

PREMIER SAYINA AFRICA - EXECUTIVE SUMMARY

INVESTIGATION RESULTS - BACKGROUND SEARCHES	
SUMMARY OF MAJOR FINDINGS & CONCLUSIONS	RECOMMENDATIONS
<ol style="list-style-type: none"> 1. PSA submitted a Letter of Good Standing which expired on 31 July 2011. 2. The evaluation of the standard bidding documents submitted was not as prescribed in Section 217 of the Constitution fair and transparent. 3. All the expenditure is irregular. 	<ol style="list-style-type: none"> 1. Due to incomplete records, we cannot determine who exactly was responsible for verifying the Letter of Good Standing, and therefore do not make any recommendation.

INVESTIGATION RESULTS - PROCUREMENT PROCESSES	
SUMMARY OF MAJOR FINDINGS & CONCLUSIONS	RECOMMENDATIONS
<ol style="list-style-type: none"> 1. Not all the tenderers completed tender submissions for tender HO/PRASA CRES/00/1/2011 - Conducting, Manufacturing and Installing Signage were supplied and are missing. 2. The tender advert is missing. 3. We were not supplied with all the evaluation sheets evaluating all the tenders. 4. We were not supplied with or all the evaluation/award minutes of meetings held in evaluating or awarding this tender. 5. The bid evaluation committee incorrectly allocated 36,5% BEE shareholding, instead of 26%. PSA indicated that Imbani Holdings held 26% shares in PSA. 6. The bid evaluation committee did not incorrectly 	<ol style="list-style-type: none"> 1. We recommend that PRASA institute disciplinary steps against the following SCM/BEC members for failing to prevent irregular expenditure - Mr Shezi, Mr Mdluli, Mr Kubheka, Mr Mkandla, Mr Swart, Mr Dinthe, Mr Tshabile and Mrs Mbabama. 2. The Board of PRASA must report the irregular appointment of PSA.

calculate Ascott's BEE score, as alleged by Ascott.
7. The appointment of PSA was irregular, due to the Letter of Good Standing and the BEE score.

INVESTIGATION RESULTS - PAYMENT VERIFICATION

SUMMARY OF MAJOR FINDINGS & CONCLUSIONS

RECOMMENDATIONS

1. The CAPEX budget for the project was approved.
2. PSA was appointed on approved rates.
3. Mr Kubheka certified the PSA invoices, in stating that PSA delivered the services according PRASA's standards.
4. PSA received the amount of R52 752 167.25 for work performed.