

New Zimbabwe

22 January 2014

129,000+ Likes
Thousands of Smiling customers across Africa

- NEWS SPORTS BUSINESS SHOWBIZ OPINION COLUMNISTS BLOGS
- HOME FORUMS CLASSIFIEDS EVENTS GUIDE CARTOONS GALLERY DAILY POLLS LIVE RADIO VIDEO DEAR SKYE BOOKS CONTACT US ZIM LINKS

MAKE US YOUR HOMEPAGE NEWS TICKER RSS QUICK LINKS choose... SEARCH Search Google Custom Search

LATEST STORIES

NEWS

- US-Africa Summit: Obama bars Mugabe
- Serial rapist jailed for 290 years
- Mugabe's health God's business
- Disgraced top cop in bid for bail
- I dragged Makandiwa to Bridget's bedside
- Pee gay activist flees Zanu PF goons
- Tsvangirai calls-off key economy talk
- Girl, 12, faces delicate spine op in US

MORE NEWS

BUSINESS

- Sovereign Wealth Fund gets official seal
- Steelmakers courts Indian investors

MORE BUSINESS

SHOWBIZ

- Visions FM now available on Kindle
- Disquiet over Brian Adams' Harare gig

MORE SHOWBIZ

SPORTS

- Ngodzo completes Highlanders return
- Cara loses to top seeds at Australian Open

MORE SPORTS

OPINION

- Looking beyond Robert Mugabe
- Cross v Fay Chung: Incisive dichotomy

MORE OPINION

COLUMNISTS

- Mugabe ouster no panacea to problems

Sovereign Wealth Fund gets official seal

22/01/2014 00:00:00 by Miningmx.com

Share 2
Tweet 2

THE government on Tuesday officially tabled its Sovereign Wealth Fund (SWF) which will use the proceeds of royalties from gold, platinum, nickel and diamonds and invest them in "gold bullion, stockpiles of precious stones", as well as other "foreign assets".



Wealth fund ... Mines Minister Walter Chidhakwa

The Chamber of Mines said about 75% of the country's gold miners will collapse if the royalties are not reviewed. Platinum producers in Zimbabwe have submitted plans to set-up a refinery to avoid a further 15% levy on raw platinum exports.

RELATED STORIES

Mining industry sources and executives said on Tuesday that they were still pressing the government to review the royalties downwards.

The government will rely on payments from mining companies to boost the fund, whose proceeds will be invested for future use by the state, according to a copy of the bill obtained by Miningmx (and first made public on January 10).

"The objects of the fund are to make secure investments for the benefit and enjoyment of future generations of Zimbabweans and to support fiscal and macroeconomic stabilisation," said the bill.

The fund has been created at a time when platinum and gold miners in the country are complaining about high royalties. Gold producers pay 7% while platinum miners pay 10% in royalties as Zimbabwe seeks to boost its revenues to prop up a fast declining economy.

The bill says "a portion not exceeding a quarter of the royalties" on gold, diamonds, coal, coal bed methane gas, nickel, chrome and platinum will be paid into the fund.

Additionally, a "portion not exceeding one quarter of the special dividend on the sales of diamonds ... and other extractable minerals" will also be paid into the fund.

Proceeds from the fund will be invested, with the help of fund managers to be seconded to the board of the sovereign wealth fund, in "gold bullion, stockpiles of precious stones and other precious metals and foreign assets," further states the bill.

However, the bill forbids the investment of money contributed into the fund from the sale of the country's minerals into government debt, domestic lending or the provision of government guarantees

SPONSORED LINKS

Protect your bubble.com
award winning insurance

What's in Your Bubble?

Protect it now with affordable, easy to buy coverage.

Get a Quote! >

FORTUNE 500
4.7 average on 2400+ reviews

LUNA SHIPPING LTD
MEMBERS OF: BIFA BRITISH INTERNATIONAL FREIGHT ASSOCIATION
EMAIL: sales@lunashipping.co.uk

Make sure your Will is up to date
Looking for

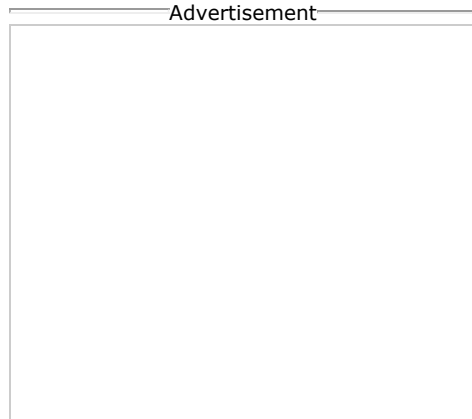


Africans alone can develop the continent

MORE COLUMNISTS

provision of government guarantees.

Economist, Tony Hawkins said on Tuesday that "establishing a fund to invest a tiny proportion of state revenue is not going to have a major impact on Zimbabwe's economic fortunes" over the medium term.



The bill is expected to be deliberated in parliament, where Mugabe's Zanu PF has a more than three thirds majority. It is expected to get the green light from the legislature and then signed into law by Mugabe.

- Email this to a friend
- Printable Version
- Discuss This Story

Share this article:

- Digg it
- Del.icio.us
- Reddit
- Newsvine
- Nowpublic
- Stumbleupon
- Face Book
- Myspace
- Fark



Distribute
your press release
to the right journalists

START NOW

Investment Opportunities in Zimbabwe..?



CALL US NOW ON
0121 616 5025
ASYLUM & IMMIGRATION
EXPERTS
YVONNE GWASHAVANHU
((MAHLUNGE))




MatchOptions

Linking Your Personnel Needs Instantly

SOCIAL WORKERS
REQUIRED NOW ACCROSS UK



AROUND THE WEB

Never transferred your credit card ... Next Advisor

SHOCKING: New iPads sold at prices ... Lifefactopia

Doctor: Why You Should Avoid ... Newsmax Health

How Can Waking Up Early Help You ... Fast Company

ALSO ON NEW ZIMBABWE.COM

US-Africa Summit: Obama excludes ... 287 comments

Disquiet over Brian Adams' Harare gig 23 comments

Looking beyond Robert Mugabe 8 comments

I dragged Makandiwa to Bridget's ... 103 comments

2 comments



Join the discussion...

Newest ▾

Share



Roving Eagle • 2 hours ago

Fund care for future generations when you are not taking care of the current generations.

1 ^ ▾ • Reply • Share ›



Rafique702 • 2 hours ago

Government is a mess..they keep telling us we will do this we will do that a whole lot of bullish*t

^ ▾ • Reply • Share ›

DISQUS

Subscribe

Add Disqus to your site