
Extension of Payment services	30	12/30/2044	14 734 839.05	527 099.72	12 527 852.10	104 057.51	-
Sector budget support	30	6/30/2038	125 622 185.10	6 626 396.48	104 823 670.30	2 355 431.11	-

Nature	Terms	Redemption date	Debt as at 01 April 2020	Redemption /Other adjustments	Debt at 31 March 2021	Interest payments 2020/2021	Cost payments 2020/2021
People's Republic of China							
Loan Acc. No 1	30	9/30/2021	249 540 499.10	-	223 902 021.79	-	-
Loan Acc. No 2	20	10/1/2030	79 027 316.09	-	70 907 832.24	-	-
Loan Acc. No 3	20	4/1/2025	52 085 084.86	-	46 733 719.97	-	-
Nordic Investment Bank							
Seaflower Fisheries	40	06/15/2035	23 437 700.15	1 498 522.47	19 326 278.31	165 851.16	-
African Development Bank							
Northern Railway Extension	15	01/08/2021	20 243 906.76	13 495 937.84	6 747 968.92	1 346 181.70	-
Aus-Rosh Pinah road	30	02/01/2023	39 970 743.90	13 323 581.30	26 647 162.60	2 661 091.88	-
Karamujab-Omakange road	15	02/01/2024	65 802 666.74	16 450 666.66	49 352 000.08	4 382 158.79	-
Economic Governance and Competitiveness Support Programme	15	05/01/2032	3 000 000 000.00	187 500 000.00	2 812 500 000.00	180 674 686.65	-
Economic Governance and Competitiveness Support Programme	15	11/01/2033	3 000 000 000.00	-	3 000 000 000.00	181 335 474.29	-
Agricultural Mechanisation and Seed Improvement	-	05/01/2031	32 834 899.02	-	85 456 420.61	2 141 410.98	2 410 893.72
Transport Infrastructure Improvement	-	05/01/2038	229 788 479.11	-	443 944 539.12	12 708 097.50	4 435 825.98
Education and Training Quality Improvement	-	05/01/2037	44 587 222.54	-	343 038 493.39	4 711 294.38	2 275 889.09
Water Sector Support Program	-		-	-	-	-	5 743 901.59
Economic Governance and Competitiveness Support Programme Supplemental Financing	-	01/05/2035	-	-	2 011 000 000.00	39 127 448.48	5 027 500.00
Arab Bank for Economic Development in Africa(Badea)							
Northern Railway Extension	24	08/01/2024	67 889 630.67	6 563 628.09	50 200 772.42	1 602 936.86	-
Aus-Rosh Pinah road	24	04/01/2024	73 094 427.24	5 563 663.02	55 890 854.99	2 093 108.76	-
Kuwait Fund for Arab Development							
Northern Railway Extension	30	09/15/2021	43 670 414.88	13 943 202.29	22 042 958.91	658 165.97	-
Instituto de Credito Oficial							
Construction : Fisheries Surveillance Vessel	20	11/30/2032	73 390 351.30	5 836 394.14	59 435 629.63	254 116.38	-
Upgrading and refurbishing of five airports	14	02/09/2032	259 959 526.08	15 113 719.33	215 749 575.57	739 892.49	-

Nature	Terms	Redemption date	Debt as at 01 April 2020	Redemption /Other adjustments	Debt at 31 March 2021	Interest payments 2020/2021	Cost payments 2020/2021
Export-Import Bank of China							
Electronics Documents and Records Management System	15	03/21/2023	26 868 881.36	7 389 443.83	17 220 213.32	487 950.56	-
Customs and Excise Scanner	15	03/21/2028	235 771 216.47	26 699 434.02	186 659 499.79	4 470 435.23	-
Procurement	15	03/21/2033	1 094 653 904.14	81 051 991.60	906 633 370.04	20 967 945.30	-
Northern Road DR3608	15	03/21/2033	623 273 010.63	46 149 306.63	516 218 055.70	11 938 709.01	-
Japan Bank for International Cooperation							
Rundu-Elundu road upgrading	15	09/20/2021	235 954 986.12	143 077 689.30	63 294 922.68	1 636 278.44	-
BNP Paribas							
Vessel	12	03/15/2027	353 480 604.12	48 634 938.55	267 679 589.04	-	-
Supply of health equipment	17	05/31/2023	77 591 430.16	21 269 273.85	48 964 604.70	-	-
Foreign Bondholders							
Eurobond 1	10	11/03/2021	8 999 275 000.00	-	7 463 800 000.00	506 564 702.50	18 247.78
Eurobond 2	10	10/29/2025	13 498 912 500.00	-	11 195 700 000.00	825 702 312.62	18 247.78
Johannesburg Stock Exchange							
JSE Bond - Nam 01	10	11/19/2022	850 000 000.00	-	850 000 000.00	70 210 000.00	18 247.77
JSE Bond - Nam 02	5	06/29/2020	840 000 000.00	840 000 000.00	-	40 299 000.00	18 247.78
JSE Bond - Nam 01	5	11/29/2022	710 000 000.00	-	710 000 000.00	58 646 000.00	18 247.77
JSE Bond - Nam 04	7	08/01/2026	335 000 000.00	-	335 000 000.00	35 208 500.00	18 247.77
JSE Bond - Nam 03	10	08/01/2023	157 000 000.00	-	157 000 000.00	15 794 200.00	18 247.77
Total			36 561 375 683.51	1 587 946 271.67	33 198 523 786.47	2 042 223 764.80	20 021 744.80

Note: These loans are in foreign currency, and only converted to Namibian Dollars for the purposes of reporting.

2.4 Borrowing cost

Cost incurred in establishing loans during the 2020/2021 financial year is as follows:

Loan	Cost
	N\$
Economic Governance and Competitiveness Support Programme 2	5 027 500.00
Agricultural Mechanization and Seed Improvement	2 410 893.72
Transport Infrastructure Improvement	4 435 825.98
Education and Training Quality Improvement	2 275 889.09
Water Sector Support Programme	5 743 901.59
Eurobond 1	18 247.78
Eurobond 2	18 247.78
JSE Bond – Nam 01	18 247.77
JSE Bond – Nam 02	18 247.78
JSE Bond – Nam 01	18 247.77
JSE Bond – Nam 04	18 247.77
JSE Bond – Nam 03	18 247.77
NSX Annual Bonds	549 300.00
Total	20 571 044.80

a. Financial Guarantees

The following guarantees given in terms of Section 36 of the State Finance Act, 1991 and administered by the Ministry of Finance were reported as contingent liabilities on the State Revenue Fund at 31 March 2020:

(i) Local Institutions

Lender	Beneficiary	Initial loan amount	Outstanding balance as at 31/03/2021
		N\$	N\$
Development Bank of Namibia	Seaflower Whitefish Corporation	38 500 000	12 221 401.65
Development Bank of Namibia	Seaflower Whitefish Corporation: Preference share	25 600 000	50 696 729.76
Development Bank of Namibia	Namibia Wildlife Resort	91 500 000	86 342 736.32
Development Bank of Namibia	National Energy Fund	670 000 000	671 005 051.00
First National Bank	Namwater	400 000 000	7 243 899.68
Bank Windhoek	Air Namibia	578 000 000	407 114 449.81
Social Security	Agribank	150 000 000	150 000 000.00
GIPF	Agribank	200 000 000	200 000 000.00
Development of Namibia	MEATCO	250 000 000	229 049 182.93
First National Bank	Namibia Wildlife Resort	100 000 000	118 283 334.00
Standard Bank	Road Fund Administration	250 000 000	251 088 574.67
Total			2 183 045 359.81

(ii) Foreign institutions

Guarantee given to	Purpose/Beneficiary	Currency	Initial loan amount (loan currency)	Outstanding loan amount as at 31/03/2021
European Investment Bank (EIB 2)	Namibia Power Corporation	GBP	19 338 600	N\$ 30 771 022.05
MDAC A319-112 Aircraft	Air Namibia	USD	25 388 390	(4.93)
Intrepid Aircraft Leasing LLC	Air Namibia	USD	129 239 880	547 904 779.97
Intrepid Aircraft Leasing LLC	Air Namibia	USD	124 772 160	434 527 806.95
KFW, Frankfurt am Main	NamPost Limited	EUR	6 070 000	52 678 170.41
African Development Bank (ADB)	Namibia Ports Authority	ZAR	2 982 000 000	2 698 012 728.40
KFW, Frankfurt am Main	Road Fund Administration	ZAR	447 360 000	306 096 977.00
African Development Bank (ADB)	Development Bank of Namibia	ZAR	4 500 000 000	4 500 000 000.00
KFW, Frankfurt am Main	Road Fund Administration	ZAR	481 755 000	481 755 000.00
KFW, Frankfurt am Main	Development Bank of Namibia	ZAR	240 750 000	209 346 960.22
KFW, Frankfurt am Main	NamPost Limited	ZAR	325 020 000	325 020 000.00
KFW, Frankfurt am Main	Development of Namibia	ZAR	450 000 000	450 000 000.00
Total				10 036 113 439.66

2.6 Housing Guarantees

The Accounting Officer: Finance reported housing guarantees issued for the year under review to the amount of N\$ 115 269 536.11 and housing guarantees cancelled amounting to N\$ 2 758 494.00.

2.7 Farming Guarantees

The Accounting Officer: Finance reported farming guarantees for the year under review to the amount of N\$ 194 202 787.34.

2.8 Shares and dividends

(i) Shares

Payments were made from the State Revenue Fund for the acquisition of shares in various bodies as shown below:

1. Ordinary Shares

Shares						
Name of institution	Date of issue	Share-holding status	Number of shares as at 1 April 2020	Total number of shares as at 31 March 2021	Nominal value of shares	Current market value as at 31 March 2021
Air Namibia	01/03/2009-01/03/2012	100	230	230	N\$ 1.00	3 465 200 100.00
African Development Bank	-	0.34	22 459	22 459	10 000.00	224 590 000.00
Development Bank of Namibia	14/03/2003-01/04/2016	100	1 650	1 650	100 000.00	2 007 071 178.00
Zambezi Waterfront	6/12/2005	100	4 000	4 000	1.00	4 000.00
Namibia Water Cooperation Limited	01/04/1998	100	959 054 444	959 054 444	1.00	959 054 444.00
Lüderitz Waterfront	6/6/2002	100	1	1	1.00	1.00
Nampower	28/05/1965-28/12/1976	100	165 000 000	165 000 000	1.00	1 065 000 000.00
TransNamib	01/12/1988-31/12/1990	100	277 266 030	277 266 030	1.00	277 266 030.00
Namibia Post and Telecommunication	19/02/1998	100	143 925 936	143 925 936	1.00	143 925 936.00
Afeximbank	01/09/1995	0.36	333	333	224 369.85	74 715 160.05
Namib Desert Diamond	18/04/2016	100	1 000	1 000	1.00	50 000 000.00
Namdeb	23/02/1996	50	4 956 950	4 956 950	1.00	4 956 950.00
Shelter Afrique	24/05/2012	-	327	327	24 155.26	7 898 770.02
Off Shore Development Company	05/07/1995-01/03/2008	100	43 382 125	43 382 125	1.00	43 382 125.00
Namibia Minerals Cooperation (NAMCO)	1/1/2001	100	7 575 758	7 575 758	1.00	7 575 758.00
Namibia Development Corporation	04/12/1978 - 30/04/2005	100	234 935 130	234 935 130	1.00	234 935 130.00
Namibia Wildlife Resorts	19/01/1999 - 30/10/2010	100	100 003 000	100 003 000	1.00	1 057 353 729.00
Namibia Airport Company	05/11/1998	100	1	1	1.00	1.00
Windhoek Country Club Hotel	14/10/1994	100	100 000	100 000	0.01	1 000.00
Namibre	8/3/2001	100	9 000 000	9 000 000	1.00	9 000 000.00

Shares						
Name of institution	Date of issue	Share- holding status	Number of shares as at 1 April 2020	Total number of shares as at 31 March 2021	Nominal value of shares	Current market value as at 31 March 2021
August 26 Holding Company	14/08/1998	%	9 824	9 824	N\$	N\$
Windhoek Maschinen Fabrik	14/08/1998	100	4 000	4 000	1.00	53 120 000.00
Walvis Bay Export Processing Zone	23/05/2001	100	175 000	175 000	1.00	4 000.00
Rossing Uranium Ltd	21/03/1990-21/12/2008	3	5 659 449	5 659 449	57.79	175 000.00
National Fishing Corporation of Namibia	18/4/2016	100	42 260 928.00	42 260 928	1.00	327 059 557.71
Road Contractor Company	10/3/2000	100	100 000 000	100 000 000	1.00	42 260 928.00
National Housing Enterprise	18/08/1993	100	71 029 248	71 029 248	1.00	100 000 000.00
Namcor	29/06/2007	100	10 000 000	10 000 000	1.00	71 029 248.00
Bank of Namibia	01/08/1990-31/7/1992	100	40 000 000	40 000 000	1.00	10 000 000.00
Namibia National Training Organization	16/11/1993	100	4 000	4 000	1.00	40 000 000.00
Total			2 214 371 823	2 214 371 823	358 606.91	10 275 583 045.78

2. Preference shares

Shares						
Name of Institution	Dates of issue	Share-holding Status	Number of shares as at 1 April 2020	Total number of shares as at 31 March 2021	Nominal value of shares	Current market value as at 31 March 2021
Windhoek Country Club Hotel	14/10/1994	% 100	37 226	37 226	NS 0.01	NS 270 284 800.26
Total			37 226	37 226	0.01	270 284 800.26

(ii) Dividends

The Accounting Officer: Finance reported the following relating to dividends from ordinary shares for the financial year 2020/2021:

Name of Institutions	Shareholding status	Type of shares (Ordinary/P reference shares)	Number of shares	Dividends receivable as at 01/01/2020	Dividends declared 2020/2021	Dividends received 2020/2021	Date received	Dividends receivable as at 31/03/2021
Namdeb	% 50	Ordinary	4 956 950	NS -	NS 50 000 000	NS 50 000 000	24/11/2020	NS -
Namibre	100	Ordinary	9 000 000	-	10 000 000	10 000 000	18/06/2020	-
Bank of Namibia	100	Ordinary	40 000 000	-	278 198 000	278 198 000	26/03/2021	-
Namibia Diamond Trading Company (NDTC)	50	Ordinary	-	-	50 000 000	50 000 000	03/12/2020	-
Namibia Diamond Trading Company (NDTC)	50	Ordinary	-	-	50 000 000	50 000 000	26/03/2021	-
Namibia Post and Telecom Holdings (NPTH)	100	Ordinary	143 925 936	-	200 000 000	200 000 000	29/01/2021	-
Nampower	100	Ordinary	165 000 000	-	-	-	-	-
Total			362 882 886	-	638 198 000	638 198 000		-

(iii) Subsidies

The Accounting Officer: Finance reported that the following subsidies were paid for the financial year 2020/2021 to the following institutions:

Name of institution	Balance as at 1 April 2020	During the year	Balance as at 31 March 2021
	N\$	N\$	N\$
Namfisa Board of Appeal	-	1 551 558.18	1 551 558.18
Public Accountants' and Auditors' Board (PAAB)	6 000 000.00	2 400 000.00	8 400 000.00
Agribank	1 242 814 000.00	90 000 000.00	1 332 814 000.00
Bank of Namibia (FIC)	181 053 000.00	36 900 000.00	217 953 000.00
Development Bank of Namibia	2 129 023 240.00	64 000 000.00	2 193 023 240.00
Zambezi Waterfront	96 632 851.55	-	96 632 851.55
Namibia Water Cooperation Limited	200 000 000.00	-	200 000 000.00
Lüderitz Waterfront	30 000 000.00	-	30 000 000.00
Roads Fund Administration	3 099 858 896.41	-	3 099 858 896.41
Nampower	1 610 000 000.00	-	1 610 000 000.00
TransNamib	102 714 944.14	-	102 714 944.14
Hentiesbay Waterfront	10 000.00	-	10 000.00
Namibre	20 000 000.00	-	20 000 000.00
National Energy Fund (not a parastatal but the transfer was made to this fund)	156 000 000.00	-	156 000 000.00
Total	8 874 106 932.10	194 851 558.18	9 068 958 490.28

2.9 Revenue outstanding

(a) Tax revenue

The Accounting Officer: Finance reported the following revenue outstanding to the value of N\$ 50 654 467 586:

Revenue Head	Amount				Reason for non-collection
	Tax	Penalty	Interest	Total	
	N\$	N\$	N\$	N\$	
Income Tax	4 684 412 770	11 393 315 837	3 362 255 769	19 439 984 376	<p>The taxpayers defaulted in paying taxes on time due various reasons:</p> <ul style="list-style-type: none"> Late payments by taxpayers' clients and objections to assessments; and Poor cash flow.
Employee Tax	1 574 365 624	2 026 697 879	1 020 637 697	4 621 701 200	
Withholding Tax on Interest	20 469 611	23 071 763	2 146 933	45 688 307	
Withholding Tax on Services	36 553 627	26 911 775	19 069 989	82 535 391	
Non Resident Shareholders Tax	67 643 579	56 856 662	12 176 118	136 676 359	
Tax on Royalties	72 394 571	61 828 058	13 952 995	148 175 624	
Value Added Tax	3 149 367 234	11 603 621 942	2 261 458 698	17 014 447 874	
Value Added Tax Import Account	1 102 114 035	7 384 642 036	678 502 383	9 165 258 454	
Total	10 707 321 051	32 576 945 953	7 370 200 581	50 654 467 586	

(b) Ministerial revenue

Revenue outstanding from the line Ministries, Offices and Agencies are listed below:

Vote	O/M/A	Revenue head	Amount	Number of cases involved
			N\$	
4	Office of the Auditor-General	Audit fees and private telephone calls	1 046 042.09	22
Total			1 046 042.09	22

2.10 Revenue written off

a) Tax revenue

The Accounting Officer: Finance reported no revenue was written off during the financial year under review.

b) Ministerial revenue

The Accounting Officer: Finance reported revenue written off by the Ministry of Education, Arts and Culture and Ministry of Environment, Forestry and Tourism to the value of N\$ 2 030 097.19 during the 2020/2021 financial year on hostel fees and R/D cheques.

2.11 Refund of revenue

a) Tax revenue

The Accounting Officer: Finance reported the following revenue that were refunded in terms of the following laws:

Revenue head	Reason for refund	Amount
		N\$
Income Tax – Individuals	In terms of Section 94 of Income Tax Act	308 918 799
Non-Mining Companies	In terms of Section 94 of Income Tax Act	151 069 752
Withholding Tax on Interest	In terms of Section 94 of Income Tax Act	17 507
Withholding Tax on Services	In terms of Section 94 of Income Tax Act	4 717 933
Value Added Tax	In terms of Section 38 of VAT Act	7 963 781 241
Transfer Duties	In terms of Section 20 of Transfer Duty Act	1 141 151
Stamp duties	In terms of Section 32 of Stamp Duty Act	699 536
Total		8 430 345 919

b) Ministerial revenue

Refund of revenue from the line Ministries, Offices and Agencies are listed below as reported by the Accounting Officer: Finance:

O/M/A	Revenue head	Number of cases	Reason for refund	Amount
				N\$
06. Department of Safety and Security	Various	52	Over deductions and wrong deductions	170 493.84
Total		52		170 493.84

3. COMBINED ANNUAL STATEMENTS FOR O/M/A'S

3.1 Donations to the Government

The Accounting Officer: Finance reported the following donations received by the Government with the necessary Treasury approvals:

O/M/A	Nature of donation	Value
		N\$
Office of the Prime Minister	Cash and goods	266 673 857.38
Department of Home Affairs and Immigration	Office equipment	518 732.00
Department of Safety and Security	Various office equipment and machinery	729 460.00
Ministry of Defence	Medical equipment and machinery	5 807 644.85
Ministry of Finance	Education sector reform	265 878 504.81
Ministry of Education, Arts And Culture	Equipment, construction of classes, building material and machinery	29 679 647.89
Ministry of Mines and Energy	Surveillance system, land folio licencing system and burglar bars	8 355 901.00
Ministry of Justice	Medical face masks, thermal screening and sanitation station	70 000.00
Ministry of Environment and Tourism	Equipment, vehicles, bedding and furniture	17 775 318.79
National Planning Commission	Cash	813 429.00
Ministry of Gender Equality	Cash, wheelchair, crutches, bar soaps, baskets, handwashing soaps, chlorine bleach and spray bottles	2 980 349.00
Total		599 282 844.72

3.2 Donations by the State

The Accounting Officer: Finance reported the following donations by the State with the necessary Treasury approvals:

O/M/A	Nature of donation	Value
		N\$
Office of the President	Game animals, photo frames, various food items	66 272.05
Office of the Prime Minister	Cash	161 605.20
Ministry of Health and Social Service	Office furniture and 3 vehicles	618 070.02
Ministry of Mines and Energy	Equipment and machinery	3 699 350.00
Ministry of Gender equality, Poverty Eradication and Social welfare	Cash	3 000.00
Total		4 548 297.27

3.3 Petty cash advances

The Accounting Officer: Finance reported petty cash advances to the value of N\$ 2 280 012.54 as at 31 March 2021:

O/M/A	Amount
	N\$
Department of Safety and Security	1 420 000.00
Department of Transport	860 012.54
Total	2 280 012.54

3.4 Commercial bank accounts

The Accounting Officer: Finance reported a total balance of N\$ 2 298 196 187.82 kept at various commercial banks.

3.5 Ministerial debts

The Accounting Officer: Finance reported the following Ministerial debts to the Government:

O/M/A	Number of cases	Total debt
		N\$
President	15	16 981.73
Prime Minister	88	56 829.47
Auditor-General	169	796 709.25
Home Affairs and Immigration	42	248 807.96
Safety And Security	71	953 776.85
International Relations and Cooperation	19	102 944.10
Defence	181	3 651 262.00
Finance	7	787 294 681.17
National Council	7	146 774.00
Labour, Industrial Relations and Employment		
Creation	11	238 185.89
Justice	17	-
Environment and Tourism	91	366 732.01
Judiciary	37	221 977.30
Works	213	1 903 980.19
Transport	85	1 224 151.27
Information and Communication Technology	54	445 777.32
Anti-Corruption Commission	8	262 047.03
Gender Equality, Poverty Eradication and Social Welfare		
	38	383 659.88
Total	911	798 315 277.42

3.6 Compensation payments

The Accounting Officer: Finance reported the following compensation payments in respect of claims against the State:

O/M/A	No of cases	Amount
		N\$
Safety and Security	41	3 255 618.12
Defence	5	244 507.51
Health and Social Services	3	723 708.94
Urban and Rural Development	1	120 572.63
Transport	16	209 947.46
Sport, Youth and National Service	1	232 000.00
Electoral Commission	1	24 038.67
Agriculture and Land Reform	5	172 481.69
Total	73	4 982 875.02

3.7 Bursaries and study assistance

The Accounting Officer: Finance reported payments in respect of bursaries and study assistance for the Office of the Auditor-General amounting to N\$ 686 480.34.

3.8 Fixed property bought/sold

The Accounting Officer: Finance reported the following fixed assets bought/sold for the 2020/2021 financial year:

O/M/A	Types of Property	Number of property at 1st April 2020	Value of property at 1 April 2020	Number of Property bought during the financial year	Purchase price of Property bought during the financial year	Number of Properties sold during the financial year	Proceeds from property sold	Number of property at 31 March 2021	Value of property at 31 March 2021
			N\$		N\$		N\$		N\$
Office of the Prime Minister	House, flats and Offices	11	-	-	-	-	-	11	-
Ministry of Finance	Office Building	10	-	-	-	-	-	10	-
Ministry of Higher Education, Technology And Innovation	Fixed property	2	30 468 100.00	-	-	-	-	2	30 468 100.00
Ministry of Agriculture and Land Reform	Farms	556	2 238 152 781.33	10	88 135 622.60	-	-	566	2 326 748 495.93
Total		579	2 268 620 881.33	10	88 135 622.60	-	-	589	2 357 216 595.93

3.9 Exemption from procurement procedures

The Accounting Officer: Finance reported no exemptions from procurement procedures for the year under review.

3.10 Livestock

The Accounting Officer: Finance reported the following livestock for the 2020/2021 financial year:

O/M/A	Type of livestock	Number of livestock	Value of livestock NS
Safety and Security	Cattle, Sheep, Goats, Pigs, Chicken, Horses, Dogs	2 928	6 156 923.69
Finance	Dogs	10	-
Education, Arts and Culture	Oxen, Goats, Pigs,	42	63 100.00
Environment and Tourism	Horse and Dogs	22	287 000.00
Sport, Youth and National Service	Calves, Bull, Cow, Castrated Goat, Ram Goat, Ewe Goat and Lambs	66	82 400.00
Agriculture and Land Reform	Sheep, Goat, Cattle, Horses, Pigs, Chicken and Donkey	8 450	-
Total		11 518	6 589 423.69

3.11 Annual stocktaking

The Accounting Officer: Finance reported the following annual stocktaking results for the 2020/2021 financial year:

O/M/A	No. of stock points	No. of points inspected	Value N\$	Surpluses N\$	Shortage/Deficiencies N\$	Obsolete/Worn-out N\$
Office of the President	17	14	63 375 706.98	-	-	-
Office of the Prime Minister	8	8	15 000 000.00	-	28 640.00	24 782.00
National Assembly	4	4	-	-	-	70 630.00
Office of the Auditor-General	3	3	21 411 176.01	not indicated	16 381.00	116 538.83
Department of Home Affairs and Immigration	14	14	9 549 242.58	84 850.00	-	-
Department of Safety and Security	38	33	738 282 381.44	127 119.91	80 678.92	2 269 189.73
Ministry of International Relations And Cooperation	-	-	-	-	-	-
Ministry of Defence	-	-	-	-	-	-
Ministry of Finance	13	34	16 870 914.00	806 816.00	-	-
Ministry of Education, Arts and Culture	not indicated	not indicated	not indicated	4 854 128.77	391 895.00	50 869.00
National Council	1	1	2 221 600.00	-	207 918.54	2 288 717.89
Ministry of Health and Social Services	66	52	452 381 223.87	-	128 954.31	1 198 200.78
Ministry of Labour, Industrial Relations And Employment	23	18	5 358 765.19	25 455.00	-	146 924.13
Ministry of Mines And Energy	2	2	57 670 838.48	-	164 960.00	1 900.00
Ministry of Justice	15	7	1 450 000.00	12 700.00	10 610.00	1 000.00
Ministry of Urban And Rural Development	-	-	-	-	-	-
Ministry of Environment forestry and Tourism	-	-	-	-	-	-
Ministry of Industrialization, Trade and SME Development	-	-	-	-	-	-
Office of the Judiciary	79	-	132 292 555.94	21 950.00	99 593.00	53 874.00
Ministry of Fisheries And Marine Resources	8	8	1 409 837 877.56	69 752.00	-	12 628.00
Department of Works	-	-	-	-	-	-

O/M/A	No. of stock points	No. of points inspected	Value	Surpluses	Shortage/Deficiencies	Obsolete/Worn-out
Department of Transports	not indicated	not indicated	NS	NS	NS	NS
National Planning Commission	1	1	not indicated	not indicated	not indicated	not submitted
Ministry of Sport and Youth And National Service	41	-	15 267 496.89	-	-	25 310.00
Electoral Commission of Namibia	2	2	12 545 417.72	-	-	2 695.00
Ministry of Information And Communication Technology	19	19	51 000 000.00	not indicated	not indicated	3 533 039.00
Anti-Corruption Commission	1	4	49 992 257.73	125 486.00	70 655.00	68 756.00
Ministry of Veterans Affairs	14	14	4 746 078.09	-	-	85 985.59
Ministry of Higher Education, Technology And Innovation	-	-	8 926 547.74	-	-	33 760.00
Ministry of Public Enterprises	2	2	-	-	-	-
Ministry of Gender Equality, Poverty Eradication and social Welfare	-	-	2 663 243.60	-	146 235.04	108 299.25
Ministry of Agriculture, Water and Land reform	33	14	-	-	-	-
Department of water	-	-	34 892 820.46	106 990.00	297 742.00	937 384.67
Total	470	316	3 353 100 111.93	8 403 505.88	2 559 689.56	30 620 842.33

3.12.1 Vehicles (Own fleet)

The Accounting Officer: Finance reported the following vehicles for the 2020/2021 financial year:

Vehicle type						
O/M/A	Sedan	Pick-ups, Combies	Heavy vehicles (Lorries, tractors & buses)	Motor bikes	Others	Value N\$
National Assembly	-	-	1	-	-	-
Auditor-General	32	10	-	-	1	10 250 388.89
Home Affairs and Immigration	42	130	11	-	2	34 939 190.01
Ministry of Safety and Security	614	1811	146	106	215	479 193 401.91
Defence	168	237	486	15	29	1 456 730 767.79
Finance	113	131	4	1	12	26 568 560.00
Education, Arts and Culture	29	138	29	-	12	66 434 272.54
Health and Social Services	192	1242	99	3	323	599 510 498.26
Labour , Industrial Relations and Employment Creation	45	77	3	-	2	6 137 260.00
Mines and Energy	17	62	4	-	14	31 891 727.34
Urban and Rural Development	27	110	2	-	1	30 861 300.00
Environment, Forestry & Tourism	34	391	175	53	34	33 754 372.05
Industrialization, Trade and SME Development	27	28	2	-	1	Not indicated
Judiciary	35	40	-	-	-	20 997 139.81
Fisheries and Marine Resources	27	73	1	4	Not indicated	15 502 775.00
National Planning Commission	9	18	-	-	1	6 846 171.57
Ministry of Sports, Youth and National services	16	75	16	-	-	57 670 000.00
Electoral Commission of Namibia	11	73	-	-	39	6 011 241.56
Anti-Corruption Commission	13	13	-	-	-	4 633 500.00
Higher Education, Technology and Innovation	8	7	-	-	-	Not indicated
Gender Equality, Poverty Eradication and Social Welfare	14	49	1	1	1	-
Agriculture and Land Reform	271	582	43	23	42	95 029 612.23
Water	22	218	84	-	10	40 594 000.00
Total	1 609	4 878	946	208	632	2 966 487 717

3.12.2 Vehicles (Pool)

The Accounting Officer: Finance reported the following vehicles for the 2020/2021 financial year:

O/M/A	Vehicle type						Value
	Sedan	Pick-ups, Combies	Heavy Vehicles (lorries tractors & busses)	Motor bikes	Others		
Prime Minister	62	64	7	-	-	-	-
National Assembly	11	20	-	-	-	-	-
Home Affairs and Immigration	2	1	-	-	-	-	500 000.00
Defence	2	2	-	-	-	-	-
Finance	2	1	-	-	-	-	1 000 000.00
Education, Arts and Culture	5	48	5	-	-	2	16 619 985.48
National Council	11	15	-	-	-	-	-
Labour, Industrial Relations and Employment Creation	4	1	-	-	-	-	2 901 473.66
Mines and Energy	4	1	-	-	-	-	700 000.00
Urban and Rural Development	3	1	-	-	-	-	-
Industrialisation and Trade	4	1	-	-	-	1	10 476 454.42
Judiciary	19	9	1	-	-	-	2 736 004.10
National Planning Commission	4	1	-	-	-	-	-
Information and Communication Technology	22	60	1	-	-	1	866 330.66
Veterans Affairs	13	43	4	-	-	-	Not indicated
Higher Education, Training and Innovation	8	7	-	-	-	-	Not indicated
Gender Equality, Poverty Eradication and Social Welfare	30	101	1	-	-	-	1 526 880.00
Agriculture and Land Reform	6	1	-	-	-	-	-
Total	252	524	25	-	10	31 137 513.66	

3.13 Capital projects

The Accounting Officer: Finance reported the following capital projects:

O/M/A	Approved total budget	Approved appropriation 2020/2021	Total expenditure as at 01 April 2020	Actual expenditure per Ledger 2020/2021	Total actual expenditure as at 31 March 2021
	N\$	N\$	N\$	N\$	N\$
Office of the Prime Minister	40 400 000	2 576 000	71 669.84	667 385.25	739 055.09
National Assembly	2 317 337 000	7 000 000	42 638 956.88	6 999 961.51	49 638 918.39
Department of Safety and Security	7 793 831 000	335 000 000	4 748 702 233.70	333 351 540.22	5 082 053 773.92
Ministry of Environment and Tourism	1 657 615 000	93 649 400	680 435 603.39	63 343 717.15	743 779 320.54
Ministry of Information and Communication Technology	279 653 000	22 100 000	107 626 000.00	22 097 462.19	129 723 462.19
Total	12 088 836 000	460 325 400	5 579 474 463.81	426 460 066.32	6 005 934 530.13

WINDHOEK, OCTOBER 2021

TITUS NDOVE
ACCOUNTING OFFICER

