

CBE Abridged Financial Statements

Statement of Financial Position

at 31 March 2023

	2023 E'000	2022 E'000
ASSETS		
Cash and cash equivalents	1 265 137	732 490
Currency inventory - notes and coins	84 305	89 119
Other assets	228 033	180 829
Amounts due from Government of Eswatini	3 075 007	2 835 218
Loans and advances	32 917	29 235
Holdings of Special Drawing Rights	466 540	2 490 916
IMF Quota subscription account	1 869 048	1 585 605
Claims on private sector	2 082	2 082
External investments	5 513 673	3 535 548
Intangible assets	73 966	60 789
Property, plant and equipment	289 277	351 713
Total assets	12 899 985	11 893 544
EQUITY		
Capital and reserves		
Capital contribution	185 768	185 768
Revaluation reserve	608 410	133 066
Buildings revaluation reserve	153 577	211 877
Building fund reserve	50 000	50 000
Contingency reserve	73 817	73 817
General reserve	769 900	672 113
SDR/IMF underwriting reserve	66 868	66 868
Total equity	1 908 340	1 393 509
Liabilities		
Currency in circulation	1 240 001	1 239 866
Allocation of Special Drawing Rights	2 941 033	2 495 422
Domestic deposits	3 438 302	4 091 986
Foreign deposits and liabilities	1 103 683	942 660
Other liabilities	35 403	42 907
Provisions	74 787	60 525
Amounts payable to the Consolidated Fund	445 461	173 237
IMF Securities Account	1 712 975	1 453 432
Total liabilities	10 991 645	10 500 035
Total equity and liabilities	12 899 985	11 893 544

Statement of Comprehensive Income

for the year ended 31 March 2023

	2023 E'000	2022 E'000
Interest and discount earned	453 111	336 586
Interest expense	(193 180)	(124 337)
Net interest income	259 931	212 249
Non-interest income		
Impairment reversal- financial assets	172 598	-
Other income	436 713	367 154
	609 311	367 154
Operating expenses		
Property occupation expenses	(17 760)	(10 269)
Salaries and employee benefits	(258 006)	(226 164)
Depreciation and amortization expense	(39 647)	(38 813)
Currency expenses	(12 774)	(13 095)
Other expenses	(155 206)	(105 499)
Credit impairment losses - financial assets	-	(3 261)
Total operating expenses	(483 393)	(397 101)
Profit for the year	385 849	182 302
Other comprehensive income		
Revaluation gains on foreign exchange activities	627 446	166 333
Total comprehensive income	1 013 295	348 635

Statement of Changes in Equity

for the year ended 31 March 2023

	Capital	General reserve	Build- ing Fund reserve	SDR/IMF Under- writing reserve	Contin- gency reserve	Build- ings Reval- uation reserve	Revaluation reserve	Appro- priation account	Total
	E'000	E'000	E'000	E'000	E'000	E'000	E'000	E'000	E'000
Balance at 31 March 2022	185 768	672 113	50 000	66 868	73 817	211 877	133 066	-	1 393 509
Net profit for the year including revaluation of foreign currency activities	-	-	-	-	-	-	-	1 013 295	1 013 295
Revaluation of foreign currency activities transferred to Revaluation Reserve in terms of Section 35(1) of the Order	-	-	-	-	-	-	627 446	(627 446)	-
Revaluation loss on PPE	-	-	-	-	-	(53 003)	-	-	(53 003)
Transfer of depreciation on revaluation surplus to appropriation account	-	-	-	-	-	(5 297)	-	5 297	-
Transfer to general reserve as provided under section 8 (1) of the order	-	97 787	-	-	-	-	-	(97 787)	-
Transfer to the Consolidated Fund as provided under Section 8(3) of the order	-	-	-	-	-	-	-	(293 359)	(293 359)
Transfer to the consolidated fund in terms of Section 35(4) of the order	-	-	-	-	-	-	(152 102)	-	(152 102)
Balance at 31 March 2023	185 768	769 900	50 000	66 868	73 817	153 577	608 410	-	1 908 340

Statement of Changes in Equity

for the year ended 31 March 2023

	Capital	General reserve	Build- ing Fund re- serve	SDR/IMF Under- writing reserve	Contin- gency reserve	Build- ings Reval- uation reserve	Reval- uation reserve	Appro- priation account	Total
	E'000	E'000	E'000	E'000	E'000	E'000	E'000	E'000	E'000
Balance at 31 March 2021	185 768	625 456	50 000	51 795	73 817	216 202	-	-	1 203 038
Net profit for the year including revaluation of foreign currency activities	-	-	-	-	-	-	-	348 635	348 635
Revaluation of foreign currency activities transferred to Revaluation Reserve in terms of Section 35(1) of the Order	-	-	-	-	-	-	166 333	(166 333)	-
Transfer of depreciation on revaluation surplus to appropriation account	-	-	-	-	-	(4 325)	-	4 325	-
Transfer to general reserve as provided under section 8(1) of the order	-	46 657	-	-	-	-	-	(46 657)	-
Increase in contingency reserve in terms of section 41(bis)	-	-	-	15 073	-	-	-	-	15 073
Transfer to the Consolidated Fund as provided under Section 8(3) of the Order	-	-	-	-	-	-	-	(139 970)	(139 970)
Transfer to the Consolidated Fund in terms of Section 35(4) of the Order	-	-	-	-	-	-	(33 267)	-	(33 267)
Balance at 31 March 2022	185 768	672 113	50 000	66 868	73 817	211 877	133 066	-	1 393 509

Statement of Cash Flows

for the year ended 31 March 2023

	2023 E'000	2022 E'000
Cash flows from operating activities		
Operating profit	1 013 295	348 635
Adjusted for:		
Depreciation and amortisation	39 647	38 813
Profit on disposal	(806)	-
Unrealised gains on IMF accounts	2 446 087	21 995
IMF quota subscription	(283 443)	56 537
Holdings of special drawing rights	2 024 376	(1 468 131)
IMF securities	259 543	(51 693)
Allocation of special drawing rights	445 611	1 485 282
Changes in funds from operating activities		
Increase in foreign deposits and liabilities	161 023	19 267
Increase/(decrease) in other liabilities and provisions	6 758	(445 215)
Increase in loans and advances	(3 682)	(793)
(Increase)/ decrease in other assets	(47 204)	430 575
Decrease/(increase) in notes and coins	4 814	(418)
Increase in amounts due from Government	(239 789)	(146 527)
Increase/(decrease) in currency in circulation	135	(110 922)
Decrease in domestic deposits	(653 684)	(3 229 708)
	(771 629)	(3 483 741)
Net cashflows from operating activities	2 726 594	(3 074 298)
Cash flows from investing activities		
Purchase of property, plant and equipment and software equipment	(43 672)	(46 571)
Proceeds from disposal of property, plant, and equipment	1 087	5 067
Amounts paid to the Government through the consolidated fund	(173 237)	(53 841)
(Increase)/decrease in external investments	(1 978 125)	1 961 906
Increase in SDR/IMF underwriting reserve	-	15 073
Net cash outflows from investing activities	(2 193 947)	1 881 634
Net movement in cash and cash equivalents	532 647	(1 192 664)
Cash and cash equivalent at the beginning of the year	732 490	1 925 154
Cash and cash equivalent at the end of the year	1 265 137	732 490

Abbreviations

AACB	Association of African Central Banks	KPIs	Key Performance Indicators
AML	Anti-Money Laundering	MPCC	Monetary Policy Consultative Committee
BCM	Business Continuity Management	NBFIs	Nonbank Financial Institutions
BCP	Business Continuity Plans	NPLs	Non-performing Loans
BIS	Bank of International Settlements	NPSS	National Payment & Settlement Systems
CBE	Central Bank of Eswatini	OSH	Occupational Safety and Health
CBS	Central Bank of Swaziland	RSA	Republic of South Africa
CBDC	Central Bank Digital Currency	SA	South Africa
CCBG	Committee of Central Bank Governors	SACU	Southern African Customs Union
CFI	Centre for Financial Inclusion	SADC	Southern African Development Community
CFT	Combating the Financing of Terrorism	SSELGS	Small Scale Enterprise Loan Guarantee Scheme
CMA	Common Monetary Area	SDRs	Special Drawing Rights
COBIT	Control Objectives for Information and Related Technologies	SHERQ	Occupational Safety, Health, Environment, Risk and Quality
COMESA	Common Market for Eastern and Southern Africa	SME	Small Medium Enterprises
COVID-19	Coronavirus Disease	SWIFT	Society for Worldwide Interbank Financial Telecommunication
CPI	Consumer Price Index	UCT	University of Cape Town
CSI	Corporate Social Investment	UK	United Kingdom
CSO	Central Statistics Office	UNESWA	University of Eswatini
CSOC	Cyber Security Operations Centre	USA	United States of America
DRP	Disaster Recovery Procedures	VAT	Value Added Tax
ECGS	Export Credit Guarantee Scheme	WEO	World Economic Outlook
EPRS	Economic Policy Research and Statistics	ZAR	South African Rand
ERM	Enterprise Risk Management		
ERP	Enterprise Resource Planning		
ESSCOM	Eswatini Communications Commission		
EXCO	Executive Committee		
Fintech	Financial Technology		
FSC	Financial Stability Committee		
GDP	Gross Domestic Product		
GM	General Manager		
HR	Human Resource		
HRH	His Royal Highness		
ICT	Information and Communications Technology		
IFRS	International Financial Reporting Standards		
IG	Information Governance		
IIRC	International Integrated Reporting Council		
IR	Integrated Reporting		
IMF	International Monetary Fund		

Annual Integrated Report

2022/23