



**REPUBLIC OF NAMIBIA**



**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE**  
**MINISTRY OF MINES & ENERGY**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2013**

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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 2013 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, August 2014**

**JUNIAS ETUNA KANDJEKE  
AUDITOR-GENERAL**

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FOR THE FINANCIAL YEAR ENDED  
31 MARCH 2013**

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**1. INTRODUCTION**

This report on the accounts of the Ministry of Mines and Energy for the financial year ended 31 March 2013 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.

**Report on the Financial Statements**

I have audited the accompanying financial statements of the Ministry of the Mines and Energy for the year ended 31 March 2013. These financial statements comprise the Appropriation Account, Standard Subdivisions, Departmental Revenue, Miscellaneous Revenue for the year then ended, and notes to the financial statement and general information submitted.

The Appropriation Accounts were submitted to the Auditor-General in terms of Section 13 of the State Finance Act, 1991.

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

**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 is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**3. AUDITOR'S RESPONSIBILITY**

My responsibility is to express an opinion on these financial statements based on our audit. I conducted our 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, 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, 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.

#### **4. AUDIT FINDINGS**

Attention is drawn on the following matter(s) that relate to my responsibility in the audit of the financial statements.

##### **4.1. Underexpenditure**

The total budget of the Ministry was underspend with an amount of N\$ 15 675 827.97 (8.06%).

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

##### **4.2 Unauthorised Expenditure**

Although Treasury approval was obtained to utilise certain expected savings for the defrayal of expenditure through virements during the year, five (5) sub-divisions were exceeded with a total amount of N\$ 103 569.91 which is unauthorised in terms of Section 6(a)(iii) of the Act.

It is recommended that the Accounting Officer implement budgetary control measures to avoid unauthorised expenditure.

### 4.3 Subsistence Advances

According to the Daily Subsistence Allowance Debit Balance list an amount of N\$ 205 150.78 was outstanding on advances as at 31 March 2013. However, N\$ 22 119.14 from the N\$ 205 150.78 was due after thirty (30) days of return by the staff members to their official duty station as at 31 March 2013, which is not in accordance with Treasury Instruction HB0505 that states that claims must be submitted within thirty (30) days after returning from an official trip.

It is recommended that the Accounting Officer should ensure that steps are taken to clear the S&T Advance Suspense Account at all times and claims are submitted within thirty (30) days as stated in Treasury Instruction HB0505. It is further recommended that should the claim amount be less than the advance amount, the difference should be recovered from the staff member or official as stated in the Treasury Instruction HB0506.

### 4.4 Suspense Accounts

The final ledger shows sixteen (16) Suspense Account balances of the Ministry as at 31 March 2013 of which nine (9) had credit balances and seven (7) had debit balances. The following Suspense Accounts were in excess of N\$ 100 000:

Description	Balance Debit/(Credit)
	N\$
Receipt Suspense	196 380.65
S&T Advance Suspense Account	287 477.63
Rejection Account	(347 471.82)
Bills Payable	(36 948 103.72)
Mining Claims	(737 459.86)
Prospecting Rights	(14 053 211.48)

It is recommended that the Accounting Officer should take all necessary steps to reconcile and clear the balances on the accounts.

The following differences were noted between the statement submitted by the Accounting Officer and the General Ledger:

Description	Amount reported by Accounting Officer	Amount as per General Ledger	Difference
	N\$	N\$	N\$
Receipt Suspense	192 724.01	196 380.65	(3 656.64)
S&T Advance Suspense Account	205 105.78	287 477.63	(82 371.85)
Rejection Account	-	(347 471.82)	347 471.82
Bills Payable	36 923 665.97	(36 948 103.72)	(24 437.75)
Mining Claims	14 100.00	(737 459.86)	(723 359.86)
Prospecting Rights	2 555 750.00	(14 053 211.48)	(11 497 461.48)

The Accounting Officer explained the differences as follows:

#### Receipt Suspense Account

This amount is for monies received on the 28 March 2013 and banked on the 02 April 2013. However, an amount of N\$ 3 656.64 was erroneously journalized to Receipt Suspense Account instead of Daily Subsistence Allowance Suspense Account. Rectification was done in the 2013/14 since the 2012/2013 financial year was already closed.

### **S&T Advance Suspense Account**

This difference is due to advances paid to staff members towards the end of the financial year and claims not submitted on time because the staff members did not return on or before 31 March 2013.

### **Rejection Account**

The amount is from Funds Control System (FCS) since 2006 and needs to be reconciled. It remains a challenge for the Ministry to reconcile ageing amounts due to a lack of FCS information which cannot be traced. It was agreed between the Ministry of Mines and Energy and the Ministry of Finance that ageing balances should be adjusted and this process will be done in the 2013/14 financial year.

### **Bills Payable**

The amount is for outstanding cheques that were issued and not cleared as at 31 March 2013. During the reconciliation process, a difference of N\$ 24 437.75 was noted. It was communicated to the Ministry of Finance and the Ministry was informed that it originated from staled cheques when government migrated from release 11 to release 12 on the Integrated Financial Management System (IFMS).

### **Mining Claims**

The reconciliation indicated that only N\$ 14 100.00 should be reflected in the Mining Claims account which is equal to the outstanding claim applications. The remaining balance was transferred from the FCS system in July 2006. It was agreed between the Ministry of Mines and Energy and the Ministry of Finance that ageing balances should be adjusted and this process will be done in the 2013/14 financial year.

### **Prospecting Rights**

The reconciliation indicates that a balance of N\$ 2 555 750.00 which is equal to the outstanding mining licences applications should be reflected in the Prospecting Rights account. The remaining balance was transferred from the FCS system in July 2006. It was agreed between the Ministry of Mines and Energy and the Ministry of Finance that ageing balances should be adjusted and this process will be done in the 2013/14 financial year.

## **5. ACKNOWLEDGEMENT**

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

## **6. AUDIT OPINION**

I certify that I have audited the financial statements of the Ministry of Mines and Energy for the year ended 31 March 2013 in accordance with the terms of Article 127(2) of the Namibian Constitution and Section 25(1) of the State Finance Act, Act 31 of 1991.

In my opinion, the financial statements present fairly the receipts and payments of Vote 15 for the year ended 31 March 2013, in all material respects the receipts and payments have been applied for the purpose intended by the National Assembly and conform to the authorities which govern them.

**JUNIAS ETUNA KANDJEKE**  
**AUDITOR–GENERAL**

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**123 Robert Mugabe Avenue**  
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**WINDHOEK**  
**NAMIBIA**



## 7. FINANCIAL STATEMENTS

## 7.1 Appropriation account

Service	2012/2013		VARIATIONS		2011/2012
	Authorized expenditure	Actual expenditure	Under expenditure/ (Excess)	Percent-age	Actual expenditure
	N\$	N\$	N\$	%	N\$
<b>01. Office of the Minister:</b>					
Original budget	4 141 000				
Plus: Virement	539 000	4 680 000	4 293 452.75	8.26	3 500 779.94
<b>02. Administration:</b>					
Original budget	27 425 000				
Plus: Virement	835 000	28 260 000	27 212 547.58	3.71	22 842 130.93
<b>03. Mining:</b>					
Original budget	41 989 000				
Less: Virement	(3 980 000)	38 009 000	29 277 120.71	22.97	21 250 741.01
<b>04. Geological Survey:</b>					
Original budget	25 505 000				
Plus: Virement	3 562 345	29 067 345	27 717 767.28	4.64	36 222 367.53
<b>05. Energy</b>					
Original budget	81 122 000				
Plus: Virement	227 000	81 349 000	78 016 832.43	4.10	104 461 211.37
<b>06. Diamond Affairs</b>					
Original Budget	14 216 000				
Less: Virement	(1 183 345)	13 032 655	12 204 451.28	6.35	13 810 246.73
<b>TOTAL</b>		<b>194 398 000</b>	<b>178 722 172.03</b>	<b>8.06</b>	<b>202 087 477.51</b>

## ANNEXURE A (continued)

## 7.2 Standard subdivisions

Subdivision	2012/2013			2011/2012
	Authorized expenditure	Actual expenditure	Under expenditure	Actual expenditure
<b>Operational</b>	N\$	N\$	N\$	N\$
<b>Current expenditure: Personnel</b>				
001. Remuneration	49 204 807	47 767 807.58	1 436 999.42	44 043 806.87
002. Employer's contribution to staff's pension fund	5 436 987	5 398 980.07	38 006.93	4 691 632.69
003. Other conditions of service	859 206	628 109.49	231 096.51	333 965.70
<b>Total</b>	<b>55 501 000</b>	<b>53 794 897.14</b>	<b>1 706 102.86</b>	<b>49 069 405.26</b>
<b>Current expenditure: Goods and other services</b>				
021. Travel and subsistence expenses	8 584 500	7 678 958.42	905 541.58	5 490 366.51
022. Materials and supplies	1 306 000	1 244 767.21	61 232.79	1 156 015.57
023. Transport	3 978 000	3 337 930.29	640 069.71	3 086 492.55
024. Utilities	5 096 000	4 855 993.47	240 006.53	4 474 226.18
025. Maintenance	2 380 941	2 347 819.44	33 121.56	1 465 622.57
027. Other services and expenses	6 377 000	6 027 791.66	349 208.34	2 742 291.69
<b>Total</b>	<b>27 722 441</b>	<b>25 493 260.49</b>	<b>2 229 180.51</b>	<b>18 415 015.07</b>
<b>Total Current Expenditure</b>	<b>83 223 441</b>	<b>79 288 157.63</b>	<b>3 935 283.37</b>	<b>67 484 420.33</b>
<b>Subsidies and current transfers</b>				
041. Membership fees and subscriptions: International	3 405 572	3 347 841.92	57 730.08	5 805 576.94
045. Public and departmental enterprises and private industries	5 000 000	5 000 000.00	-	9 529 000.00
<b>Total</b>	<b>8 405 572</b>	<b>8 347 841.92</b>	<b>57 730.08</b>	<b>15 334 576.94</b>
<b>Capital expenditure: Acquisition of assets</b>				
101. Furniture and office equipment	1 009 059	987 027.60	22 031.40	1 068 036.67
102. Vehicles	1 340 884	1 230 030.14	110 853.86	4 496 726.70
<b>Total</b>	<b>2 349 943</b>	<b>2 217 057.74</b>	<b>132 885.26</b>	<b>5 564 763.37</b>
<b>Total: Operational Expenditure</b>	<b>93 978 956</b>	<b>89 853 057.29</b>	<b>4 125 898.71</b>	<b>88 383 760.64</b>
<b>Development:</b>				
<b>Capital Expenditure: Goods and other services</b>				
022. Materials and supplies	4 330 000	4 250 000.00	80 000.00	4 640 240.10
027. Other services and expenses	11 150 000	10 186 920.63	963 079.37	14 524 507.67
<b>Total</b>	<b>15 480 000</b>	<b>14 436 920.63</b>	<b>1 043 079.37</b>	<b>19 164 747.77</b>
<b>Development Capital expenditure: Acquisition of assets</b>				
103. Operational equipment, machinery & plants	20 153 044	13 102 676.60		3 243 590.31
105. Feasibility studies, design & supervision	12 239 000	10 046 074.77	7 050 367.40	1 434 147.89
107. Construction, renovation & improvement	51 847 000	50 583 442.74	2 192 925.23	89 079 312.18
131. Government organizations	700 000	700 000.00	1 263 557.26	700 000.00
134. Abroad	-	-	-	81 918.72
<b>Total</b>	<b>84 939 044</b>	<b>74 432 194.11</b>	<b>10 506 849.89</b>	<b>94 538 969.10</b>
<b>Total: Development expenditure</b>	<b>100 419 044</b>	<b>88 869 114.74</b>	<b>11 549 929.26</b>	<b>113 703 716.87</b>
<b>GRAND TOTAL</b>	<b>194 398 000</b>	<b>178 722 172.03</b>	<b>15 675 827.97</b>	<b>202 087 477.51</b>

### 7.3 Departmental revenue

Revenue for the year is as follows:

Revenue heading	Estimate 2012/2013	Actual revenue 2012/2013	More/(Less) than estimated	Actual revenue 2011/2012
	N\$	N\$	N\$	N\$
Geological services	260 000	276 662.43	16 662.43	325 242.26
Oil exploration fees-Rental fees	9 500 000	25 046 859.02	15 546 859.02	24 326 798.20
Miscellaneous	210 000	1 337 657.24	1 127 657.24	138 115.25
<b>TOTAL</b>	<b>9 970 000</b>	<b>26 661 178.69</b>	<b>16 691 178.69</b>	<b>24 790 155.71</b>

### 7.4 Notes to the financial statements

#### 7.4.1 Appropriation account: Explanations of variations exceeding 2% between authorised and actual expenditure.

##### (i) Under-expenditure

##### **Main division 01- Office of the Minister (N\$ 386 547.25 - 8.26%)**

An amount of N\$ 240 000 was budgeted to cater for Employees Contribution to GIPF. The amount budgeted was more than the expenditure, therefore an underexpenditure of N\$ 13 472.47 occurred.

An underexpenditure of N\$ 154 462.32 on S&T has occurred due to the fact that only trips that were urgent and important were undertaken.

An underexpenditure of N\$ 153 992.61 under Transport has occurred as a result of invoices for March not received from Government Garage as they were not ready.

A total amount of N\$ 28 026.41 was not spent as some trainings did not take place as planned.

##### **Main division 02 – Administration and Finance (N\$ 1 047 452.42 - 3.71%)**

Expenditure under other conditions of service is budgeted to cater for employees who go on retirement or resignation, however only few cases were recorded during the said period and this resulted in an under-expenditure of N\$ 37 861.98.

An underexpenditure of N\$ 30 709.54 occurred, this is due to the fact that the IT Deputy Director was appointed and started late therefore could not undertake all trips planned.

An underexpenditure of N\$ 26 049.46 on Materials and supplies occurred mainly as a result of some cartridges prices that were cheaper than expected.

Although money was budgeted for maintenance of the Administration and Finance fleet during the period under review, few cases of maintenance of these vehicles were recorded, thus leading to the underspending of Transport.

Underexpenditure on utilities amounting to N\$ 233 935.37 is mainly as a result of water and electricity bills which were forecast higher than the actual expenditure, and therefore the ministry experienced an under-expenditure.

An underexpenditure of N\$ 97 821.55 on Other Services and Expenditure is mainly a result of some trainings that did not take place as planned as well as one Cuban expert who was not appointed but was budgeted for.

An underexpenditure on the construction of a Ministerial Regional Office in Swakopmund and the renovations of the MME buildings is mainly occurred as a result that most projects go through the Ministry of Works and Transport suffers delays due to few engineers dealing with whole government projects. Delays in the repairs on some of the equipment are due to unavailability of qualified local service technicians.

#### **Main Division 03- Mining (N\$ 8 731 879.29 - 22.97%)**

The majority of the Directorate of Mines underexpenditure is related to personnel expenses. The biggest portion of under-spending was mainly due to the fact that there was a staff turnover. In addition, unfilled positions lead to under expenditure on Travel and Subsistence, Transport and Utilities.

The underexpenditure on Small Scale Mining was caused by a single, large foreign payment of N\$ 5 056 831.47 to an Indian company-Venus Overseas TradeLink (for which there was an exemption to purchase cutting and polishing equipment) which did not fall through due to complications regarding payment procedures. The Indian company required payment before sending equipment and the government requires products to be delivered or that they have been sent before payment. The failure of this payment at the last minute left the division with little time to seek other means to secure that payment. The above mentioned payment would have brought the execution rate to 100%.

The underexpenditure of N\$ 577 911.58 on Regional Geological Mapping has occurred as a result of virementation requested from capital project to operational budget, however the approval was not granted.

#### **Main Division 04- Geological Survey (N\$ 1 349 577 - 4.64%)**

The majority of the Geological Survey's underexpenditure is related to personnel expenses. The biggest portion of under-spending was mainly due to the fact that they had a staff turn-over. In addition, unfilled positions led to under expenditure on travel and subsistence, transport, utilities, maintenance expenses and furniture and office equipment.

The underexpenditure of N\$ 8 005.11 on Membership Fees and Subscriptions is a result of the exchange rate fluctuations as the Namibian dollar appreciated resulting in lower foreign payments for subscriptions.

The underexpenditure on Gravity Survey is attributed to an invoice for the renewal of the Intrepid software maintenance payments which was not received on time. Attempts were made to purchase a vehicle in February/March using balance of funds but it was not recommended by the National Planning Commission to purchase vehicles for capital projects.

The underexpenditure of N\$ 22 836.70 on Airborne Electromagnetic Surveys is due to lower tender prices than expected and also as a result of the exchange rate fluctuations as the Namibia Dollar appreciated resulting in lower foreign payments.

The N\$ 100 000 remaining on Environmental monitoring of active and abandoned mines was earmarked for a trailer to carry the division's field portable equipment, including the water pump, as well as the soil and water samples. The tender invitation was placed, with a due date of the 11<sup>th</sup> December 2012, however no offers were received.

The N\$ 70 000 on Operation of rock and Soil Mechanics Labs was aimed at covering for the inflation of the exchange rate on the procurement of the Triaxial Soil Strength Test Machine which used up 68.2% of the budget within the vote.

### **Main Division 05-Energy (N\$ 3 332 167.57 - 4.10%)**

An underexpenditure of N\$ 97 250.94 on Subsistence and Travel occurred due to the fact that only trips that were urgent and important were undertaken and some trips were postponed to the next financial year.

An underexpenditure of N\$ 17 403.94 on Materials and Supplies occurred since most of the budgeted cartridges were provided by the Directorate of Administration and Finance.

Although money was budgeted for maintenance of the Directorate's fleet during the period under review, few cases maintenance of this vehicles were recorded, thus leading to the underspending on Transport.

An underexpenditure of N\$ 2 000 on Utilities occurred mainly as a result of less courier charges than expected.

Some trainings and workshops did not take place as planned thus resulting in the underspending on Other Services and Expenses.

The underspending of N\$ 49 838.42 on Membership Fees and Subscriptions is a result of the exchange rate fluctuations as the Namibia Dollar appreciated resulting in lower foreign payments for subscriptions.

The Hydro power project negotiation meetings between Angola and Namibia took place on several occasions in the two countries (PJTC) meeting/committee on bi-lateral agreement (CBA). Most of the project e.g. Environmental Assessment Studies (EAS) could not be completed due to the fact that the Angolan counterpart was not determined yet. Hence an under spending of N\$ 1 920 356.28 occurred.

### **Main Division 06- Diamond Affairs (N\$ 828 203.72 or 6.35%)**

The underexpenditure on Other Conditions of Services is attributed to an over budget resulting in an underexpenditure of N\$ 30 000.54.

An under-expenditure of N\$ 355 509.92 on Subsistence and Travel occurred as a result of only undertaking trips that were urgent and important and postponing some trips to the next financial year. This also contributed to an underspending on Transport expenses.

Underexpenditure of N\$ 13 857.05 on Materials and Supplies resulted from a position of Deputy Director that could not be filled on time and therefore no furniture and office equipment could be purchased.

Some trainings and workshops were sponsored by the mining companies, thus resulting in the under-expenditure on Other Services and Expenses

The money was budgeted to procure the Directorate's vehicles; however the prices were higher than expected, hence the underexpenditure on vehicles.

### **7.4.2 Departmental revenue: Explanations of deviations exceeding N\$ 100 000**

#### **(i)Under - estimated**

#### **Miscellaneous**

Balances of default bank accounts (closed bank accounts of suppliers) from previous financial years were allocated under this revenue vote. Also, salary rejections from previous financial years were allocated here since no reconciliation for those years were done. Balance of Norad Suspense Account was also allocated here, a balance which also came from the previous financial year.

## **Oil Exploration Rental fees**

The 2012/13 financial year was a busy year for Petroleum Upstream activities. The Ministry had received lots of exploration license applications and the Ministry is still receiving them. This unpredicted high interest on petroleum exploration licenses, increases revenues received than the estimated amount.

## **8. GENERAL INFORMATION**

### **8.1 Fund Account**

The Ministry operated the following fund account:

<b>Account Name</b>	<b>Bank</b>	<b>Balance as 31/03/2013</b>
OGEMP Solar Revolving Fund	First National Bank	2 585 407.33 CR

### **8.2 Bank Accounts**

The Ministry operated one bank account named the Rural Electrification 2012 Bank Account held at Bank Windhoek with a closing balance of N\$ 2 675 521.93 and was closed on 19 October 2012 during the financial year under review.

### **8.3 Bursary and Study Assistance**

The Ministry assisted six (6) staff members with study assistance with a total amount of N\$ 72 150 at 31 March 2013.

### **8.4 HIV/AIDS**

The Accounting Officer reported Expenditure in respect of HIV/AIDS awareness amounting to N\$ 108 666.35 during the financial year under review.

### **8.5 Donations to the Government**

A Toyota Land Cruiser valued at N\$ 458 343.28 was donated to the government by the Federal Institute for Geosciences and Natural resource, Hanover, Germany (BGR) during the financial year.

## 8.6 Tender Board exemption

The Tender Board approved deviations from normal Tender Board procedures for acquiring goods and services comprising of the following:

Exemption	Goods/Services	Amount	Actual Expenditure	Variance
E1/7-1/2012	Annual Exemption 2012/2013	N\$ 29 435 000.00	N\$ 21 211 925.18	N\$ 8 223 074.82
E1/7-2/2012	Exemption for the supply of specialised Grindi Jars and Balls for the planetary Ball Mill	115 000.00	108 840.00	6 160.00
E1/7-3/2012	To host the fourth conference for the Nuclear Regulatory Body of Africa.	750 000.00	519 199.69	230 800.31
E1/7-4/2012	Installation of a Pulveriser at Uis Tin and Tantalite Processing Plant	100 000.00	68 540.00	31 460.00
E1/7-5/2012	SM-30 Magnetic Susceptibility Meters	50 000.00	41 270.00	8 730.00
E1/7-6/2012	Slate Tile operation at Noordoewer	259 000.00	259 000.00	-
E1/7-7/2012	Gemstone Cutting and polishing equipment for small scale mining	600 000.00	552 070.00	47 930.00
E1/7-8/2012	Atomic absorption spectrometer training for staff members	55 000.00	52 500.00	2 500.00
E1/7-9/2012	Airborne electromagnetic survey over northern Namibia	250 000.00	53 735.14	196 264.86
E1/7-10/2012	Dimension stone cutting and polishing equipment	12 000 000.00	6 325 283.44	5 674 716.56
E1/7-11/2012	XRFS and XRD training for staff members	150 000.00	64 100.00	85 900.00
E1/7-12/2-12	Construction of MV and LV network, street lightning and connection of GRN buildings in the Kavango region	9 100 000.00	8 953 608.11	146 391.89
E1/7-13/2012	Construct an Airborne Hyper spectral survey in Kunene and Hardap regions	3 515 400.00	559 714.58	2 955 685.42
E1/7-14/2012	Technical support modification and training on the existing GIMS, earth data Namibia	1 047 650.46	1 047 650.46	-
E1/7-15/2012	Construction of MV and LV network street lighting and connection of GRN buildings in the Caprivi region	3 888 576.39	3 402 793.99	485 782.40
E1/7-16/2012	Transfer funds to Eangelo Mining Company (Pty) Ltd	2 750 000.00	2 750 000.00	-
E1/7-17/2012	Geological mapping and integrated training and capacity building for GSN	4 725 000.00	2 660 049.00	2 064 951.00
E1/7-18/2012	Slate, semi-precious stones and dimension stone cutting and polishing equipment	4 000 000.00	3 997 689.26	2 310.74
E1/7-19/2012	Transfer funds for the Off-Grid energization master plan and renewable energy and energy efficiency institute projects	5 200 000.00	5 200 000.00	-
E1/7-20/2012	Government to purchase shares being offered in Rossing Uranium Ltd	1 300 000.00	1 300 000.00	-
E1/7-20/2012	Exemption to purchase Seismological equipment for the local Seismological network	177 600.00	167 600.00	10 000.00
E1/7-21/2012	Tender exemption for the supply of NITON CANBERRA DRIFT detector for NITON XL3 spectrometer	95 000.00	72 300.00	22 700.00
MMEQ1/2012	Rural Electrification in Kavango Region	9 183 187.81	8 953 608.11	229 579.70
MMEQ2/2012	Rural Electrification in Caprivi Region	3 834 203.31	3 402 793.99	431 409.32
	<b>TOTAL</b>	<b>92 580 617.97</b>	<b>71 724 270.95</b>	<b>20 856 347.02</b>

## 8.7 Capital projects

The following were development projects of the Ministry:

Nature of project	Approved total budget	Total expenditure at 31/03/2012	Approved appropriation 2012/2013	Actual expenditure 2012/2013	Total expenditure at 31/03/2013	Expected year of completion
	N\$	N\$	N\$	N\$	N\$	
Renovations of the MME Headquarters	13 050 000	4 034 275.18	1 750 000	1 673 956.53	5 708 231.71	01/03/2015
Construction of Ministerial Regional Office-Swakopmund	40 050 000	97 030.34	1 800 000	1 447 366.91	1 544 397.25	01/03/2015
Regional Geological Mapping	25 000 000	-	1 700 000	1 122 088.42	1 122 088.42	31/03/2017
Small Scale Mining	114 970 000	10 510 557.81	15 714 044	9 000 862.44	19 511 420.25	01/04/2014
High Resolution Airborne Geophysics	192 000 000	56 276 828.90	2 350 000	2 349 158.77	58 625 987.67	31/03/2017
Geological Sample Storage and Database	14 020 000	6 245 607.69	1 200 000	1 200 000.00	7 445 607.69	31/03/2016
Seismological Network	17 298 000	8 654 929.50	245 000	241 709.75	8 896 639.25	31/03/2017
Regional Geochemical Sampling Survey	67 376 000	3 855 929.76	1 400 000	1 400 000.00	5 255 929.76	31/03/2020
Airborne Electromagnetic Survey	45 000 000	19 474 392.99	300 000	277 163.30	19 751 556.29	31/03/2017
Geo-Laboratories Upgrading and Staff Training	29 486 000	7 659 789.56	500 000	499 955.00	8 159 744.56	31/03/2020
Remote Sensing and Database	15 000 000	6 658 650.68	3 600 000	3 575 581.99	10 234 232.67	31/03/2017
Gravity Survey	7 000 000	1 000 000.00	320 000	52 928.15	1 052 928.15	31/03/2018
Ground Geophysical Equipment	4 000 000	3 264 929.82	250 000	-	3 264 929.82	31/03/2017
Environmental Monitoring of Active and abandoned Mines	1 450 000	547 374.00	210 000	110 000.00	657 374.00	31/03/2016
Operation GSN Environmental and Mechanics Lab	2 800 000	831 842.84	220 000	150 000.00	981 842.84	30/03/2016
Off-Grid Electrification and REEE Revolving Fund	129 160 000	24 179 728.05	4 000 000	4 000 000.00	28 179 728.05	31/03/2029
Promotion of renewable Energy Efficiency	-	1 516 756.37	-	-	1 516 756.37	31/03/2012
Renewable Energy and Energy Efficiency Institute	14 990 000	7 370 000.00	1 200 000	1 200 000.00	8 570 000.00	31/03/2016
Rural Electrification	740 848 000	263 339 604.81	60 660 000	59 488 699.76	322 828 304.57	30/03/2020
Major Power Project Development	58 316 000	11 204 387.56	3 000 000	1 079 643.72	12 284 031.28	30/03/2020
<b>Total</b>	<b>1 531 814 000</b>	<b>436 722 615.86</b>	<b>100 419 044</b>	<b>88 869 114.74</b>	<b>525 591 730.60</b>	

WINDHOEK, 2013-12-18

K KAHUURE  
ACCOUNTING OFFICER