

**Report of the Secretariat of the Committee of Central Bank Governors
in SADC (CCBG), CCBG Fund Account and administrative issues**

19 May to 14 September 2017

1. Background

1.1 This report aims to provide Governors an update on the activities of the CCBG Secretariat during the period 19 May to 14 September 2017.

2. CCBG Secretariat

2.1 Introduction

2.1.1 The CCBG Secretariat is hosted by the South African Reserve Bank and during the period under review the CCBG Secretariat focused on its work plan, including, among other, the following:

- i. Preparation for and holding of various meetings;
- ii. Follow-up on decisions by the CCBG and subcommittees;
- iii. Managing the CCBG Fund Account;
- iv. Strengthening relations with regional and other organisations; and
- v. Preparing various reports on CCBG-related issues.

2.2 Meetings/workshops

2.2.1 Since the May 2017 CCBG meeting, the CCBG Secretariat co-ordinated and/or attended the following meetings or workshops:

CCBG Subcommittees		
Date	Subcommittee	Venue
18 to 20 July 2017	Research Review Panel and CCBG Macroeconomic Subcommittee	Lesotho
24 and 25 July 2017	CCBG Legal Subcommittee	Seychelles
1 and 2 August 2017	CCBG Financial Markets Subcommittee	South Africa
7 and 8 August 2017	CCBG Banking Supervision Subcommittee	South Africa

26 to 28 July 2017	CCBG ICT Steering Committee	Botswana
SADC Committees		
Date	Subcommittee	Venue
31 July 2017	SADC Peer Review Panel and Committee of Ministers of Finance and Investment	Swaziland

2.2.2 The following subcommittee meeting was held, but not attended by the CCBG Secretariat:

CCBG Subcommittees		
Date	Subcommittee	Venue
18 to 20 July 2017	CCBG Payment Systems Subcommittee	Democratic Republic of Congo

2.3 Relationships with related regional institutions

2.3.1 SADC Secretariat

- a. The CCBG falls within the ambit of the Finance, Investment and Customs Directorate, within the SADC Secretariat based in Botswana. To this end, the CCBG Secretariat continues to liaise with the SADC Secretariat on relevant issues that contribute to achieving the broad objectives of SADC.

3. CCBG administrative issues

3.1 CCBG Fund Account

- 3.1.1 The closing balance of the CCBG Fund Account as at 31 July 2017 amounted to US\$1 072 063.29. The list of members' contributions for the period 1 April 2015 to 31 July 2017 is attached as **Annexure A**¹.
- 3.1.2 As approved at the meeting of the CCBG held on 21 June 2016 in Tanzania, all SADC central banks paid their contribution of US\$18 000,00 towards the CCBG Fund Account for the period 1 April 2016 to 31 March 2017.
- 3.1.3 The CCBG Fund Account Audit Report for the period 1 April 2016 to 31 March 2017 is included as **Annexure B**.

¹ The list of members' contribution from 1 January 2009 is available on request.

3.1.4 The audit report states that the 'CCBG Fund Account (the 'fund account') as at 31 March 2017 reflects a correct summary of the fund account transactions, which is prepared, in all material respects, in accordance with the basis of preparation set out in note 1 of the fund account'.

3.2 CCBG Fund Account Draft Budget 1 April 2018 to 31 March 2019

3.2.1 The table in item 3.2.2 below summarises the draft budget for the CCBG Fund Account Budget for the period 1 April 2018 to 31 March 2019 (in accordance with the September 2008 CCBG agreement that SARB would absorb some of the CCBG running costs and the host central bank would pay for hosting an event) of US\$268 364 included as **Annexure C**.

3.2.2

Draft CCBG Budget (US\$)	
1 April 2018 to 31 March 2019	
Main Activities	BUDGET
Interpretation	\$154 560
Auditing	\$3 025
Special Projects	\$97 880
Other	\$120
Sub-total	\$255,585
5% Contingency	\$12,779
TOTAL	\$268,364

3.2.3 The table below indicates the 2017–18 CCBG Budget as approved by Governors in June 2016:

CCBG Budget (US\$)	
1 April 2017 to 31 March 2018	
Main Activities	BUDGET
Interpretation	\$135 200
Auditing	\$2 750
Printing	\$750
Special Projects	\$97 880
Other	\$120
Total	\$236 700
10% Contingency	\$23 670
TOTAL	\$260 370

3.2.4 Member central bank contributions amount to US\$18 000 towards the CCBG Fund Account for the period 1 April 2018 to 31 March 2019.

3.4 CCBG subcommittees and steering committees membership and chairperson rotation

3.4.1 A list of rotation for the chairpersonship and membership of steering committees as approved by the CCBG in May 2017 is included as **Annexure D**.

3.5 Capacity building

3.5.1 The list of training courses to be presented during 2018/19 based on the learning and development needs identified by Subcommittees in line with the SFAs is included as **Annexure E**.

Annexure A

**Members' Contributions to the CCBG Fund Account
for the period 1 April 2015 to 31 July 2017**

DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
April 2015				
2015-04-02	Payment ¹	US\$ 6 901.86		US\$ 632 734.20
2015-04-20	Reserve Bank of Zimbabwe		US\$ 13 000.00	US\$ 645 734.20
2015-04-21	Central Bank of Seychelles		US\$ 13 000.00	US\$ 658 734.20
2015-04-21	Bank of Namibia		US\$ 13 000.00	US\$ 671 734.20
2015-04-24	South African Reserve Bank		US\$ 13 000.00	US\$ 684 734.20
2015-04-24	Payment ²	US\$ 1 474.20		US\$ 683 260.00
2015-04-24	Payment ³	US\$ 1 474.20		US\$ 681 785.80
2015-04-24	Payment ⁴	US\$ 1 412.78		US\$ 680 373.02
2015-04-24	Payment ⁵	US\$ 1 486.49		US\$ 678 886.53
2015-04-29	Central Bank of Swaziland		US\$ 13 000.00	US\$ 691 886.53
2015-04-30	Banque Centrale de Madagascar		US\$ 13 000.00	US\$ 704 886.53
2015-04-30	Bank of Mauritius		US\$ 13 000.00	US\$ 717 886.53
2015-04-30	Reserve Bank of Malawi		US\$ 13 000.00	US\$ 730 886.53
2015-04-30	Interest earned		US\$ 45.21	US\$ 730 931.74
May 2015				
2015-05-04	Bank of Zambia		US\$ 13 000.00	US\$ 743 931.74
2015-05-06	Payment ⁶	US\$ 1 245.85		US\$ 742 685.89
2015-05-06	Payment ⁷	US\$ 1 528.26		US\$ 741 157.63
2015-05-07	Banco de Moçambique		US\$ 13 000.00	US\$ 754 157.63
2015-05-11	Payment ⁸	US\$ 386.79		US\$ 753 770.84
2015-05-18	Bank of Botswana		US\$ 13 000.00	US\$ 766 770.84
2015-05-18	Banque Centrale du Congo		US\$ 13 000.00	US\$ 779 770.84
2015-05-19	Banco Nacional de Angola		US\$ 13 000.00	US\$ 792 770.84
2015-05-19	Bank of Tanzania		US\$ 13 000.00	US\$ 805 770.84
2015-05-22	Central Bank of Lesotho		US\$ 13 000.00	US\$ 818 770.84
2015-05-29	Interest earned		US\$ 57.87	US\$ 818 828.71

¹ Refund to Central Bank of Swaziland for payment of Media Vision for interpreters and interpretation equipment at March 2015 CCBG Financial Markets Subcommittee

² Payment for Portuguese interpreter (De Freitas) at April 2015 Working Group meeting

³ Payment for Portuguese interpreter (Rebelo) at April 2015 Working Group meeting

⁴ Payment to French interpreter (Kagabo) at April 2015 Working Group meeting

⁵ Payment to French interpreter (Gosik Productions) at April 2015 Working Group meeting

⁶ Translation of document (Aug 2014 CCBG Minutes and December 2015 Strategy Planning Session Record) from English to Portuguese

⁷ Translation of document (Aug 2014 CCBG Minutes and December 2015 Strategy Planning Session Record) from English to French

⁸ Translation of document (Snapshot) from French to English

DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
June 2015				
2015-06-23	Payment ⁹	US\$ 437.04		US\$ 818 391.67
2015-06-30	Interest earned		US\$ 66.75	US\$ 818 458.42
July 2015				
2015-07-27	Payment ¹⁰	US\$ 5 280.00		US\$ 813 178.42
2015-07-31	Interest earned		US\$ 64.71	US\$ 813 243.13
August 2015				
2015-08-14	Payment ¹¹	US\$ 3 735.12		US\$ 809 508.01
2015-08-21	Payment ¹²	US\$ 1 125.86		US\$ 808 382.15
2015-08-27	Payment ¹³	US\$ 916.38		US\$ 807 465.77
2015-08-27	Payment ¹⁴	US\$ 916.38		US\$ 806 549.39
2015-08-27	Payment ¹⁵	US\$ 916.38		US\$ 805 633.01
2015-08-27	Payment ¹⁶	US\$ 962.20		US\$ 804 670.81
2015-08-31	Interest earned		US\$ 73.56	US\$ 804 744.37
September 2015				
2015-09-21	Payment ¹⁷	US\$ 828.31		US\$ 803 916.06
2015-09-21	Correction ¹⁸	US\$ 0.21		US\$ 803 915.85
2015-09-25	Payment ¹⁹	US\$ 1 342.65		US\$ 802 573.20
2015-09-25	Payment ²⁰	US\$ 1 525.65		US\$ 801 047.55
2015-09-30	Interest earned		US\$ 70.84	US\$ 801 118.39
October 2015				
2015-10-07	Payment ²¹	US\$ 1 331.61		US\$ 799 786.78
2015-10-07	Payment ²²	US\$ 1 513.27		US\$ 798 273.51
2015-10-07	Payment ²³	US\$ 1 126.86		US\$ 797 146.65
2015-10-31	Interest earned		US\$ 71.82	US\$ 797 218.47
November 2015				
2015-11-13	Payment ²⁴	US\$ 2 000.00		US\$ 795 218.47
2015-11-30	Interest earned		US\$ 67.63	US\$ 795 286.10

⁹ Translation of document (BNA Paper) from Portuguese to English

¹⁰ Refund to Reserve Bank of Zimbabwe for payment of interpreters at July 2015 CCBG Macroeconomic Subcommittee meeting

¹¹ Refund to Banque Centrale de Madagascar for payment of interpreters at June 2015 Sensitisation Workshop

¹² Translation of document (May 2015 CCBG Minutes) from English to French

¹³ Payment to Portuguese interpreter (De Freitas) at August 2015 CCBG Financial Market Subcommittee meeting

¹⁴ Payment to Portuguese interpreter (Rebello) at August 2015 CCBG Financial Market Subcommittee meeting

¹⁵ Payment to French interpreter (Kagabo) at August 2015 CCBG Financial Market Subcommittee meeting

¹⁶ Payment to French interpreter (Gosik) at August 2015 CCBG Financial Market Subcommittee meeting

¹⁷ Translation of document (May 2015 CCBG Minutes) from English to Portuguese

¹⁸ Correction of interest made

¹⁹ Deposit for Portuguese interpreters (Congress Rental) at September 2015 CCBG Working Group Meeting

²⁰ Deposit for French interpreters (Alliance Francaise) at September 2015 CCBG Working Group Meeting

²¹ Payment of balance to Congress Rental for Portuguese interpreters at Sept 2015 CCBG Working Group Meeting

²² Payment of balance to Alliance for French interpreters at September 2015 CCBG Working Group meeting

²³ Translation of document (May 2015 CCBG Minutes) from English to French

²⁴ Translation of document (October 2015 RED presentation) from French to English

DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
December 2015				
2015-12-11	Payment ²⁵	US\$ 18 187.98		US\$ 777 098.12
2015-12-17	Payment ²⁶	US\$ 7 217.91		US\$ 769 880.21
2015-12-31	Interest earned		US\$ 124.27	US\$ 770 004.48
January 2016				
2016-01-29	Payment ²⁷	US\$ 969.07		US\$ 769 035.41
2016-01-31	Interest earned		US\$ 214.89	US\$ 769 250.30
February 2016				
2016-02-12	Payment ²⁸	US\$ 622.67		US\$ 768 627.63
2016-02-24	Payment ²⁹	US\$ 10 129.00		US\$ 758 498.63
2016-02-29	Interest earned		US\$ 219.41	US\$ 758 718.04
March 2016				
2016-03-07	Payment ³⁰	US\$ 627.00		US\$ 758 091.04
2016-03-07	Payment ³¹	US\$ 6 557.69		US\$ 751 533.35
2016-03-14	Payment ³²	US\$ 3 991.00		US\$ 747 542.35
2016-03-18	Payment ³³	US\$ 761.90		US\$ 746 780.45
2016-03-18	Payment ³⁴	US\$ 807.62		US\$ 745 972.83
2016-03-31	Interest earned		US\$ 234.79	US\$ 746 207.62
April 2016				
2016-04-12	South African Reserve Bank		US\$ 18 000.00	US\$ 764 207.62
2016-04-12	Reserve Bank of Zimbabwe		US\$ 18 000.00	US\$ 782 207.62
2016-04-12	Central Bank of Seychelles		US\$ 18 000.00	US\$ 800 207.62
2016-04-18	Payment ³⁵	US\$ 13 579.88		US\$ 786 627.74
2016-04-19	Central Bank of Swaziland		US\$ 18 000.00	US\$ 804 627.74
2016-04-19	Bank of Botswana		US\$ 18 000.00	US\$ 822 627.74
2016-04-20	Bank of Mauritius		US\$ 18 000.00	US\$ 840 627.74
2016-04-25	Bank of Zambia		US\$ 18 000.00	US\$ 858 627.74
2016-04-26	Banque Centrale du Congo		US\$ 18 000.00	US\$ 876 627.74

²⁵ Refund to Banco Nacional de Angola for payment of interpreters and interpretation equipment at October 2015 CCBG meeting

²⁶ Refund to Banco de Moçambique for payment of interpreters at May 2015 CCBG meeting

²⁷ Translation of document (October 2015 CCBG Minutes) from English to French

²⁸ Translation of document (October 2015 CCBG Minutes) from English to Portuguese

²⁹ Deposit for interpreters at March 2016 CCBG Banking Supervision Subcommittee Meeting

³⁰ Refund to Bank of Tanzania for payment of travel cost for interpreter at February 2016 CCBG Financial Markets Subcommittee meeting

³¹ Refund to Bank of Tanzania for payment of interpreters at February 2016 CCBG Financial Markets Subcommittee meeting

³² Payment of balance to CSL International LTD, Tanzania for interpreters at March 2016 CCBG Banking Supervision Subcommittee meeting

³³ Payment to French interpreter (Kagabo) at March 2016 Working Group meeting

³⁴ Payment to French interpreter (Gosik Productions) at March 2016 Working Group meeting

³⁵ Refund to Banco Nacional de Angola for payment of interpreters and equipment at February 2016 CCBG Macroeconomic Subcommittee meeting

DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
2016-04-30	Balance			US\$ 876 627.74
May 2016				
2016-05-03	Interest earned (April 2016)		US\$ 232.11	US\$ 876 859.85
2016-05-05	Central Bank of Lesotho		US\$ 18 000.00	US\$ 894 859.85
2016-05-06	Payment ³⁶	US\$ 994.96		US\$ 893 864.89
2016-05-12	Banque Centrale de Madagascar		US\$ 18 000.00	US\$ 911 864.89
2016-05-12	Payment ³⁷	US\$ 22 717.41		US\$ 889 147.48
2016-05-25	Payment ³⁸	US\$ 947.57		US\$ 888 199.91
2016-05-27	Payment ³⁹	US\$ 782.98		US\$ 887 416.93
2016-05-31	Balance carried forward			US\$ 887 416.93
June 2016				
2016-06-03	Interest earned (May 2016)		US\$ 241.24	US\$ 887 658.17
2016-06-08	Payment ⁴⁰	US\$ 495.70		US\$ 887 162.47
2016-06-17	Bank of Namibia		US\$ 18 000.00	US\$ 905 162.47
2016-06-30	Banco de Moçambique		US\$ 18 000.00	US\$ 923 162.47
2016-06-30	Balance carried forward			US\$ 923 162.47
July 2016				
2016-07-01	Banco de Moçambique		US\$ 18 000.00	US\$ 941 162.47
2016-07-05	Interest earned (June 2016)		US\$ 258.97	US\$ 941 421.44
2016-07-05	Bank of Tanzania		US\$ 18 000.00	US\$ 959 421.44
2016-07-11	Reserve Bank of Malawi		US\$ 18 000.00	US\$ 977 421.44
2016-07-19	Banco Nacional de Angola		US\$ 18 000.00	US\$ 995 421.44
2016-07-31	Balance carried forward			US\$ 995 421.44
August 2016				
2016-08-01	Payment ⁴¹	US\$ 8 806.01		US\$ 986 615.43
2016-08-26	Payment ⁴²	US\$ 563.30		US\$ 986 052.13
2016-08-31	Balance carried forward			US\$ 986 052.13
September 2016				
2016-09-01	Banco de Moçambique ⁴³	US\$ 18 000.00		US\$ 968 052.13
2016-09-07	Interest earned (July 2016)		US\$ 328.37	US\$ 968 380.50

³⁶ Deposit for French interpreters, Alliance Francaise at May 2016 CCBG Working Group Meeting

³⁷ Refund to Bank of Botswana for payment of interpreters and equipment at April 2016 CCBG meeting

³⁸ Payment of balance to Alliance Francaise for French interpreters at May 2016 CCBG Working Group meeting

³⁹ Translation of document (April 2016 CCBG Minutes) from English to French

⁴⁰ Translation of document (April 2016 CCBG Minutes) from English to Portuguese

⁴¹ Refund to Bank of Tanzania for payment of interpreters and equipment at June 2016 CCBG meeting (US\$8143.71) and payment for translation of document (February 2016 CCBG Macroeconomic Subcommittee Minutes) from English to French (US\$662.30)

⁴² Translation of document (February 2016 CCBG Macroeconomic Subcommittee Minutes) from English to Portuguese

⁴³ Entry correction: Incorrect SWIFT code for funds received from Banco de Moçambique (30 June 2016)

DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
2016-09-07	Interest earned (August 2016)		US\$ 337.86	US\$ 968 718.36
2016-09-30	Balance carried forward			US\$ 968 718.36
October 2016				
2016-10-07	Payment ⁴⁴	US\$ 12 222.45		US\$ 956 495.91
2016-10-13	Interest earned (September 2016)		US\$ 306.75	US\$ 956 802.66
2016-10-31	Balance carried forward			US\$ 956 802.66
November 2016				
2016-11-09	Interest earned (October 2016)		US\$ 332.96	US\$ 957 135.62
2016-11-30	Balance carried forward			US\$ 957 135.62
December 2016				
2016-12-22	Interest earned (November 2016)		US\$ 315.19	US\$ 957 450.81
2016-12-31	Balance carried forward			US\$ 957 450.81
January 2017				
2017-01-06	Interest earned (December 2016)		US\$ 362.46	US\$ 957 813.27
2017-01-31	Balance carried forward			US\$ 957 813.27
February 2017				
2017-02-13	Payment ⁴⁵	US\$ 1021.59		US\$ 956 791.68
2017-02-13	Payment ⁴⁶	US\$ 893.52		US\$ 955 898.16
2017-02-13	Payment ⁴⁷	US\$ 893.52		US\$ 955 004.64
2017-02-13	Payment ⁴⁸	US\$ 967.98		US\$ 954 036.66
2017-02-15	Interest earned (January 2017)		US\$ 503.91	US\$ 954 540.57
2017-02-28	Interest earned (February 2017)		US\$ 461.18	US\$ 955 001.75
March 2017				
2017-03-24	Payment ⁴⁹	US\$ 1 291.11		US\$ 953 710.64
2017-03-30	Payment ⁵⁰	US\$ 132 734.23		US\$ 820 976.41
2017-03-30	Payment ⁵¹	US\$ 9 300.00		US\$ 811 676.41
2017-03-31	Interest earned		US\$ 584.46	US\$ 812 260.87

⁴⁴ Refund to Bank of Botswana for payment of interpreters and equipment at September 2016 CCBG Macroeconomic Subcommittee meeting

⁴⁵ Payment of interpreter (French) at January 2017 CCBG Strategy Planning Session

⁴⁶ Payment of interpreter (Portuguese) at January 2017 CCBG Strategy Planning Session

⁴⁷ Payment of interpreter (Portuguese) at January 2017 CCBG Strategy Planning Session

⁴⁸ Payment of interpreter (French) at January 2017 CCBG Strategy Planning Session

⁴⁹ Refund to Banky Foiben'i Madagasikara for payment of interpreters and equipment at December 2016 CCBG Working Group meeting

⁵⁰ CCBG web maintenance cost

⁵¹ Refund to Banque Centrale du Congo for payment of interpreters and equipment at March 2017 CCBG Macroeconomic Subcommittee meeting

DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
April 2017				
2017-04-13	Payment ⁵²	US\$ 907.89		US\$ 811 352.98
2017-04-13	Payment ⁵³	US\$ 724.17		US\$ 810 628.81
2017-04-13	Bank of Zambia		US\$ 18 000.00	US\$ 828 628.81
2017-04-19	Bank of Mauritius		US\$ 18 000.00	US\$ 846 628.81
2017-04-19	Central Bank of Seychelles		US\$ 18 000.00	US\$ 864 628.81
2017-04-19	Banque Centrale du Congo		US\$ 18 000.00	US\$ 882 628.81
2017-04-19	South African Reserve Bank		US\$ 18 000.00	US\$ 900 628.81
2017-04-21	Central Bank of Swaziland		US\$ 18 000.00	US\$ 918 628.81
2017-04-24	Payment ⁵⁴	US\$ 1 116.02		US\$ 917 512.79
2017-04-30	Interest earned			US\$ 917 512.79
May 2017				
2017-05-04	Bank of Botswana		US\$ 18 000.00	US\$ 935 512.79
2017-05-04	Bank of Namibia		US\$ 18 000.00	US\$ 953 512.79
2017-05-04	Central Bank of Lesotho		US\$ 18 000.00	US\$ 971 512.79
2017-05-05	Interest earned (April 2017)		US\$ 605.85	US\$ 972 118.64
2017-05-08	Banco Nacional de Angola		US\$ 18 000.00	US\$ 990 118.64
2017-05-12	Banco de Moçambique		US\$ 18 000.00	US\$ 1 008 118.64
2017-05-22	Bank of Tanzania		US\$ 18 000.00	US\$ 1 026 118.64
2017-05-26	Payment ⁵⁵	US\$ 9 661.00		US\$ 1 016 457.64
2017-05-30	Banky Foiben'i Madagasikara		US\$ 18 000.00	US\$ 1 034 457.64
2017-05-31	Reserve Bank of Malawi		US\$ 18 000.00	US\$ 1 052 457.64
2017-05-31	Balance carried forward			US\$ 1 052 457.64
June 2017				
2017-06-05	Interest earned (May 2017)		US\$ 735.33	US\$ 1 053 192.97
2017-06-30	Balance carried forward			US\$ 1 053 192.97
July 2017				
2017-07-06	Interest earned (June 2017)		US\$ 870.32	US\$ 1 054 063.29
2017-07-07	Reserve Bank of Zimbabwe		US\$ 18 000.00	
2017-07-31	Balance carried forward			US\$ 1 072 063.29

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⁵² Translation of document (June 2016 CCBG Minutes) from English to French

⁵³ Translation of document (June 2016 CCBG Minutes) from English to Portuguese

⁵⁴ Translation of document (January 2017 CCBG Strategy Planning Minutes) from English to Portuguese and French

⁵⁵ Refund to Banque Centrale du Congo for payment of interpreters and equipment at May 2017 CCBG meeting



PRIVATE & CONFIDENTIAL

The Secretariat
Committee of Central Bank Governors
PO Box 427
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3 July 2017

Dear Sirs/Madams,

**INDEPENDENT AUDITOR'S REPORT ON THE SOUTHERN AFRICAN DEVELOPMENT
COMMUNITY ("SADC") COMMITTEE OF CENTRAL BANK GOVERNORS ("CCBG") FUND
ACCOUNT FOR THE TWELVE MONTHS ENDED 31 MARCH 2017**

Opinion

In our opinion, the SADC CCBG Fund Account (the "fund account") as at 31 March 2017 reflects a correct summary of the fund account transactions, which is prepared, in all material respects, in accordance with the basis of preparation set out in note 1 of the fund account.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the fund account, section of our report.

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

Independence

We are independent of the South African Reserve Bank ("SARB") in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B).

Emphasis of matter – Basis of accounting and restriction on use and distribution

We draw attention to note 1 of the fund account which describes the basis of accounting. The fund account is prepared for the use by the SADC Central Bank Governors. As a result, the fund account may

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Chief Executive Officer: T D Shango
Management Committee: S N Madikane, J S Masondo, P J Mothibe, C Richardson, F Tonelli, C Volschenk
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Reg. no. 1998/012055/21, VAT reg.no. 4950174682

not be suitable for another purpose. Our opinion is not modified in respect of this matter. Our audit report is provided solely for the secretariat and only for the purpose of use by the SADC Central Bank Governors. Our report should not be distributed to or used by any other parties.

Managements' responsibility for the SADC CCBG Fund Account

The Secretariat of the CCBG is responsible for the preparation and fair presentation of the fund account in accordance with note 1 of the fund account. This responsibility includes: maintaining adequate accounting records and preparation of the fund account that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the audit of the SADC CCBG Fund Account

Our objectives are to obtain reasonable assurance about whether the fund account as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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 the fund account.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the fund account, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our 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 control.
- 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 SARB's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

PricewaterhouseCoopers Inc.
PricewaterhouseCoopers Inc.

Director: Vincent Tshikhovhokhovho

Registered Auditor

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Johannesburg

3 July 2017

**Members' Contributions to the CCBG Fund Account
for the period 1 April 2016 to 31 March 2017¹**

DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
April 2016				
2016-04-12	South African Reserve Bank		US\$ 18 000.00	US\$ 764 207.62
2016-04-12	Reserve Bank of Zimbabwe		US\$ 18 000.00	US\$ 782 207.62
2016-04-12	Central Bank of Seychelles		US\$ 18 000.00	US\$ 800 207.62
2016-04-18	Payment ²	US\$ 13 579.88		US\$ 786 627.74
2016-04-19	Central Bank of Swaziland		US\$ 18 000.00	US\$ 804 627.74
2016-04-19	Bank of Botswana		US\$ 18 000.00	US\$ 822 627.74
2016-04-20	Bank of Mauritius		US\$ 18 000.00	US\$ 840 627.74
2016-04-25	Bank of Zambia		US\$ 18 000.00	US\$ 858 627.74
2016-04-26	Banque Centrale du Congo		US\$ 18 000.00	US\$ 876 627.74
2016-04-30	Balance			US\$ 876 627.74
May 2016				
2016-05-03	Interest earned (April 2016)		US\$ 232.11	US\$ 876 859.85
2016-05-05	Central Bank of Lesotho		US\$ 18 000.00	US\$ 894 859.85
2016-05-06	Payment ³	US\$ 994.96		US\$ 893 864.89
2016-05-12	Banque Centrale de Madagascar		US\$ 18 000.00	US\$ 911 864.89
2016-05-12	Payment ⁴	US\$ 22 717.41		US\$ 889 147.48
2016-05-25	Payment ⁵	US\$ 947.57		US\$ 888 199.91
2016-05-27	Payment ⁶	US\$ 782.98		US\$ 887 416.93
2016-05-31	Balance carried forward			US\$ 887 416.93
June 2016				
2016-06-03	Interest earned (May 2016)		US\$ 241.24	US\$ 887 658.17
2016-06-08	Payment ⁷	US\$ 495.70		US\$ 887 162.47
2016-06-17	Bank of Namibia		US\$ 18 000.00	US\$ 905 162.47
2016-06-30	Banco de Moçambique		US\$ 18 000.00	US\$ 923 162.47

¹ Basis of preparation: The Committee of Central Bank Governors (CCBG) Fund Account schedule ('Schedule') has been prepared by the CCBG Secretariat. Income is recognised when funds are received from SADC central banks. Expenditure is recognised when incurred.

² Refund to Banco Nacional de Angola for payment of interpreters and equipment at February 2016 CCBG Macroeconomic Subcommittee meeting

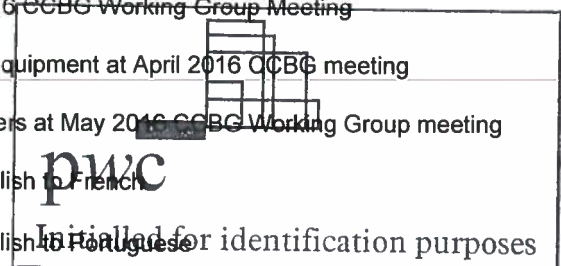
³ Deposit for French interpreters, Alliance Francaise at May 2016 CCBG Working Group Meeting

⁴ Refund to Bank of Botswana for payment of interpreters and equipment at April 2016 CCBG meeting

⁵ Payment of balance to Alliance Francaise for French interpreters at May 2016 CCBG Working Group meeting

⁶ Translation of document (April 2016 CCBG Minutes) from English to French

⁷ Translation of document (April 2016 CCBG Minutes) from English to Portuguese



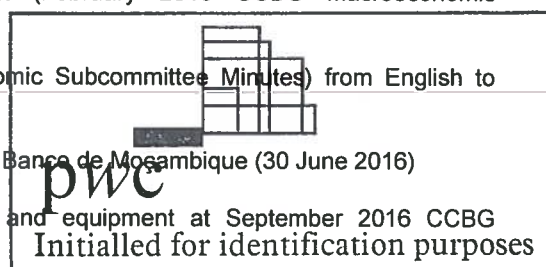
DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
2016-06-30	Balance carried forward			US\$ 923 162.47
July 2016				
2016-07-01	Banco de Moçambique		US\$ 18 000.00	US\$ 941 162.47
2016-07-05	Interest earned (June 2016)		US\$ 258.97	US\$ 941 421.44
2016-07-05	Bank of Tanzania		US\$ 18 000.00	US\$ 959 421.44
2016-07-11	Reserve Bank of Malawi		US\$ 18 000.00	US\$ 977 421.44
2016-07-19	Banco Nacional de Angola		US\$ 18 000.00	US\$ 995 421.44
2016-07-31	Balance carried forward			US\$ 995 421.44
August 2016				
2016-08-01	Payment ⁸	US\$ 8 806.01		US\$ 986 615.43
2016-08-26	Payment ⁹	US\$ 563.30		US\$ 986 052.13
2016-08-31	Balance carried forward			US\$ 986 052.13
September 2016				
2016-09-01	Banco de Moçambique ¹⁰	US\$ 18 000.00		US\$ 968 052.13
2016-09-07	Interest earned (July 2016)		US\$ 328.37	US\$ 968 380.50
2016-09-07	Interest earned (August 2016)		US\$ 337.86	US\$ 968 718.36
2016-09-30	Balance carried forward			US\$ 968 718.36
October 2016				
2016-10-07	Payment ¹¹	US\$ 12 222.45		US\$ 956 495.91
2016-10-13	Interest earned (September 2016)		US\$ 306.75	US\$ 956 802.66
2016-10-31	Balance carried forward			US\$ 956 802.66
November 2016				
2016-11-09	Interest earned (October 2016)		US\$ 332.96	US\$ 957 135.62
2016-11-30	Balance carried forward			US\$ 957 135.62
December 2016				
2016-12-22	Interest earned (November 2016)		US\$ 315.19	US\$ 957 450.81
2016-12-31	Balance carried forward			US\$ 957 450.81
January 2017				
2017-01-06	Interest earned (December 2016)		US\$ 362.46	US\$ 957 813.27

⁸ Refund to Bank of Tanzania for payment of interpreters and equipment at June 2016 CCBG meeting (US\$8143.71) and payment for translation of document (February 2016 CCBG Macroeconomic Subcommittee Minutes) from English to French (US\$662.30)

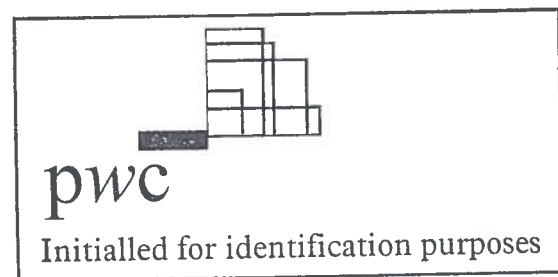
⁹ Translation of document (February 2016 CCBG Macroeconomic Subcommittee Minutes) from English to Portuguese

¹⁰ Entry correction: Incorrect SWIFT code for funds received from Banco de Moçambique (30 June 2016)

¹¹ Refund to Bank of Botswana for payment of interpreters and equipment at September 2016 CCBG Macroeconomic Subcommittee meeting



DATE	DESCRIPTION OF TRANSACTION	DR	CR	CUMULATIVE BALANCE
2017-01-31	Balance carried forward			US\$ 957 813.27
February 2017				
2017-02-13	Payment ¹²	US\$ 1021.59		US\$ 956 791.68
2017-02-13	Payment ¹³	US\$ 893.52		US\$ 955 898.16
2017-02-13	Payment ¹⁴	US\$ 893.52		US\$ 955 004.64
2017-02-13	Payment ¹⁵	US\$ 967.98		US\$ 954 036.66
2017-02-15	Interest earned (January 2017)		US\$ 503.91	US\$ 954 540.57
2017-02-28	Interest earned (February 2017)		US\$ 461.18	US\$ 955 001.75
March 2017				
2017-03-24	Payment ¹⁶	US\$ 1 291.11		US\$ 953 710.64
2017-03-30	Payment ¹⁷	US\$ 132 734.23		US\$ 820 976.41
2017-03-30	Payment ¹⁸	US\$ 9 300.00		US\$ 811 676.41
2017-03-31	Interest earned		US\$ 584.46	US\$ 812 260.87



¹² Payment of interpreter (French) at January 2017 CCBG Strategy Planning Session

¹³ Payment of interpreter (Portuguese) at January 2017 CCBG Strategy Planning Session

¹⁴ Payment of interpreter (Portuguese) at January 2017 CCBG Strategy Planning Session

¹⁵ Payment of interpreter (French) at January 2017 CCBG Strategy Planning Session

¹⁶ Refund to Banky Foiben'i Madagasikara for payment of interpreters and equipment at December 2016 CCBG Working Group meeting

¹⁷ CCBG web maintenance cost

¹⁸ Refund to Banque Centrale du Congo for payment of interpreters and equipment at March 2017 CCBG Macroeconomic Subcommittee meeting

CCBG Subcommittees and Steering Committees Membership and Rotation of Chairpersons

1. The principles of rotation for the chairpersonship and membership of steering committees has been implemented as per the CCBG August 2014 and May 2107 resolutions.

2. CCBG Macroeconomic Subcommittee and Research Review Panel

2.1 In accordance with the Terms of Reference of the CCBG Macroeconomic Subcommittee, the chairpersonship rotates every two years.

2.2 The Research Review Panel's (RRP) chairpersonship is consistent with that of the CCBG Macroeconomic Subcommittee. Membership to the RRP rotate alphabetically after every two years.

2.3 Schedule of rotation

Period	Chairperson	Deputy Chairperson	RRP members
Sept 2017 – Sept 2019	Botswana	DRC	Zambia, Zimbabwe, Angola
Sept 2019 – Sept 2021	DRC	Lesotho	Botswana, Malawi, Mauritius
Sept 2021 – Sept 2023	Lesotho	Malawi	Mauritius, Mozambique, Namibia
Sept 2023 – Sept 2025	Malawi	Mauritius	Seychelles, South Africa, Swaziland
Sept 2025 – Sept 2027	Mauritius	Mozambique & Namibia	Tanzania, Zambia, Zimbabwe

3. CCBG Financial Markets Subcommittee

3.1 The Steering Committee's (SC) chairpersonship is consistent with that of the CCBG Financial Markets Subcommittee. Membership of the SC rotate alphabetically after every two years. The outgoing chairperson will remain a member of the SC for a one year period.

3.2 Schedule of rotation

Period	Chairperson	Deputy Chairperson	SC members
Sept 2017 – Sept 2019	Swaziland	Tanzania	Zambia, Zimbabwe, Angola
Sept 2019 – Sept 2021	Tanzania	Zimbabwe	Angola, Botswana, DRC
Sept 2021 – Sept 2023	Zimbabwe	DRC	Angola, Botswana, Lesotho
Sept 2023 – Sept 2025	DRC	Lesotho	Madagascar, Malawi, Mauritius
Sept 2025 – Sept 2027	Lesotho	Malawi	Madagascar, Mauritius, Mozambique

4. CCBG Banking Supervision Subcommittee

4.1 The Steering Committee's (SC) chairpersonship is consistent with that of the Subcommittee. Membership of the SC rotate alphabetically after every two years. The outgoing chairperson will remain a member of the SC for a one year period.

4.2 Rotation schedule

Period	Chairperson	Deputy Chairperson	SC members
Sept 2017 – Sept 2019	Namibia	Seychelles	Zambia, Zimbabwe, Angola, South Africa
Sept 2019 – Sept 2021	Seychelles	South Africa & Zambia	Zimbabwe, Angola, Botswana, DRC
Sept 2021 – Sept 2023	Zambia	Angola	Zimbabwe, Botswana, DRC, Lesotho
Sept 2023 – Sept 2025	Angola	Botswana	DRC, Lesotho, Madagascar, Malawi
Sept 2025 – Sept 2027	Botswana	DRC	Lesotho, Madagascar, Malawi, Mauritius

5. CCBG Legal Subcommittee

5.1 The SC chairpersonship is consistent with that of the Subcommittee. Membership of the SC rotate alphabetically after every two years. The outgoing chairperson will remain a member of the SC for a one year period.

5.2 Rotation schedule

Period	Chairperson	Deputy Chairperson	SC members
Sept 2017 – Sept 2019	Zimbabwe	South Africa & Angola	Angola, Malawi, Mauritius, Tanzania, Swaziland, Madagascar
Sept 2019 – Sept 2021	Angola	Madagascar	Mauritius, Tanzania, Botswana, DRC, Namibia, Mozambique
Sept 2021 – Sept 2023	Madagascar	Mozambique & Namibia	Mauritius, Botswana, DRC, Lesotho, Madagascar, Seychelles

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Period	Chairperson	Deputy Chairperson	SC members
Sept 2023 – Sept 2025	Namibia	Seychelles	Botswana, DRC, Lesotho, Swaziland, Zambia, Zimbabwe
Sept 2025 – Sept 2027	Seychelles	Swaziland	DRC, Lesotho, Zambia, Zimbabwe, Tanzania, Malawi

6. CCBG Payment Systems and Information and Communication Technology Subcommittees

6.1 As reconfirmed at the May 2017 CCBG meeting, the principle of rotation is applicable for the chairpersons of the CCBG Payment Systems and Information and Communication Technology (ICT) Subcommittees. The rotation principle applies for the deputy chair position:

Period	CCBG ICT Subcommittee Deputy Chairperson	CCBG Payment Systems Subcommittee Deputy Chairperson
Sept 2017 – Sept 2019	Lesotho	Zambia
Sept 2019 – Sept 2021	Malawi	Botswana
Sept 2021 – Sept 2023	Mauritius	Swaziland
Sept 2023 – Sept 2025	South Africa	Tanzania
Sept 2025 – Sept 2027	Tanzania	Zimbabwe

6.2 Steering Committee

Subcommittee	Member central banks
CCBG Payment Systems Subcommittee	South Africa
CCBG ICT Subcommittee	Botswana, Malawi, South Africa, Swaziland, Zambia, Zimbabwe

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Learning and Development needs for 2018/19 Training and Development Prospectus

S/N	TRAINING NEEDS	LEARNING OBJECTIVE	RELEVANT SUBCOMMITTEES	TARGET GROUP
Key Focus Areas: Macroeconomic Convergence (SFA1)				
1	Economics of Regional Integration			
	<ul style="list-style-type: none"> How Regional Financial Integration can Support Growth, Development, and Poverty Reduction Challenges for Regional Integration in SADC countries: Macroeconomic Convergence and Monetary Coordination. SADC economic and financial policy challenges and the responses to these challenges in fostering economic and financial integration Convergence criteria supporting regional integration 	<ul style="list-style-type: none"> To understand the dynamics that will make Regional Financial Integration Work for SADC Countries To understand the necessary macroeconomic coordination and convergence issues needed for sound regional integration in SADC To understand the policy challenges and design workable solutions for sound regional integration in SADC. 	Macroeconomic Subcommittee, financial markets subcommittee	Economists, Financial market specialists
2	Macroeconomics Diagnostics		Macroeconomic Subcommittee, financial markets subcommittee	Central Bankers – Economists 5-16 March 2018

S/N	TRAINING NEEDS	LEARNING OBJECTIVE	RELEVANT SUBCOMMITTEES	TARGET GROUP
Key Focus Areas: Financial Markets (SFA2)				
<i>Financial Deepening and Financial Integration</i>				
1	Reserves Management The changing role of Central Bank Foreign exchange reserves	Awareness on the role of central banks in building Country Reserves (Foreign Assets) in respect of changing Financial environments.	Financial Markets	Financial market specialists, middle and senior level officers involved in reserve management (investments in fixed Income, money markets, derivatives etc.)
2	Development of financial markets (financial markets instruments) a) Development of Derivative and forward markets among banks themselves. b) Structure of the swap framework c) Development of domestic bond markets	To further deepen understanding of financial markets and instruments.		Financial market specialists
3	Financial market analysis	To get deeper insight in the operations of financial markets		Middle management, financial market specialists
4	Liquidity forecasting and management	To obtain the tools in liquidity forecasting and management techniques		Financial market specialists, middle and senior management in financial market departments
Key Focus Areas: Financial Stability (SFA3)				
1. Financial Stability				
	a) Cross-Border Macro-surveillance and Crisis Management Mechanisms b) Stress-Testing c) Crisis Management Resolution	To equip officials with knowledge on how to deal with cross border crisis management and mitigation	Banking Supervision (Including Financial Stability)	Mid to senior level economists and financial market analysts

S/N	TRAINING NEEDS	LEARNING OBJECTIVE	RELEVANT SUBCOMMITTEES	TARGET GROUP
2. Development of Financial Soundness Indicators				
1	a) Macroprudential Analysis b) Cross Border Supervision c) Financial Soundness Indicators			Mid to senior level economists and financial analysts from central banks
2	Regional Integration and Challenges for Financial Stability	To equip officials with knowledge on challenges that hinder stability of the financial system		Mid to senior level economists and financial analysts from central banks
Key focus areas: Financial integrity (SFA4)				
1.	Anti-Money Laundering/Counter Financing Terrorism			
	<ul style="list-style-type: none"> Risk-Based Anti-Money Laundering and combating the Financing of Terrorism (AML/CFT) Cash management and combating counterfeit money (currency department) 	<ul style="list-style-type: none"> Gain greater/wide understanding of the practical application of Risk based principles to the AML/CFT over Central Banks and Financial Institutions and broader Risks associated with ML and Terrorism Financing. To learn about the modern central bank cash management methods, the changing framework and requirements for combating counterfeit money: <ul style="list-style-type: none"> The role of central banks in cash cycle. Issuance policies for banknotes and coins cash requirement planning. Management of counterfeit money. Prevailing rules and regulations on counterfeit money. 	Payments/Legal/Bank Supervision	Middle to senior officials involved in Payments/ Legal/ Bank Supervision and Fin Surveillance and Financial Stability and Macroeconomic
2	Financial Technology (Fintech)			
	<ul style="list-style-type: none"> Risks and Impact of Digital Financial Services (DFS) including Fintech and virtual money 	<ul style="list-style-type: none"> Equip Staff with knowledge of mitigating risks which would have risen in DFS Acquire knowledge and skills in regulating the MFS cross border arrangements 		ICT, BSD, Finstab, Finsurv, Payments and Legal

S/N	TRAINING NEEDS	LEARNING OBJECTIVE	RELEVANT SUBCOMMITTEES	TARGET GROUP
	<ul style="list-style-type: none"> • Regulating Cross Border Mobile Financial Services (MFS) • Cyber Security (Payment and IT) 	<ul style="list-style-type: none"> • Assess vulnerabilities within the integrated economic and financial systems. • Benchmark the cyber safety measures to best practice for information security. • Economic and financial integration systems resilience to cyber-attacks. • Establishment of Training and Awareness programs • Establishment of Cyber Security Framework. 		
3. Payment Systems				
	<ul style="list-style-type: none"> • Interoperability of payment systems from the regional perspective • Oversight of Retail Payment Systems 	<ul style="list-style-type: none"> • To acquire knowledge on the possible regional interoperability • In consideration of the changing nature of the retail payment systems, the knowledge will facilitate O&P Team in handling various emerging retail payment systems as part of mitigating risks which would have risen • To deepen knowledge of payment settlement systems associated with the current developed technology in banking industry within SADC countries: 	Payment Systems	Mid to senior level payment system, IT and legal officials from central banks
	<ul style="list-style-type: none"> • Payment Settlement Systems operations • Cross-Border Payments System Management • Cross-Border Clearing and Settlement Mechanism 	<ul style="list-style-type: none"> • Role of central Banks in payment and settlement systems. • Payment system analysis. • Current developments innovations and secure payments. <p>To equip officials with knowledge on cross border payments system management</p> <p>To equip officials with knowledge on cross border clearing and settlement mechanism</p>		

S/N	TRAINING NEEDS	LEARNING OBJECTIVE	RELEVANT SUBCOMMITTEES	TARGET GROUP
Governance				
1	Business Continuity Management training Risk/Governance	To provide training on risk management and business continuity processes	Legal subcommittee	Middle to senior involved in the following areas: risk, legal and IT
2	Dispute resolution and financial market regulation, regarding settlement of financial market transactions	To understand the mechanisms needed for dispute resolution regarding settlement of financial market transactions		
3	Legal drafting	To provide training to delegates on legal drafting in preparation for the domestication of model laws. To provide training in legal drafting pertaining to financial instruments (i.e. derivatives) and reserves management		