



## **1. Introduction**

The Public Enterprises Monitoring Commission (PEMC) is mandated under the Public Enterprises Monitoring Commission Act No 3 of 2013 to monitor and evaluate the overall performance of Public Enterprises (PEs).

As per section 39 of the Act, the Public Enterprises should submit to the Commission their Estimates and projections for the next financial year. Additionally, as per section 25 (e) (vi) of the Public Finance Management Regulation S.I. 57 of, 2014 a summary of the financial position should be included as annex with the budget document.

As per Schedule I of the PEMC Act (listed in Appendix 1) there should be 21 Public Enterprises, but since October 2014 the Praslin Transport Company has been integrated as a division within the Seychelles Public Transport Corporation (SPTC) therefore leaving 20 Public Enterprises under the purview of PEMC.

All 20 Public Enterprises have complied with section 39 by submitting their budget for the year 2017, either provisional or approved by their Board.

## **2. Financial performance**

The overall forecasted financial performance of the twenty Public Enterprises for the year 2017 is summarised in Table 1.

**Table 1.** Forecasted Financial Performance of the Public Enterprises for the year 2017

Name	Net profit/(Loss) after tax and dividend SR	Taxes Payable SR	Dividend SR
<b>Financial Institutions</b>			
Development Bank of Seychelles	6,372,000		
Financial Services Authority	71,021,000		
Housing Finance Company	16,704,812	1,194,464	
SIMBC/Nouvobanq	280,626,445	4,019,558	
Seychelles Pension Fund	55,646,000		
Seychelles Commercial Bank	19,053,000		6,000,000
<b>Total: Financial Institutions (a)</b>	<b>449,423,257</b>	<b>5,214,022</b>	<b>6,000,000</b>
<b>Non-Financial Institutions</b>			
Air Seychelles Ltd	7,241,786		
Islands Development Company	16,974,539	1,227,758	
National Information Services Agency	3,500,069	144,000	
Petro Seychelles	(1,037,798)		
Property Management Corporation	1,465,690		
Public Utilities Corporation	192,175,910		
Seychelles Petroleum Company	259,881,558	186,755,000	
Seychelles Postal Services	(6,089,885)	150,000	
Seychelles Ports Authority	59,230,600		
Seychelles Public Transport Corporation	(67,606,270)		
Seychelles Trading Company	24,827,000	14,720,000	
Societe Seychelloise D'Investissement	17,847,536	1,873,673	130,000,000
l'Union Estate	2,433,373	145,483	
Seychelles Civil Aviation Authority	53,226,000	45,551,000	53,227,000
<b>Total: Non-Financial Institutions (b)</b>	<b>564,070,108</b>	<b>250,566,914</b>	<b>183,227,000</b>
<b>Grand Total (c) = (a) + (b)</b>	<b>1,013,493,365</b>	<b>255,780,936</b>	<b>189,227,000</b>

## 2.1 Profitability

Together, the twenty Public Enterprises have projected a net profit after tax and dividend of SR1.013 billion for 2017, consisting of an overall profit of SR 449.4 million for the Financial Institutions and SR564 million profit for the Non-Financial Public Enterprises.

The six Public Enterprises classified as Financial Institutions have all projected profit, with amounts ranging from SR71 million for Financial Services Authority, SR55.6 million for Seychelles Pension Fund, SR280.6 million for SIMBC/Nouvobanq.

Eleven out of the fourteen Non-Financial Public Enterprises have projected profit for a total amount of SR638.8 million with significant profit from the Public Utilities Corporation (PUC) –SR192.2 million and Seychelles Petroleum Company – SR259.9 million.

On the other hand three Public Enterprises have projected losses, namely Petro Seychelles – SR1.04 million, Seychelles Postal Services – SR6.1 million and Seychelles Public Transport Corporation (SPTC) –SR67.6 million.

## 3. Consolidated Income

Total revenue amounted to SR12.2 billion with Sale of Goods constituting 48% of total revenue, followed by Rendering of Services constituting 41% of total revenue as per Figure 1.

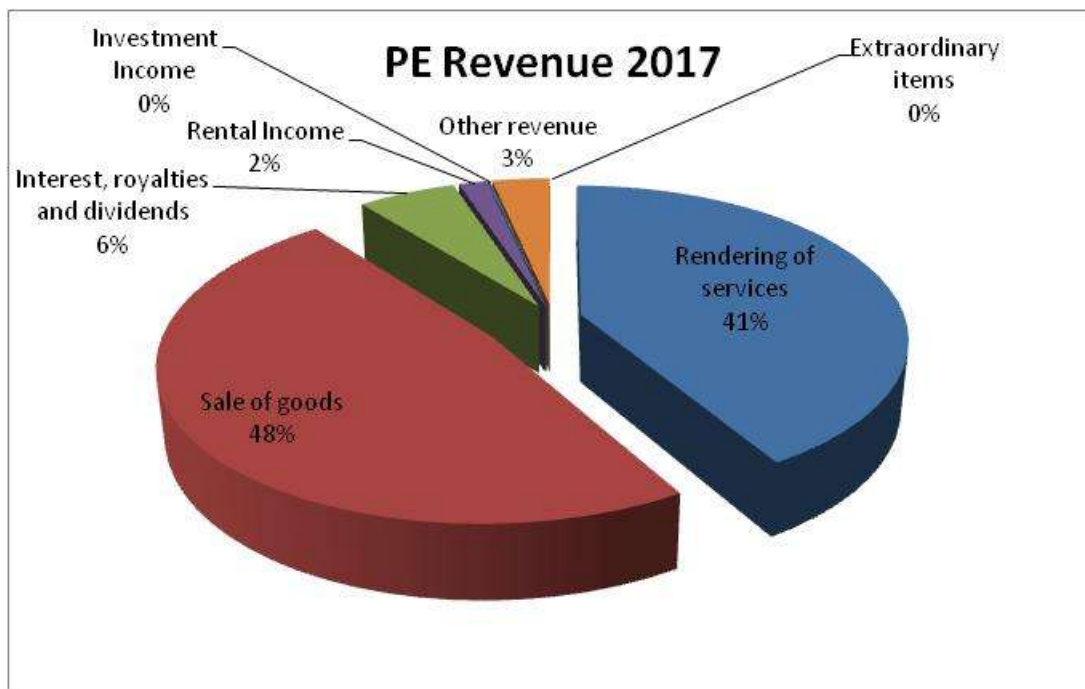


Figure 1. Public Enterprises' forecasted revenue for the year 2017 by category

#### 4. Consolidated Expenditure

Total forecasted expenditure amounted to SR10.8 billion of which Supplies and Consumables represented 79%, Wages and Salaries 11% and Depreciation 5%, as illustrated in Figure 2.

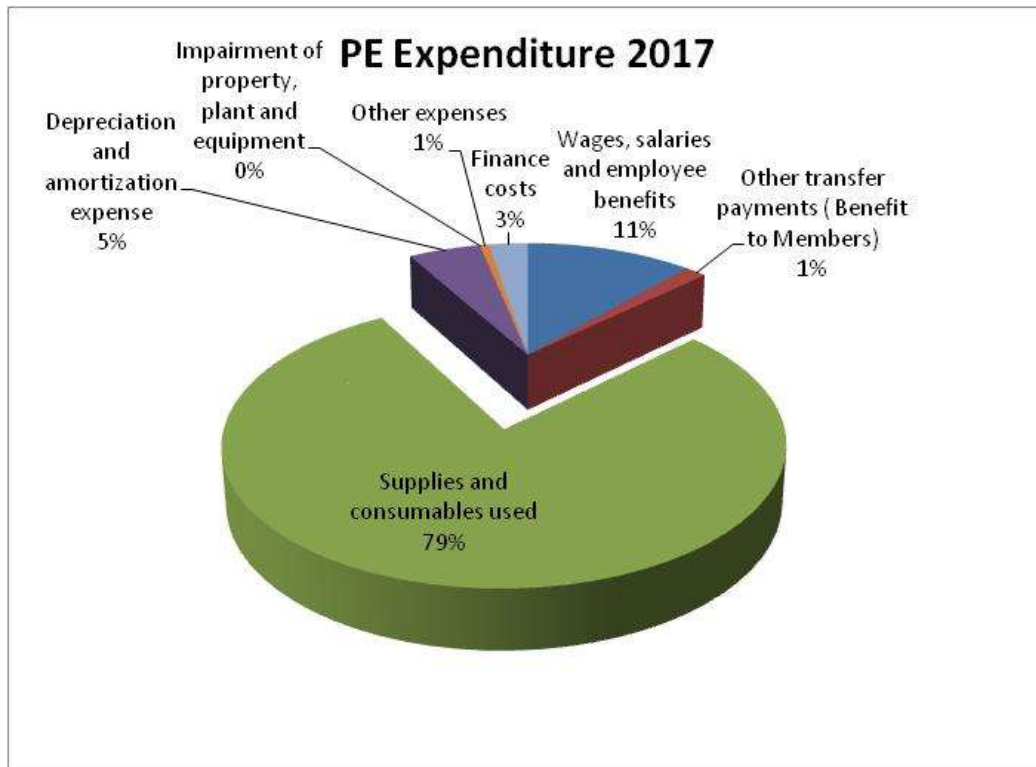


Figure 2. Public Enterprises' budgeted expenditure for the year 2017 by category

#### 5. Taxes

A total amount of SR255.8 million is being projected to be paid as taxes to Government, this includes Business Tax as well as Corporate Social Responsibility Tax. The largest amount of SR186.7 million is being provided by Seychelles Petroleum Company.

#### 6. Dividend

Out of the PEs under PEMC's purview, Société Seychelloise d'Investissement (SSI) has forecasted to receive dividends from SEYPEC, IDC and Nouvobanq and is projecting a Dividend payment of SR130 million to the Government. The Seychelles Civil Aviation Authority is projecting a dividend payment of SR53.2 million to the Government. The Seychelles Commercial Bank has projected a dividend payout of SR6 million to its shareholders, it is important to note that these figures are tentative and subject to change.

## **Appendix 1. List of Public Enterprises as per the PEMC Act 2013**

### **Financial Public Enterprises**

Development Bank of Seychelles (DBS)  
Housing Finance Company Ltd (HFC)  
Financial Services Authority (SIBA)  
Seychelles International Mercantile Banking Corporation Ltd (Nouvobanq)  
Seychelles Pension Fund (SPF)  
Seychelles Commercial Bank (SCB)

### **Non-Financial Public Enterprises**

Air Seychelles Ltd  
Islands Development Company Ltd (IDC)  
L'Union Estate Company Ltd  
National Information Services Agency (NISA)  
Petro Seychelles Ltd  
Property Management Corporation (PMC)  
Public Utilities Corporation (PUC)  
Seychelles Civil Aviation Authority (SCAA)  
Seychelles Postal Services Ltd (SPS)  
Seychelles Petroleum Company Ltd (SEYPEC)  
Seychelles Public Transportation Corporation (SPTC)  
Seychelles Trading Company Ltd (STC)  
Seychelles Ports Authority (SPA)  
Société Seychelloise d'Investissement Ltd (SSI)