



REPUBLIC OF NAMIBIA



**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
MINISTRY OF MINES AND ENERGY
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2015**

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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 Ministry of Mines and Energy for the financial year ended 31 March 2015 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, April 2016

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

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**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
MINISTRY OF MINES AND ENERGY
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2015**

1. REPORT ON THE FINANCIAL STATEMENTS

1.1 INTRODUCTION

This report on the accounts of the Ministry of Mines and Energy for the financial year ended 31 March 2015 is presented to the National Assembly in accordance with the terms of Article 127(2) of the Constitution of the Republic of Namibia and provisions set out in the State Finance Act, 1991(Act 31 of 1991), as amended.

I have audited the accompanying financial statements of the Ministry of Mines and Energy for the year then ended 31 March 2015. These financial statements comprise the following statements submitted for the year then ended:

- Appropriation Account;
- Standard Subdivisions;
- Departmental Revenue;
- Notes to the financial statements; and
- General information.

The appropriation account was submitted by the Accounting Officer to the Auditor-General in terms of Section 13 of the State Finance Act, Act 31 of 1991.

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

1.2 Management's responsibility 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, Act 31 of 1991 and legislation, and for such internal control as management determines it necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

1.3 Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on the audit. I conducted the audit in accordance with International Standards for Supreme Audit Institutions (ISSAIs). These standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Powers and duties

Section 25(1)(c) of the State Finance Act, Act 31 of 1991, provides that the Auditor-General should satisfy himself that:

- (a) all reasonable precautions have been taken to ensure that all monies due to the State are collected, and that the laws relating to the collection of such monies have been complied with;
- (b) all reasonable precautions have been taken to safeguard the receipt, custody and issue of and accounting for, the State's assets, such as stores, equipment, securities and movable goods; and

- (c) the expenditure has taken place under proper authority and is supported by adequate vouchers or other proof.

In addition, Section 26 (1) (b)(iv) of the State Finance Act, Act 31 of 1991, empowers the Auditor-General to investigate and report on the economy, efficiency and effectiveness of the use of the State's resources.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the Financial Statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for the audit opinion.

1.4 ACKNOWLEDGEMENT

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

1.5 KEY AUDIT FINDINGS

1.5.1 Expenditure

(i) Underexpenditure

The total budget of the Ministry was underspent with an amount of N\$ 514 888 263.42 (59.22%). Attention is also drawn to main division 05 which realised a 71.65% underspending amounting to N\$ 501 466 317.69.

It is recommended that the Accounting Officer should put measures in place to avoid underexpenditure and ensure that planned projects are implemented.

(ii) Unauthorized expenditure

The following unauthorised expenditure occurred during the financial year and is hereby reported as such in terms of Section 27(6)(a) of the State Finance Act, 1991(Act 31 of 1991)

Although Treasury approval was obtained to utilise certain expected savings for defrayal of excess expenditure by means of virements during the year, four (4) operational subdivisions were exceeded by an amount of N\$ 3 467 925.11. This excess expenditure is unauthorized in terms of Section 6(a)(iii) of the Act.

It is recommended that the Accounting Officer should closely monitor and review the financial position of the Ministry on a continuous basis to enable better financial control, and take appropriate action timeously to avoid unauthorised expenditure in future.

Management comment

In his comment on the draft report, the Accounting Officer indicated that the Ministry was allocated a total amount of N\$ 626 453 000 on operational budget of which N\$ 500 000 000 was allocated to Nampower and Namcor for the implementation of the Kudu Gas Project. These funds could not be utilised since the Ministry approached the Ministry of Finance to transfer the funds to the project implementation agencies.

Unfortunately the request was declined. The Ministry was also advised by the Ministry of Finance to suspend the funds but the suspension was also declined by the Ministry of Finance. As a result, the Ministry was unable to spend or transfer the allocated funds to the Kudu Gas Project during the year.

1.5.2 Tender Board Exemptions

The Accounting Officer reported actual amounts on exemptions from normal Tender Board procedures amounting to N\$ 135 687 045.65. This amount could not be verified as supporting documents were not provided. It was also observed that the Tender Board total exemptions approved amount to N\$ 1 167 451.96, while the total budget of the Ministry amounts to N\$ 869 453 000.

It is recommended that the Accounting Officer ensures that supporting information is provided for audit purposes.

1.5.3 Subsistence allowance

The statement submitted by the Accounting Officer indicates a balance of N\$ 157 427.18 as outstanding subsistence advances at 31 March 2015. However, the S&T Advance Suspense Account reflects a balance of N\$ 376 258.24 resulting in a difference of N\$ 218 831.06. Furthermore, the Accounting Officer did not compile the statement in the format as required by Circular D12/2010. Therefore outstanding balance could not be verified to determine if advances were outstanding for more than 30 days.

It is recommended that the Accounting Officer should explain the difference and take necessary steps to reconcile and clear the S&T Advance Suspense Account.

1.6 UNQUALIFIED AUDIT OPINION

I certify that I have audited the financial statements of the Ministry of Mines and Energy for the year ended 31 March 2015 in accordance with the terms of Article 127(2) of the Namibian Constitution and Section 25(1) of the State Finance Act, 1991 (Act 31 of 1991).

In my opinion, the financial statements present fairly in all material respects the financial position of the Ministry of Mines and Energy as at 31 March 2015 and its financial performance and its receipts and payments for the year ended in accordance with the State Finance Act, 1991 (Act 31 of 1991).

WINDHOEK, April 2016

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

ANNEXURE A

1. AUDITED FINANCIAL STATEMENTS

1.1 Appropriation Account

		2014/2015			2013/2014	
Service		Authorized expenditure	Actual expenditure	Variations		Actual expenditure
				Under expenditure/ (Excess)	Percentage	
	N\$	N\$	N\$	N\$	%	N\$
01. Office of the Minister:						
Original budget	6 268 000					
Plus: Virement	330 000	6 598 000	5 732 292.00	865 708.00	13.12	4 127 638.99
02. Administration:						
Original budget	51 438 000					
Plus: Virement	568 750	52 006 750	49 367 334.33	2 639 415.67	5.08	35 959 998.10
03. Mining:						
Original budget	41 198 000					
Less: Virement	(6 540 000)	34 658 000	30 918 705.56	3 739 294.44	10.79	38 253 569.03
04. Geological Survey:						
Original budget	49 556 000					
Plus: Virement	2 037 450	51 593 450	47 150 076.99	4 443 373.01	8.61	38 304 162.33
05. Energy:						
Original budget	692 118 000					
Plus: Virement	7 762 500	699 880 500	198 414 182.31	501 466 317.69	71.65	133 733 717.72
06. Diamond Affairs:						
Original budget	16 132 000					
Plus: Virement	701 300	16 833 300	15 912 132.57	921 167.43	5.47	14 686 026.07
07. Petroleum Affairs:						
Original budget	12 743 000					
Less: Virement	(4 860 000)	7 883 000	7 070 012.82	812 987.18	10.31	2 770 670.69
Total		869 453 000	354 564 736.58	514 888 263.42	59.22	267 835 782.93

1.2 Standard Subdivisions

Subdivision	2014/2015			2013/2014
	Authorized expenditure	Actual expenditure	Under expenditure	Actual expenditure
Operational:	N\$	N\$	N\$	N\$
Current expenditure: Personnel				
001. Remuneration	79 306 200	72 975 868.79	6 330 331.21	61 944 960.63
002. Employer's contribution to GIPF	8 724 000	7 953 906.74	770 093.26	6 742 995.97
003. Other conditions of service	677 300	551 016.81	126 283.19	441 653.32
Total	88 707 500	81 480 792.34	7 226 707.66	69 129 609.92
Current expenditure: Goods and other services				
021. Travel and subsistence expenses	8 729 432	7 479 252.15	1 250 179.85	6 722 013.12
022. Materials and supplies	1 644 000	1 583 670.11	60 329.89	1 327 202.47
023. Transport	3 832 000	3 734 637.93	97 362.07	3 609 384.85
024. Utilities	7 895 000	7 578 728.51	316 271.49	4 773 761.49
025. Maintenance	2 985 750	2 887 731.62	98 018.38	2 860 053.71
027. Other services and expenses	4 733 568	4 439 114.23	294 453.77	5 844 963.87
Total	29 819 750	27 703 134.55	2 116 615.45	25 137 379.51
Current Expenditure: Membership fees and subscriptions				
041. International	1 346 500	1 314 066.25	32 433.75	2 926 393.81
043. Government Organizations	511 778 000	11 778 000.00	500 000 000.00	-
Total	513 124 500	13 092 066.25	500 032 433.75	2 926 393.81
Current Expenditure: Subsidies, grants and other transfers				
045. Public and departmental enterprises and private Industries	-	-	-	10 659 000.00
Total	-	-	-	10 659 000.00
Total: Current expenditure	631 651 750	122 275 993.14	509 375 756.86	107 852 383.24
Capital expenditure: Acquisition of assets				
101. Furniture and office equipment	255 000	225 393.14	29 606.86	1 386 063.33
102. Vehicles	1 000 000	986 567.24	13 432.76	2 171 852.11
Total	1 255 000	1 211 960.38	43 039.62	3 557 915.44
Total: Operational Expenditure	632 906 750	123 487 953.52	509 418 796.48	111 410 298.68
Development:				
Capital Expenditure: Goods and other services				
022. Materials and supplies	14 250 000	14 150 000.00	100 000.00	19 750 000.00
027. Other services and expenses	20 621 250	20 256 207.00	365 043.00	17 177 367.72
Total	34 871 250	34 406 207.00	465 043.00	36 927 367.72
Capital expenditure: Acquisition of assets				
102. Vehicles	2 660 000	1 657 098.00	1 002 902.00	-
103. Operational equipment, machinery & plants	5 550 000	3 566 808.19	1 983 191.81	8 087 277.72
105. Feasibility studies, design & supervision	29 000 000	28 510 279.89	489 720.11	18 326 784.08
107. Construction, renovation & improvement	75 765 000	74 270 347.77	1 494 652.23	51 901 193.25
131. Government organization	88 700 000	88 666 042.21	33 957.79	41 182 861.48
Total	201 675 000	196 670 576.06	5 004 423.94	119 498 116.53
Total: Development expenditure	236 546 250	231 076 783.06	5 469 466.94	156 425 484.25
GRAND TOTAL	869 453 000	354 564 736.58	514 888 263.42	267 835 782.93

1.3 Departmental Revenue

Revenue for the year is as follows:

Revenue head	Estimate 2014/2015	Actual revenue 2014/2015	More/(Less) than estimated	Actual revenue 2013/2014
	N\$	N\$	N\$	N\$
Miscellaneous	220 000	809 889.83	589 889.83	226 469.49
Geological services	280 000	204 939.47	(75 060.53)	287 717.86
Oil exploration fees-rental fees	9 501 000	20 684 356.48	11 183 356.48	34 840 504.51
Total	10 001 000	21 699 185.78	11 698 185.78	35 354 691.86

1.4 Notes to the financial statements

1.4.1 Appropriation account: Explanations of variations exceeding 2% between the authorised and actual expenditure

(i) Underexpenditure

Main division 01 – Office of the Minister (N\$ 865 708.00 – 13.12%)

The underexpenditure on this main division resulted from a vacancy of the Honourable Deputy Minister of the Ministry of Mines and Energy from 08 October 2014 until the end of the financial year. The underexpenditure on travel and subsistence allowances resulted from trips suspended which were supposed to be undertaken by the late Honourable Deputy Minister.

Main division 02 – Administration (N\$ 2 639 415.67 – 5.08%)

The major underexpenditure of the Administration and Finance related to personnel expenses which resulted in unfilled positions, such as the position of the Director that took too long to be filled.

In addition to this, unfilled positions have caused planned trips not to take place, most specifically the trips planned for the vacant position of the Director. Some of the invoices were received late from the suppliers which led to underexpenditure on Materials and Supplies, Utilities, Maintenance Expenses and Furniture and Office equipment.

Renovation of the Mines and Energy building: The underexpenditure on this project was due to a virement requested to cater for the ministerial server room, construct a strong room for the Oranjemund office and spraying pesticides at the Ministry of Mines and Energy head office building. However, when Treasury approval was granted, the tender from the Ministry of Works and Transport that was supposed to be used for this project had expired and could not be renewed within the same financial year.

Main division 03 – Mining (N\$ 3 739 294.44 – 10.79%)

The underexpenditure on personnel and other conditions of service resulted from vacant positions that were not filled. The Ministry experienced challenges of candidates that turned down the offers and this caused so much delay in the filling of technical positions, such as Engineers and Geoscientists. Adverts for vacant positions were placed and no suitable candidates were found to fill the positions.

The underexpenditure on Subsistence and Travelling allowances resulted from funds set aside for staff members to attend the annual strategic planning workshop in Swakopmund during March 2015, however the workshop was postponed due to the unavailability of funds on other main divisions. The conflicting foreign and local trips with other urgent assignments also contributed to some of the verification and inspection trips that could not be undertaken as per the approved annual travel plan.

Small Scale Mining Project: Funds were availed for a Cutting and Polishing facility project in Khorixas and the contractor was supposed to be paid based on the progress report. Unfortunately the contractor experienced a delay and requested for an extension to finalize the construction. The project could not be finalized within the same financial year and it was extended to the 2015/2016 financial year. The Ministry requested an amount of N\$ 1 500 000 to be suspended during 2014/2015 financial year. However, Treasury approval was not granted, hence an underexpenditure occurred.

Main division 04 – Geological Survey (N\$ 4 443 373.01 – 8.61%%)

The underexpenditure resulted from the recruitment of Geoscientist which was very difficult. The Ministry did not manage to retain suitable candidates due to the fact that few qualified Geoscientist exist in the country, and a number of Geoscientists have left during the year to join mining companies. This resulted in budgeted salaries not being spent and this affected the Employers Contribution to the Government Institutions Pension Fund. In addition, unfilled positions led to underexpenditure on Travel and Subsistence, Materials and Supplies, Other Services and Expenses and Furniture and Office equipment.

The underexpenditure on Membership Fees and Subscriptions resulted from invoices of International Organisations (GEO) and International Airborne Safety Association which were not submitted timely.

Geo-Laboratories upgrading and staff training: The underexpenditure is due to the recommended procedure by the National Tender Board, which was not favourable for specialized services that were required, making it difficult to spend the funds. In addition, suspension of the funds was submitted and approval was not granted.

Operation of Rock and Soil Mechanics Labs: The underexpenditure for this project is due to the open tender required for specialized services that did not attract favourable local offers. Offers from international service providers were more than the budget allocated for this project. This resulted in the funds not spent and the suspension of the funds was not approved.

Seismological Network: The planned activity was to acquire a ground-based electromagnetic system and N\$ 1 150 000 was set aside for this instrument. Following an open tender process, the only qualifying bid from a 100% Namibian-owned company was N\$ 1 580 000. N\$ 350 000 was viremented to cover the shortfall for the bid received and this delayed the awarding of the tender. The awarding of the tender to the preferred bidder was subsequently not approved by the National Tender Board and insufficient time was left to re-advertise the tender. This resulted in the underexpenditure as the suspension of the funds was not approved.

Main division 05 – Energy (N\$ 501 466 317.69 – 71.65%)

The underexpenditure on this main division was caused by personnel expenditure as a result of unfilled positions within the Directorate of Energy, which were supposed to be filled during 2014/2015 financial year. The position became vacant following the retirement of a Deputy Director and filling of the position was delayed by lack of a suitable candidates. In addition, unfilled positions lead to underexpenditure on Travel and Subsistence, Materials and Supplies, and Other Services and Expenses.

Kudu Gas Project: Namcor and Nampower requested Ministry of Finance, through the Ministry of Mines and Energy to allocate funds made for the implementation of the Kudu Gas Project during 2014/2015 financial year. In that respect an amount of N\$ 500 000 000 was to be transferred to Namcor and Nampower for the upstream and downstream developments. Upon receiving the invoices from the two institutions, Ministry of Mines and Energy requested Ministry of Finance for the funds to be transferred to Namcor and Nampower special accounts for the mentioned project. However transfer could not be authorised by the Ministry of Finance due to the fact that the Ministry of Finance was not satisfied with the submitted progress reports on the work done and how the funds will be utilized. Hence Treasury instructed the Ministry of Mines and Energy to suspend the funds and suspension of the funds was not approved.

Rural Electrification and Major Power Project: An amount was wrongly paid from Major Power Project instead of Renewable Energy and Energy Efficiency Institute. A manual journal was passed around March 2015 to correct the expenditure from Major Power Project to Renewable Energy and Energy Efficiency Institute. However, the journal was posted wrongly and Rural Electrification Project was affected instead and received a credit balance and Renewable Energy and Energy Efficiency Institute was debited.

This manual journal was later reversed around May 2015. Between the time the manual journal was created and reversed, some transactions were processed, and therefore used up the funds availed by the journal.

The Ministry approached Ministry of Finance – General Ledger and Accounts Payable help desk to solve the problem but no solution was found. The Ministry further approached SILNAM and it was found that there was a manual journal credited on Rural Electrification Project which was created around March 2015, and hence increasing the funds available to spend on the said account.

According to SILNAM, even though there are controls in place to avoid overexpenditure, there are also functions available to override funds control. This might have been the case, given that the manual journal was only reversed in May 2015, whereas transactions have already gone through in March 2015. The Ministry was advised to either leave it as such, or to virement money from accounts with funds. Unfortunately the advice was only given in September 2015 after the 2014/2015 financial year ended and virement period have closed.

Main division 6 – Diamond Affairs (N\$ 921 167.43 – 5.47%)

The underexpenditure under this main division is due to vacant positions resulting from staff members transferred from Mines and Energy to other Ministries.

Main Division 7 – Petroleum Affairs (N\$ 812 987.18 – 10.31%)

The underexpenditure on this main division was caused by personnel expenditure resulting from an unfilled position of the Deputy Director in the division of Promotion and Research, Engineers and Chief Geoscientists within the Directorate of Petroleum Affairs. The positions were not filled due to the fact that the Directorate could not attract suitable candidates.

The other contributing factor was on Travel and Subsistence Allowances and Other Services and Expenses as some foreign trips to attend conferences and workshops were paid from the Oil Exploration Companies and this resulted in underexpenditure.

1.4.2 Departmental revenue: Explanations of variances exceeding N\$ 100 000**(i) Underestimated****Oil Exploration – Rental fees**

The Ministry experienced high Petroleum Upstream activities during the year under review, thus the Ministry received a lot of exploration license applications. Unpredicted high interest on petroleum exploration licenses resulted in more revenue received than estimated.

Miscellaneous

The balance of the closed bank account of the Ministry of Mines and Energy fleet at Standard Bank, and a refund of a study loan from NAMCOR was posted to the Miscellaneous account. Another payment was erroneously posted to the miscellaneous revenue account from Other Mineral Royalties. This error will be rectified in the next financial year.

2. GENERAL INFORMATION**2.1 Bank and fund accounts**

The Ministry operated the following funds and bank accounts:

Account Name	Bank	Opening balance as at 01/04/2014	Closing balance as at 31/03/2015
		N\$	N\$
Minerals Development Fund of Namibia	First National Bank	0.02	(90.31)
Mineral Development Fund of Namibia	First National Bank	633 535.23	720 408.90
Mineral Development Fund of Namibia	First National Bank	1 467 123.24	1 521 404.37
Diamond Valuation Fund	First National Bank	200 991.52	41 506 126.10
Diamond Board of Namibia	Bank Windhoek	8 700 898.58	7 177 267.87
Geological Survey Infrasound	Standard Bank	280 743.63	343 191.86
OGEMP Solar Revolving Fund	First National Bank	17 003 967.90	12 469 567.23
National Energy Fund	Bank Windhoek	68 246 822.36	100 266 361.20
National Energy Fund	Bank Windhoek	*164 922 435.08	*865 201 156.87
National Energy Fund	Bank Windhoek	*95 500 436.16	*100 477 229 .78
National Energy Fund	SME Bank	*20 512 427.68	*20 512 427.68
National Energy Fund	Standard Bank	*42 061 523.04	*45 335 023.93
National Energy Fund	Bank Windhoek	*41 322 394.82	*43 805 364.63
Strategic Oil Storage Facility Levy	SME Bank	95 689 454.55	211 097 294.47
National Energy Fund	Standard Bank	31 547 873.89	32 531 726.34

2.2 Commissions and Special Committees

The Ministry incurred expenditure amounting to N\$ 81 254 in respect of Commissions and Special Committees during the year under review.

2.3 Hiring of aircraft

During the year under review, the Ministry hired an aircraft from the Ministry of Works and Transport and incurred expenditure amounting to N\$ 161 001.43.

2.4 HIV/AIDS activities

Expenditure in respect of HIV/AIDS awareness amounted to N\$ 97 972.67 during the financial year under review.

2.5 Donations to the Government

The Ministry received a donation of a Toyota Land Cruiser valued at N\$ 338 000 from Swakop Uranium. This donation was approved by Treasury.

2.6 Outstanding commitments

The Accounting Officer reported outstanding commitments amounting to N\$ 162 958.64 which were not paid for the year under review.

2.7 Bursary and study assistance

The Accounting Officer reported that the Ministry assisted five (5) staff members with study assistance amounting to N\$ 56 801.

2.8 Revenue outstanding

The Accounting Officer reported that a receipt to the amount of N\$ 60 000 was issued on 02 December 2014. On 03 December 2014 (next day) when the money was deposited, it was detected that only N\$ 50 000 was received. The investigation is still on but this matter was not reported to the police.

2.9 Capital projects

The following were the capital projects of the Ministry for the financial year:

Project	Approved total budget	Total expenditure at 31/03/2014	Approved appropriation 2014/2015	Actual expenditure 2014/2015	Total expenditure at 31/03/2015	Expected year of completion
	N\$	N\$	N\$	N\$	N\$	
Renovation and upgrading of MME buildings	23 773 000	11 273 156.12	2 820 000	2 064 201.12	13 337 357.24	31/03/2018
Construction of Ministerial Regional Office in Swakopmund	50 492 000	3 741 914.75	14 000 000	13 999 954.37	17 741 869.12	31/03/2017
Small Scale Mining	91 385 000	26 563 963.28	5 395 000	3 535 525.41	30 099 488.69	31/03/2018
High Resolution Airborne Geophysics	192 750 000	60 920 231.11	750 000	748 373.00	61 668 604.11	31/03/2022
Geological Sample Storage and Database	42 091 000	10 180 600.61	2 771 250	2 753 532.00	12 934 132.61	31/03/2020
Regional Geochemical Sampling Survey	67 376 000	6 955 929.74	1 600 000	1 600 000.00	8 555 929.74	31/03/2020
Airborne Electromagnetic Survey	48 905 000	25 704 213.49	9 800 000	9 864 665.57	35 568 879.06	31/03/2022
Geo-Laboratories Upgrading and Staff Training	29 562 000	9 259 744.56	1 300 000	593 744.68	9 853 489.24	31/03/2020
Environmental Monitoring of Active and abandoned Mines	1 723 000	751 022.38	100 000	96 644.81	847 667.19	31/03/2017
Operation GSN Environmental and Mechanics Lab	-	-	320 000	185 453.56	185 453.56	-
Regional Geological Mapping	35 834 000	5 573 914.22	6 210 000	6 202 268.56	11 776 182.78	01/03/2018
Seismological Network	18 353 000	9 035 391.51	1 500 000	49 905.60	9 085 297.11	31/03/2022
Rural Electrification	853 568 000	407 810 549.25	150 307 202	153 633 709.83	561 444 259.08	30/03/2020
Major Power Project Development	105 041 000	26 611 431.99	19 972 798	16 092 678.08	42 704 110.07	30/03/2020
Tsumkwe Energy Project	-	2 999 999.25	2 000 000	1 956 126.47	4 956 125.72	-
Renewable Energy and Energy Efficiency Institute	36 540 000	9 770 000.00	3 700 000	3 700 000.00	13 470 000.00	31/03/2018
Off-Grid Electrification and REEE Revolving Fund	-	47 679 728.05	14 000 000	14 000 000.00	61 679 728.05	-
Total	1 597 393 000	664 831 790.31	236 546 250	231 076 783.06	895 908 573.37	

ANNEXURE A (continued)

2.10 Tender Board exemptions

Tender Board approved deviations from normal Tender Board procedures for acquiring goods and services as follows:

Exemption	Goods/Services	Approved exemptions	Actual expenditure	Difference
		N\$	N\$	N\$
E1/7-1/2014	Annual Exemption 2014/2015	550 237 000.00	27 237 000.00	523 000 000.00
E1/7-2/2014	Appointment of a legal law firm.	4 056 129.00	-	4 056 129.00
E1/7-3/2014	Exemption for the implementation of Kudu Power Project – Upstream and downstream	500 000 000.00	-	500 000 000.00
E1/7-4/2014	Upgrading of electrical distribution sub-stations	99 999 999.96	65 164 709.38	34 835 290.58
E1/7-5/2014	Training on geotechnical rock strength test	320 000.00	150 000.00	170 000.00
E1/7-6/2014	Acquire and install spare parts for the atomic absorption machine	230 000.00	159 175.91	70 824.09
E1/7-8/2014	Specialized technical assistance	1 295 000.00	1 295 000.00	-
E1/7-9/2014	Specialised training on mine pollution investigation techniques	100 000.00	183 609.35	83 609.35
E1/7-10/2014	Regional geological mapping	5 025 000.00	3 947 120.80	1 077 879.20
E1/7-11/2014	Upgrade of the earth data infrastructure	1 388 321.00	299 202.00	1 089 119.00
E1/7-12/2014	Upgrade of software for the geoscience information management system	1 100 000.00	439 583.40	660 416.60
E1/7-13/2014	Implementation of the concentrated solar power technology transfer electricity generation	3 700 000.00	3 700 000.00	-
Total		1 167 451 450.96	102 575 400.84	1 064 879 049.12

2.11 Suspense accounts

The final ledger shows eighteen (18) suspense accounts balances at the end of the financial year of which six (6) had debit balances and twelve (12) had credit balances.

Suspense account	Debit/(Credit)
	N\$
Receipt suspense	(152 874.73)
RD cheques	569 440.00
S&T advance suspense account	376 258.24
Rejection account	(126 703.65)
Bills payable	(8 418 352.03)
Mining claims	(880 044.86)
Prospecting rights	(10 806 147.49)
Electronic fund transfer clearing account (EFT)	(28 143.44)
Social security	(48.99)
Taxcode	(76 548.49)
Salary interface Control Account	0.93
Pension funds: GIPF	(55 671.48)
National Housing Enterprise	(669.59)
Standard Bank (Windhoek)	60 139.59
First National Bank (Windhoek)	(8 290.76)
Bank Windhoek Main Branch	1 968.00
Commercial Bank of Namibia	7 000.00
Debit establishment	(19 293.19)

WINDHOEK, 2015-10-19

**S NEGUMBO
ACCOUNTING OFFICER**