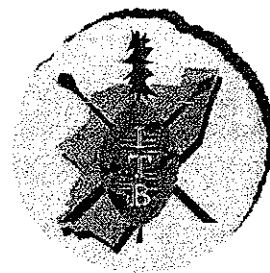


INGONYAMA TRUST BOARD

ESTABLISHED IN TERMS OF THE KWAZULU-NATAL INGONYAMA TRUST ACT
(ACT NO. 3 OF 1994) VAT REGISTRATION No.: 4340182098



INGONYAMA TRUST BOARD

3rd QUARTER 2012/13 FINANCIAL YEAR

[1st October 2012 - 31st December 2012]

REPORT

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1. BACKGROUND

- 1.1 The Ingonyama Trust was established in 1994 by an Act of Parliament – Act No 3 of 1994 with His Majesty the King as the sole Trustee. An amendment Act in 1997 among other things established a Board to administer the affairs of the Trust. The Board comprises of eight members plus Isilo or his nominee as Chairperson. The eight (8) Board members are appointed by the Minister of Rural Development and Land Reform, after considering National and Provincial interests.**
- 1.2 The Trust is the largest landowner in the Province with a total extent of 2, 815, 235 hectares held under some 1600 individual titles. The Trust owns land in all of the District Municipalities and Metro Municipal areas in KwaZulu-Natal.**
- 1.3 The Board sees Real Estate as its major activity. The core business of the Trust is to administer the land for the “material benefit and social wellbeing of the individual members of the tribes”. However, no alienation or burdening of the land may occur without the written permission of the relevant traditional or community authority.**
- 1.4 The Board submits its Strategic Plan and Annual Performance Plan to the Minister of Rural Development and land Reform for approval during each financial year.**

2. THE ANNUAL PERFORMANCE TARGETS

Strategic Goal: To administer the Trust for the benefit, the material welfare and the social wellbeing of the communities living on

Ingonyama Trust land

Strategic Objective	Performance Measure Indicator	Audited / Actual performance			Estimated performance 2012/13	2013/14	Medium Term Target	
		2009/10	2010/11	2011/12			2014/15	2015/16
1.1 To administer, Ingonyama Trust land	Number of tenure rights concluded (signed by both parties)		226	700	1031	1601	2003	2731
1.2 To administer, Ingonyama Trust land	Land Holding Register maintained on quarterly basis (immovable assets register) ¹	1	1	1	(4) Quarterly updates	1	1	1

¹ This refers to recording of all incoming land parcels and all outgoing land rights as recorded from conveyancing documents

1.3	To administer, Ingonyama Trust land	Number of land management related projects identified and implemented ²			New	4	5	6	7
1.4	To improve stakeholders relations and liaison	Number of Traditional Councils empowered in land management matters		New	5	23	33	45	43

² The key land management projects that will be identified and implemented are;

- i. Land Audits
- ii. Agricultural projects
- iii. Special development projects

QUARTELY TARGETS FOR 2012/13							
Performance Measure Indicator		Reporting Period	Annual Target	QUARTER 1	QUARTER 2	QUARTER 3	QUARTER 4
1.1	Number of tenure rights concluded (signed by both parties)	Quarterly	1031	258	258	258	257
1.2	Land Holding Register updated (immovable assets register)	Quarterly	4	1	1	1	1
1.3	Number of land management related projects identified and implemented	Quarterly	4	1	1	1	1
1.4	Number of Traditional Councils empowered in land management matters	Quarterly	23	5	5	6	7

1.1 THIRD QUARTER REPORT

Strategic Objective	Performance Indicator	Reporting Period	2012/2013 Annual Target as per APP	3 rd Quarter Target as per APP	3 rd Quarter Results	COMMENTS
To administer, Ingonyama Trust land	Number of tenure rights concluded (signed by both parties)	Quarterly	1031	258	174	A total of 174 tenure rights was concluded as opposed to the target of 258 which was allocated for this quarter leaving the organization with a shortfall of 84 plus 94 shortfall of the second quarter. An action plan has been developed to try to cover a shortfall of 178 leases in the fourth quarter.
	Land Holding Register updated (immovable assets register)	Quarterly	4	1	1	The Land Holding Register, which is a immovable property asset register is maintained on quarterly basis. During this period four additional properties were registered in the name of the Ingonyama Trust Board in the Pietermaritzburg Deeds Registry.
To administer, Ingonyama Trust land	Number of land management related projects identified and implemented	Quarterly	4	1	1	<p>Projects identified:</p> <p>In this quarter, the Emafezeni area was considered. The area was targeted as a result of unlawful allocation of the land by an individual purporting to represent the Board. In order to consider the appropriate nature of the development and settlement of the area, a report was prepared on the matter.</p>

To improve stakeholders relations and liaison	Number of Traditional Councils empowered in land management matters	Quarterly	23	6	2	<p>The target for the quarter was six trainings and two were achieved. The Chube and Myeni Traditional Councils received training on the following areas;</p> <ul style="list-style-type: none"> ▪ Operations of the ITB; ▪ Formation of the Development Trusts
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3. NARRATIVE SUMMARY [THIRD QUARTER REPORT]

The matters are per items drawn down from the Strategic Objectives from the approved Operational Plan 2012/2013;

Number of tenure rights concluded (signed by both parties)

The target was 258 tenure rights to be concluded and a total number of 174 was achieved. There were 156 leases (commercial, residential and institutional), 10 Telecom and 8 DRA agreements concluded. On the set target there is a shortfall of 84 which could not be completed as a result of a variety of reasons such as.

- i. The Opening ceremony of the Ingonyama Trust Board new Headquarters, including the relocation from the park homes to our new offices as well as the preparations for the two day event.
- ii. The festive season and the taking of annual leave by the majority of the staff
- iii. The number of Board approvals increased so effort was around targeting approvals of the outstanding applications.

It must be noted however that during the period under review the total number of tenure rights applications which were processed and approved by the board is 619. This number cannot be incorporated in our report as achieved because our processes are recognizing the last date of signature as the date of conclusion of the agreement. We expect therefore to report on the finalization of these leases on our next report as we have embarked on a roadshow to encourage people to sign their leases.

Land Holding Register updated (immovable assets register)

The Land Holding Register, which is an immovable property asset register is maintained on quarterly basis. During this period three eleven additional properties were registered in the name of the Ingonyama Trust Board in the Pietermaritzburg Deeds Registry. These properties are as follows;

1. Portion of Uitvaal No.1244 in extent 256.0810 ha
2. Portion 5 of Uitvaal No.1244 in extent 220.8910 ha
3. Portion 6 of Reserve 16 No. 15836 in extent 7.7087 ha
4. Portion 64 (of 13) of Reserve 14 No. 15384 in extent -43.7095 ha

Number of Land Management Related Projects identified and implemented (started or initiated)

In this quarter, the Emafezeni area was considered. The area was targeted as a result of unlawful allocation of the land by an individual purporting to represent the Board.

In order to consider the appropriate nature of the development and settlement of the area, a report was prepared on the matter.

It is quite clear that the nature of the site, its topography and location and the proposal was not viable and would unlikely to ever be considered an area with any development potential. The Board is looking at alternative land to offer the victims of the fraudulent sales, however suitable land in the surrounding area is already heavily populated.

The area is part of D'MOSS as determined by the Ethekewini Municipality's IDP.

Number of Traditional Councils empowered in land management matters

The target for the quarter was six trainings and two were achieved. The Chube and Myeni Traditional Councils received training on the following areas;

- How to operate a Development Trust

It must be noted that there were outreach programmes in the form of presentation conducted with the Department of Human Settlement. These presentations were done at the following local Houses;

- Umzinyathi
- Amajuba
- Uthukela
- Umkhanyakude
- Uthungulu
- ILembe

4. ADDITIONAL REPORTS

4.1 Traditional Council Support / Disbursements

A total of 3 Traditional Councils were given funds as per our disbursement guide during the period under review. The details are as follows;

MthombolwaziCommDev Trust (Zungu TC)

An amount of R 198 538.00 was paid for projects and Bursaries to various tertiary institutions at a cost of R 186 538.00.

Tembe Traditional Council

A total amount of R270 000.00 was paid as bursaries to various tertiary institutions.

InkosiPhumanyova Community Development Trust (Mandlakazi TC)

An amount of R38 750.00 was paid to purchase two laptops and service to InkosiPhumanyovaDev Trust vehicle.