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# Final Forensic Report

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**GAUTENG PROVINCE**

OFFICE OF THE PREMIER  
REPUBLIC OF SOUTH AFRICA

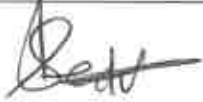
**The Office of the Premier SIU Secondment**

**Gauteng Department of Health**

**Tembisa Hospital**

**November 2022**

**DISTRIBUTION LIST**

<b>NO.</b>	<b>DIRECTORATE</b>	<b>NAME OF INDIVIDUAL</b>	<b>DATE</b>	<b>SIGNATURE</b>
<b>C1</b>	<b>DEPUTY DIRECTOR GENERAL OOP</b>	Thapelo Mashiane		
<b>C2</b>	<b>ACTING DIRECTOR GENERAL OOP</b>	Mduduzi Mbada		
<b>C3</b>	<b>GAUTENG PREMIER</b>	Premier Panyaza Lesufi		
<b>C4</b>	<b>SIU REGIONAL HEAD INVESTIGATIONS: GAUTENG</b>	Sagren Reddy	5/12/2022	

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## TABLE OF CONTENTS

1	EXECUTIVE SUMMARY .....	8
2	INTRODUCTION.....	9
3	LIMITATIONS.....	9
4	SCOPE .....	10
5	METHODOLOGY .....	18
6	LEGISLATIVE FRAMEWORK.....	23
7	FINDINGS AND OUTCOMES .....	24
8	CONCLUSIONS.....	55
9	RECOMMENDATIONS.....	56

## LIST OF ENTITIES

ABBREVIATION	DESCRIPTION
OOP	Office of the Premier Gauteng
SIU	The Special Investigating Unit
GDOH	Gauteng Department of Health
Tembisa Hospital	Gauteng Department of Health Provincial Hospital in Tembisa situated at 1 Flint Mazibuko Street, Tembisa, Johannesburg
DPCI	Directorate for Priority Crime Investigation

## ROLE PLAYERS

ABBREVIATION	DESCRIPTION
Dr Mthunzi	Dr Ashley Mthunzi, former Acting CEO at Tembisa Hospital
Ms Madyo	Ms Lerato Madyo, suspended Gauteng Department of Health CFO
Hangwani Morgan Maumela	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Aluwani Titus Maumela	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Rudolf Mazibuko	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Linhle Mazibuko (Deceased 27/03/2022)	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Thandolwethu Mazibuko	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Bhekumuzi Nthangase="Mduduzi" brother	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Sello Sekhokho	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Stefan Govindraju	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Avikash Signarian	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Christine Signarian	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Themba Shabalala	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Evelyn Shabalala	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Meshan Govender	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Samendran Chin	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Kelvin Sills	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Sydney Thindelo	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Thercia Isaacs	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Antionette Le Roux	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran
Mokgadi Germina Machete	Company director linked to service providers as identified in the report by the late Ms Babita Deokaran

## ANNEXURES

ANNEXURE NO	DESCRIPTION
Annexure TEM1	Special Investigating Units and Special Tribunals Act, Act 74 of 1996
Annexure TEM2	Report dated 04 August 2021 prepared by the late Ms Babita Deokoran ("Ms Deokoran") (former Chief Director: Financial Accounting at the GDoH).
Annexure TEM3	SCM Tembisa Hospital Random Audit report compiled 06 September 2021
Annexure TEM4	Payment document 1 for Olimocraft
Annexure TEM5	Payment document 2 for Olimocraft
Annexure TEM6	Payment document for Nadofield
Annexure TEM7	Payment document for Magnolia Trading
Annexure TEM8	Payment document for Bahluri Trading
Annexure TEM9	Payment document for Sokhana Trading and Supplies
Annexure TEM10	Payment document for Preliboo
Annexure TEM11	Payment document for Roguepalm
Annexure TEM12	Payment document for Zekeville
Annexure TEM13	Payment document for Cora Maia
Annexure TEM14	Payment document for Stotleari
Annexure TEM15	Payment document for Hynoforce
Annexure TEM16	Payment document for Fairg Holdings
Annexure TEM17	Payment document for Ditshehlo Investment
Annexure TEM18	Quotation analysis spread sheet

## LIST OF ABBREVIATIONS

ABBREVIATION	DESCRIPTION
NT	National Treasury
SCM	Supply Chain Management
HOD	Gauteng Health Head of Department
CFO	Gauteng Health Chief Financial Officer
CEO	Chief Executive Officer
CSD	Central Supplier Database
BAS	Basic Accounting System
CIPC	Companies and Intellectual Property Commission
WB	Whistle-blower
SIU ACT	Special Investigating Units and Special Tribunals Act No. 74 of 1996

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## 1 EXECUTIVE SUMMARY

### 1.1 Background

In accordance with section, 41(1) (h) of the Constitution, organs of state within each sphere of government must co-operate with one another in mutual trust and good faith by assisting and supporting one another. This entails sharing information, consulting one another on matters of common interest, co-ordinating their actions with one another and adhering to agreed procedures. The Office of the Premier for Gauteng (“**OOP**”) and the Special Investigating Unit (“**SIU**”), a statutory body established under Section 2 of the Special Investigating Units and Special Tribunals Act, Act 74 of 1996 (“**SIU Act**”) attached as annexure **TEM1**, (“both parties hereafter referred to as **the parties**”) have taken into account that effective and efficient mutual assistance in matters of mutual interest is fundamental to successful review, disciplinary proceedings, prosecution of crime and civil recovery of losses or damages suffered as a result of corruption by any State institution, the public or any category thereof. In this regard, the parties entered into a secondment agreement on 14 September 2022 for the provision of forensic investigative capacity to the OOP for the period of three (03) months beginning on 01 September 2022 and ending on 30 November 2022. The scope of services entered into was as follows:

- To allegations of maladministration, fraud and corruption related to the Supply Chain Management (“**SCM**”) process at Tembisa Hospital under the GDOH as from 2019 to date relating to two hundred and seventeen (217) suppliers and/or service providers as identified in a report dated 04 August 2021 prepared by the late Ms Deokaran.
- Based on the outcome of the examination the SIU is to determine whether matters could be investigated under existing Proclamation R23 of 2020 or whether the SIU should motive for a proclamation.

The SIU is requested to examine allegations of:

- Possible fraudulent suppliers and/or service providers conducting business with the GDoH at Tembisa Hospital
- Possible fraudulent payments as it relates to the fraudulent suppliers and/or service providers;
- The irregular appointment of suppliers and/or service providers at Tembisa Hospital;
- Irregular payments made to irregularly appointed suppliers and/or service providers; and,
- Determine whether any links exists between the Chief Executive Officer (“**CEO**”) at Tembisa Hospital and the fraudulently and/or irregularly appointed suppliers and/or service providers.

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## **1.2 Summary of Findings**

The investigation revealed that fraudulent service providers were conducting business with the GDOH at Tembisa Hospitals. The irregular appointment of the fraudulent service providers led to payments being made to the fraudulent suppliers.

In addition, it was confirmed that service providers were appointed irregularly which led to the GDOH incurring irregular expenditure as the service providers were paid.

In respect of links to the CEO, the investigation revealed that based on the limited information received from the GDOH, the CEO signed off on purchase request forms related to the fraudulent and irregular payments.

## **2 INTRODUCTION**

The purpose of the secondment was to enable the SIU to gather evidence and/or supporting evidence in relation to the allegations that would enable the SIU to make an informed decision as to whether the SIU would apply for a Proclamation; to validate the allegations and to establish a link between the CEO and the irregular and fraudulent payments.

## **3 LIMITATIONS**

The scope of the work was limited to a review and analysis of documentation provided to the review team. During the course of our forensic investigation we experienced the following limitations:

- The secondment agreement was signed by the Head of the SIU on 14 September 2022 which meant that the investigation could only start after 14 September 2022;
- The SIU provided the OOP with a copy of the signed secondment agreement on 19 September 2022 and requested all payment and BAS information related to the service providers as identified by Ms Deokaran. A bundle of only 23 payments were received in the first week of October 2022. On 12 October 2022 the SIU and the OOP met with the GDOH Acting CFO, Mr Masibolekwe Ndima, in respect of the outstanding BAS information and the remainder of the payments. Due to the magnitude of the payments requested the SIU agreed to prioritise certain payments once the BAS information is received. The SIU never received a BAS spread sheet from the GDOH and relied on our own resources for the information. The SIU only received BAS entity reports in respect of the service providers on 21 October 2022. The SIU prioritised 150 payments linked to various service providers of which the request for information was sent to the GDOH HOD, Ms Nomonde Nolutshungu on 07 November 2022. The SIU only received an additional four payments on 14 November 2022 from the GDOH Acting CFO.

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- The list of service providers provided to the SIU did not include any company registration numbers. The SIU had to do a web search to identify possible company registration numbers which allowed the SIU the request company registration information confirming the company name, registration number and listed director/s.
  - The SIU received limited payment information in respect of what was requested from the GDOH.
  - On 07 November 2022 the SIU requested information pertaining to the whereabouts of the laptops of Dr Mthunzi and Ms Madyo from the GDOH HOD. The SIU was referred to the Head ICT for information pertaining to Dr Mthunzi's laptop and the Head Labour Relations in respect of Ms Madyo's laptop. The SIU was informed by the Head ICT that Dr Mthunzi was still in possession of his laptop at the time. The Head of Labour Relations could not confirm the whereabouts of Ms Madyo's laptop. The SIU has subsequently learned that the laptops are currently with the DPCI for imaging and analysis. The SIU urges the OOP to consider extending the secondment agreement to allow the SIU to image the laptops once the DPCI is ready to provide the SIU with such.
  - The SIU thus had limited information to work with in respect of providing the OOP with an investigation report within the limited timeframe considering that the most prudent payment information was only received on 14 November 2022.

#### 4 SCOPE

The scope of the secondment focused on the following:

- The OOP identified a need for the SIU to investigate allegations of maladministration, fraud and corruption related to the Supply Chain Management ("SCM") process at Tembisa Hospital under the Gauteng Department of Health ("GDoH") as from 2019 to date relating to two hundred and seventeen (217) suppliers and/or service providers as identified in a report dated 04 August 2021 prepared by the late Ms Babita Deokoran ("**Ms Deokoran**") (former Chief Director: Financial Accounting at the GDoH). The reports is attached as annexure **TEM2**.

The SIU is requested to examine allegations of:

- Possible fraudulent suppliers and/or service providers conducting business with the GDoH at Tembisa Hospital;
- Possible fraudulent payments as it relates to the fraudulent suppliers and/or service providers;
- The irregular appointment of suppliers and/or service providers at Tembisa Hospital;

- Irregular made to irregularly appointed suppliers and/or service providers;
- Determine whether any links exists between the Chief Executive Officer (“CEO”) at Tembisa Hospital and the fraudulently and/or irregularly appointed suppliers and/or service providers; and,
- Determine the reasons why the flagged invoices and payments.

The purpose of the examination would be to determine whether the allegations, could be incorporated under Proclamation R23 of 2020. In the event that these allegations cannot be incorporated under Proclamation R23 of 2020, the SIU is requested to second officials to conduct forensic investigations to assist with the implementation of corrective measures where required and for the SIU to prepare a Motivation for a Proclamation, which must be submitted to the Department of Justice and Constitutional Development and the Presidency.

#### 4.1 Summary of Allegations

The allegations related to the irregular appointment of fraudulent service providers and irregular expenditure incurred by the GDOH in respect of such appointments. The SIU was to determine the validity of the allegations. In doing so, the SIU was also to determine the involvement of all relevant SCM officials at Tembisa Hospital and the role of the CEO at the time, Dr Mthunzi, in the irregular appointment of fraudulent service providers.

The SIU identified the following list of 224 service providers as per the report prepared by Ms Deokaran (annexure TEM2):

Number	Supplier name	Supplier registration number	Amount paid as per report
1	Bataid	2017/223884/07	R1 986 200
2	Cielchauncey	2020/230465/07	R3 460 400
3	Demobar	2017/223994/07	R3 970 550
4	Fleurnavy	2020/230074/07	R3 956 700
5	Gentagystix	2016/159563/07	R994 000
6	Giso Wane Enterprises	2018/344128/07	R3 956 800
7	Gisoka Trading	2018/344169/07	R4 959 200
8	Hanoworx	2017/179044/07	R1 488 800
9	Liralotte	2020/230305/07	R1 481 000
10	Meajan Enterprises	2018/344231/07	R2 970 100
11	Stodaflash	2017/17906307	R1 490 600
12	Terrastarla	2020/230231/07	R2 977 500

Table 1: List of 224 service providers

Number	Supplier name	Supplier registration number	Amount paid as per report
13	Wanthe	2018/344185/07	R4 463 200
14	Zendabiz	2017/179077/07	R2 483 600
15	Fenella Frooti	2020/246674/07	R1 486 500
16	Mafaldaramp	2020/246664	R2 452 000
17	Magnus Rhett	2020/196971/07	R1 492 000
18	Nora Eloise	2020/196954/07	R1 493 700
19	Brielle Rumi	2020/196978/07	R3 467 000
20	Luna Imogen	2020/196958/07	R1 988 800
21	Mae Freya	2020/196945/07	R2 474 700
22	Avigeez	2017/224129	R2 478 400
23	Lifonet	2016/375623	R2 979 700
24	Sinefy	2017/224171	R2 982 000
25	Tecucure	2012/007224	R2 489 500
26	Woodbridge Trading 40	2015/073268	R1 487 800
27	Cora Maia Pty (Ltd)	2020/184173/07	R496 000
28	Cale Callum	2020/184268/07	R1 485 600
29	Caspian Dante	2020/184230	R992 260
30	Maeve Adeline	2020/184246	R1 488 100
31	Sadie Ada	2020/184258	R2 482 800
32	Alsace Sie	2021/604472/07	R2 484 600
33	Andres Drew	2021/604485/07	R2 476 800
34	Cinzia Chantria	2021/604371/07	R1 988 000
35	Homerliad	2021/604513/07	R1 990 200
36	Inez Chaste	2021/604442	R990 300
37	Umathora	2020/230380	R4 965 800
38	Preliboo	2017/224063/07	R3 469 900
39	Zabate	2017/223948	R3 967 200
40	Hynoforce (Pty) Ltd	2017/179056/07	R496 000
41	Arantxa Chichi	2020/246689/07	R2 484 000
42	Roguepalm (Pty) Ltd	2020/246651/07	R492 000
43	Stotleari (Pty) Ltd	2020/246634/07	R495 000
44	Sogaki	2018/344209	R4 954 750
45	Kai Sea	2021/604595/07	R1 489 700
46	Kenjisonburg	2021/604636/07	R1 487 700
47	Yannick Yun	2021/604570/07	R1 487 200

Table 1: List of 224 service providers

Number	Supplier name	Supplier registration number	Amount paid as per report
48	Zekeville (Pty) Ltd	2021/604545/07	R495 500
49	Callacora	2020/235478/07	R1 487 400
50	Kianakena	2020/235535/07	R2 482 600
51	Odapriya	2020/235557/07	R490 000
52	Aloo Construction and Supply	2011/018612	R2 473 248
53	Sunshine Gauteng Trading and Supplies	2017/139020	R5 448 880
54	YTD Trading and Suppliers	2017/138979	R1 978 440
55	Minzorex	2018/578561	R2 910 083
56	Black Paper Trading and Suppliers	2016/089375	R4 392 534
57	Brown Lillies Trading	2017/139195	R3 397 270
58	Exclusive Pioneers Trading Enterprise	2016/084060	R3 460 926
59	Hasty On Time Suppliers	2017/139114	R2 455 011
60	Hybird Pioneering Trading Enterprise	2017/184893	R2 471 244
61	Magnolia Trading Enterprise	2017/174446	R2 469 750
62	Major Goods Suppliers	2017/138459	R2 472 000
63	MHR Premium Trading Enterprise	2017/176436	R1 474 740
64	Moraka Development and Suppliers	2017/138389	R3 471 657
65	Macarava Trading	2006/210783	R4 876 414
66	Amloscope	2019/186570	R4 309 442
67	Elrospark	2016/078695	R3 896 900
68	Janiflash	2012/149400	R4 388 111
69	Nylatime	2016/142678	R3 428 170
70	Olimoscan	2018/556422	R6 315 142
71	Nadofield (Pty) Ltd	2015/352256/07	R493 000
72	Elroweb	2016/078863	R3 374 689
73	Moyelase Holdings	2016/052694	R2 425 800
74	Olimacraft	2018/405445	R2 445 140
75	Selmasolve	2019/186524	R2 891 550
76	Tamlablox	2018/607625	R2 912 390
77	Ikhaya Lempilo Healthcare	2015/070379	R3 452 850
78	Bollanoto Security (Pty) Ltd	2020/525899/07	R426 200
79	Kaizen Projects	2017/023549/07	R534 750
80	Nokokhokho Medical Suppliers	2016/116222/07	R411 700
81	Apollo Clothing	2016/231053	R4 705 050

Table 1: List of 224 service providers

Number	Supplier name	Supplier registration number	Amount paid as per report
82	Vuyani Manyanda Trading	2020/052570	R1 913 490
83	Phendu Traders	2018/474794/07	R5 414 985
84	Babina Phoka Trading	2016/606744/07	R946 900
85	Nerk Medical Supplies Pty Ltd	2015/027300/07	R1 460 000
86	Great Hogs Trading Enterprise	2017/230510/07	R1 482 000
87	Rendered Trading Enterprise	2017/230497/07	R2 900 438
88	Leander-Starr Investments	2012/091867/07	R1 968 400
89	Carington Trading Enterprise	2016/145172/07	R4 454 183
90	Twenty Six O Four Trading Enterprise	2016/147905/07	R2 971 701
91	Fourteen O Nine Trading Enterprise	2015/385785	R2 465 005
92	Makzo and Sons	2021/334654/07	R495 000
93	Mcquillano General Trading	2018/361862/07	R492 000
94	Sky Solutions	2017/222010/07	R1 904 685
95	Velvadolite Solutions	2017/221406/07	R1 968 827
96	MDSR Solutions	2017/222247/07	R2 479 627
97	Vhuyo Consulting	2015/144219/07	R3 951 026
98	Amplied Innovations	2018/485904/07	R2 963 343
99	RJR Solutions	2018/293465/97	R4 448 112
100	Weziwe Holdings	2018/465028/07	R5 936 824
101	Baruu Trading and Projects	2015/197560/07	R1 986 040
102	Geomeds	2020/447456/07	R978 250
103	JRR Projects and Supplier	2012/019874/07	R487 500
104	Barnjo Trading and supply	2016/128659/07	R5 883 290
105	R Square Enterprise	2018/485853	R4 455 694
106	Sky Devote Trading and Supply	2018/467154	R1 968 490
107	Seruwe Enterprise (Pty) Ltd	2019/315071/07	R482 900
108	Marlin Health Care	2019/319778/07	R289 650
109	Naledi Tsheno Trading and Projects	2019/321514/07	R309 678
110	Fairg Holdings (Pty) Ltd	2018/268120/07	R495 000
111	Meiday Trading and Projects	2011/004881/23	R499 040
112	Oneall Distributors	2014/061614/07	R616 200
113	Shiloba Holdings	2015/148749/07	R323 500
114	Redmed Medical Supplies	2016/005795/07	R491 250
115	Letshimelo Medical Suppliers (Pty) Ltd	2017/193840/07	R486 750
116	Mponiseng Logistics and Projects	2017/199092/07	R487 045

Table 1: List of 224 service providers			
Number	Supplier name	Supplier registration number	Amount paid as per report
117	Sokhana Trading and Suppliers (Pty) Ltd	2017/138204/07	R498 000
118	Anything You Need Trading and Supply	2017/138173/07	R926 833
119	Ur Top Notch Trading and Suppliers	2017/138141/07	R3 313 029
120	Black AK Trading and Suppliers	2017/232391/07	R444 996
121	Cor Kabeng Trading and Suppliers	2017/230488/07	R2 477 100
122	Falcon Car Trading and Suppliers	2017/230480/07	R1 476 957
123	Al Mofolo Trading	2021/358044/07	R349 000
124	Cranium Medical Products	2015/359974/07	R307 171
125	Pagama Contractors	2016/438747/07	R496 475
126	Adaya Group Holdings	2018/116569/07	R968 373
127	Yingwane Projects	2017/661902/07	R963 920
128	Ilanga Mbonga Consulting	2021/349457/07	R537 000
129	Bless Medical Distrutors (Pty) Ltd	2017/193866/07	R493 800
130	E-Shaa Enterprises	2011/046876/23	R610 661
131	CKA Medical and Trading Enterprise	2012/054922/07	R420 825
132	Lindokuhle Litjhaba	2018/426803/07	R275 000
133	MTC Events	2016/352932/07	R490 990
134	MDC Premium	2020/110716/07	R976 500
135	Kgee Mash	2019/633387/07	R920 500
136	Els Trading and projects	2014/010018/07	R972 620
137	EBJ Ibutho Trading	2020/878298/07	R498 600
138	Mmatlala Multi Trade Services	2002/056944/23	R426 000
139	Worldwide Contiguous	2019/351341/07	R429 200
140	Ritz Dry Cleaners and Laundries	1996/030162/07	R358 240
141	Bahluri Trading and Projects CC	2009/070590/23	R497 000
142	Havana Medical	2020/455108/07	R348 720
143	Tomod Enterprise (Pty) Ltd	2018/199797/07	R492 900
144	Wyscorp Group	2016/047077/07	R944 135
145	Sentebale 99	2020/117234/07	R766 999
146	Optimal Traders	2018/497863/07	R496 125
147	Synonta Medical And Surgical	2018/330966/07	R294 000
148	PMPPlus Projects Strategy Consultant	2009/018440/07	R4 022 596
149	Viro Med Pharmaceuticals	2017/068692/07	R1 492 650

Table 1: List of 224 service providers

Number	Supplier name	Supplier registration number	Amount paid as per report
150	Aboseng Trading Enterprise CC	2009/054146/23	R321 989
151	Excellent Maintenance and Construction (Pty) Ltd	2017/124653/07	R364 000
152	Mothibedi Trading and Projects	2014/241867/07	R275 000
153	Custoph Medical	2015/083651/07	R972 486
154	Lezimnandi Trading and Projects	2016/050662/07	R481 250
155	Makgale Malatji Trading Enterprise	2009/126889/23	R202 800
156	Phthego Ya Tlou Medical Supplies	2019/096515/07	R199 550
157	Ogusun Medicals	2020/006266/07	R273 000
158	Marudla	2018/019900/07	R205 200
159	Excellent Deliveries	2016/503291/07	R104 850
160	Litshe Projects	2013/061195/07	R484 649
161	Maanda Investments and Technologies	2013/204397/07	R2 465 002
162	Macia Trading Enterprise	20018/147942/23	R333 155
163	Lifhasi Group	2013/187509/07	R803 350
164	Lumar MP Concept and Projects	2015/321190/07	R493 500
165	MQ Destiny Holdings	2020/529248/07	R250 000
166	Mbonakhulu LC Trading Enterprise	2005/074080/23	R981 380
167	Sohlangana Trading 221	2009/069160/23	R285 000
168	Modisetol General Trading and Projects	2014/268893/07	R387 297
169	Junjust	2021/330641/07	R487 000
170	Nihlume Enterprise	2014/176978/07	R417 450
171	Mphoentle Medical and Projects	2017/505446/07	R488 600
172	Mulweli Group	2019/004652/07	R240 000
173	Joe Dude Medical	2016/115083/07	R499 375
174	Nnyutla Enterprise	2021/643337/07	R270 000
175	Insimu Trading Enterprise	2007/116924/23	R221 400
176	Apaxon	2017/165119/07	R545 572
177	Nolihiti	2020/516022/07	R318 500
178	Elibiz Tradings	2019/001352/07	R495 000
179	Shelter Stone	2019/441494/07	R200 683
180	Jjay Lusina Projects	2014/008730/07	R105 400
181	Jamlaphiwe Trading Enterprise	2012/163363/07	R442 080
182	Gaulelo	2013/115655/07	R248 630

Table 1: List of 224 service providers

Number	Supplier name	Supplier registration number	Amount paid as per report
183	Oramo Trading	2016/348947/07	R283 000
184	Pakang Trading	2013/141257/07	R492 500
185	Muhlohloteri Trading and Projects	2012/177389/07	R806 656
186	Vatavatshindi Management Services P	2013/010704/07	R235 520
187	Mapps Consulting	2019/609264/07	R495 000
188	Marantha Medical	2019/197301/07	R410 000
189	Thirdimpakt Productions	2008/171843/23	R1 485 608
190	Hebron Healthcare (Pty) Ltd	2019/016811/07	R241 900
191	Ditshehlo Investment (Pty) Ltd	2018/025323/07	R306 500
192	Raylord and Sons (Pty) Ltd	2017/374278/07	R489 100
193	Reatile Warona (Pty) Ltd	2020/630519/07	R525 000
194	Woman Power Services	2021/567234/07	R288 000
195	Vhasekene 4 Projects	2017/422758/07	R213 450
196	TPR Trading and Solutions	2021/449445/07	R474 000
197	Jaymeds	2020/431604/07	R988 000
198	Sete Capital (Pty) Ltd	2018/522163/07	R461 540
199	Supplycor	1986/001760/23	R463 072
200	Katlehang Trading Enterprise	2006/168778/23	R917 671
201	Salute Office Solutions and Project	2013/015097/07	R200 046
202	Paseka and Alfred Holdings	2020/457890/07	R225 000
203	Nyakallang Afrika	2012/090712/07	R495 000
204	Limit and Beyond	2018/536377/07	R486 000
205	Ebony Onyx (Pty) Ltd	2019/202901/07	R472 220
206	Mrstone Trading and Enterprise	2018/391563/07	R478 600
207	Skippy and Son	2020/460486/07	R420 116
208	Morudo Trading and Projects	2016/005873/07	R979 940
209	TeePresh (Pty) Ltd	2014/022024/07	R499 989
210	Leethapz Trading and Projects	2012/132642/07	R282 800
211	Tos Productions	2006/157438/23	R4 742 136
212	Cruze Supplies	2020/879849/07	R474 000
213	Grand Balaerion	2017/109000/07	R483 350
214	Barto Trading Enterprise	2009/021692/23	R449 000
215	Moakamedi Seleke Trading Enterprise	2009/210300/23	R413 978
216	Sage Computer Technologies	2000/025927/07	R422 625
217	Izingalethu Suppliers	2016/028379/07	R475 000

Number	Supplier name	Supplier registration number	Amount paid as per report
218	Mhlanten Holding	2019/003472/07	R414 799
219	Manzi Medical	2016/115101/07	R1 497 425
220	Shudu Projects and Engineering	2019/363194/07	R498 410
221	Anele Medical	2019/188861	R498 900
222	Leonor Group	Could not confirm	R971 100
223	Lindo Projects	Could not confirm	R1 988 493
224	SJR Medi Technologies	2018/234405	R244 000

## 5 Methodology

The nature of the forensic investigation included interviews with various individuals, company searches, review of documentation and other investigative procedures deemed necessary to address our mandate as reflected above.

Based on the allegations of syndicate activity linked to the service providers and certain service providers being highlighted in the media as related to irregular supply chain processes, the SIU prioritised the matters as listed in the table below:

Supplier name	Supplier registration number	Payments received April to Jul 2021
Bataid	2017/223884/07	R0,00
Cielchauncey	2020/230465/07	R1 953 500,00
Demobar	2017/223994/07	R1 458 010,00
Fleurnavy	2020/230074/07	R1 474 000,00
Gentagystix	2016/159563/07	R966 500,00
Giso Wane Enterprises	2018/344128/07	R986 000,00
Gisoka Trading	2018/344169/07	R481 250,00
Hanoworx	2017/179044/07	R1 363 550,00
Liralotte	2020/230305/07	R1 962 600,00
Meajan Enterprises	2018/344231/07	R977 000,00
Stodaflash	2017/17906307	R1 248 000,00
Terrastarla	2020/230231/07	R485 000,00
Wanthe	2018/344185/07	R492 500,00
Zendabiz	2017/179077/07	R450 000,00
Fenella Frooti	2020/246674/07	R1 953 800,00
Mafaldaramp	2020/246664	R3 418 200,00

Table 2: Prioritised matters		
Supplier name	Supplier registration number	Payments received April to Jul 2021
Magnus Rhett	2020 / 196971 / 07	R2 916 850,00
Nora Eloise	2020 / 196954 / 07	R1 460 080,80
Brielle Rumi	2020 / 196978 / 07	R0,00
Luna Imogen	2020/196958/07	R3 028 620,00
Mae Freya	2020/196945/07	R1 936 800,00
Avigeez	2017/224129	R3 277 416,50
Lifonet	2016/375623	R1 945 774,80
Sinefy	2017/224171	R1 948 325,00
Tecucure	2012/007224	R494 000,00
Woodbridge Trading 40	2015/073268	R2 308 800,00
Cora Maia Pty (Ltd)	2020/184173/07	R1 449 500,00
Cale Callum	2020 / 184268 / 07	R5 823 194,00
Caspian Dante	2020/184230	R1 452 080,00
Maeve Adeline	2020/184246	R1 281 810,00
Sadie Ada	2020/184258	R2 933 500,00
Alsace Sie	2021 / 604472 / 07	R0,00
Andres Drew	2021 / 604485 / 07	R0,00
Cinzia Chantria	2021 / 604371 / 07	R0,00
Homerliad	2021 / 604513 / 07	R0,00
Inez Chaste	2021/604442	R1 484 101,00
Umathora	2020/230380	R1 967 800,00
Preliboo	2017 / 224063 / 07	R965 200,00
Zabate	2017/223948	R2 442 500,00
Hynoforce (Pty) Ltd	2017/179056/07	R1 968 500,00
Arantxa Chichi	2020 / 246689 / 07	R0,00
Roguepalm (Pty) Ltd	2020/246651/07	R2 934 700,00
Stotleari (Pty) Ltd	2020/246634/07	R1 210 100,00
Sogaki	2018/344209	R0,00
Kai Sea	2021/604595/07	R0,00
Kenjisonburg	2021/604636/07	R0,00
Yannick Yun	2021/604570/07	R0,00
Zekeville (Pty) Ltd	2021/604545/07	R0,00
Callacora	2020/235478/07	R1 943 800,00
Kianakena	2020/235535/07	R2 913 905,00
Odapriya	2020/235557/07	R0,00

Table 2: Prioritised matters

Supplier name	Supplier registration number	Payments received April to Jul 2021
Aloo Construction and Supply	2011/018612	R2 903 480,00
Sunshine Gauteng Trading and Supplies	2017/139020	R2 422 106,25
YTD Trading and Suppliers	2017/138979	R4 441 650,00
Minzorex	2018/578561	R1 913 200,00
Black Paper Trading and Suppliers	2016/089375	R3 901 767,20
Brown Lillies Trading	2017/139195	R2 348 943,40
Exclusive Pioneers Trading Enterprise	2016/084060	R3 862 360,00
Hasty On Time Suppliers	2017/139114	R4 982 769,04
Hybird Pioneering Trading Enterprise	2017/184893	R4 332 544,40
Magnolia Trading Enterprise	2017/174446	R4 939 500,00
Major Goods Suppliers	2017/138459	R5 902 400,00
MHR Premium Trading Enterprise	2017/176436	R4 924 588,00
Moraka Development and Suppliers	2017/138389	R1 988 768,00
Sokhana Trading and Suppliers (Pty) Ltd	2017/138204/07	R1 361 400,00
Black AK Trading and Suppliers	2017/232391/07	R0,00
Macarava Trading	2006/210783	R2 444 295,00
Amloscope	2019/186570	R1 927 200,00
Elrospark	2016/078695	R1 449 000,00
Janiflash	2012/149400	R1 937 795,00
Nylatime	2016/142678	R1 355 060,00
Olimoscan	2018/556422	R0,00
Nadofield (Pty) Ltd	2015/352256/07	R475 000,00
Elroweb	2016/078863	R948 300,00
Moyelase Holdings	2016/052694	R3 287 354,16
Olimacraft	2018/405445	R2 259 500,00
Selmasolve	2019/186524	R937 000,00
Tamlablox	2018/607625	R0,00
Ikhaya Lempilo Healthcare	2015/070379	R1 377 100,00
Bollanoto Security (Pty) Ltd	2020/525899/07	R0,00
Kaizen Projects	2017/023549/07	R0,00
Nokokhokho Medical Suppliers	2016/116222/07	R1 010 778,90
Apollo Clothing	2016/231053	R1 755 825,00

Table 2: Prioritised matters		
Supplier name	Supplier registration number	Payments received April to Jul 2021
Vuyani Manyanda Trading	2020/052570	R851 500,00

The SIU also focused on the service providers, some of which are listed in the table above, linked to the payments documents received. These include:

Table 3: 27 Payment bundles received		
Entity name	Entity registration number	Payment amounts
Cora Maia (Pty) Ltd	2020/184173/07	R496 000,00
Roguepalm (Pty) Ltd	2020/246651/07	R492 000,00
Bollanoto Security (Pty) Ltd	2020/525899/07	R423 200,00
Hynoforce (Pty) Ltd	2017/179056/07	R496 000,00
Nadofield (Pty) Ltd	2015/352256/07	R493 000,00
Stotleari (Pty) Ltd	2020/246634/07	R495 00,00
Zekeville (Pty) Ltd	2021/604545/07	R495 500,00
Bahluri Trading and Projects CC	2009/070590/23	R497 000,00
Ditshelo Investment (Pty) Ltd	2018/025323/07	R306 500,00
Excellent Maintenance and Construction (Pty) Ltd	2017/124653/07	R364 000,00
Fairg Holdings (Pty) Ltd	2018/268120/07	R495 000,00
Hebron Healthcare (Pty) Ltd	2019/016811/07	R241 900,00
Letshimelo Medical Suppliers (Pty) Ltd	2017/193840/07	R486 750,00
Sete Capital (Pty) Ltd	2018/522163/07	R461 540,00
Sokhana Trading and Suppliers (Pty) Ltd	2017/138204/07	R498 000,00
Teepresh	2014/022024/07	R499 989,00
Tomod Enterprise (Pty) Ltd	2018/199797/07	R492 900,00
Bless Medical Distributors (Pty) Ltd	2017/193866/07	R493 800,00
Ebony Onyx (Pty) Ltd	2019/202901/07	R472 220,00
Raylord and Sons (Pty) Ltd	2017/374278/07	R489 100,00
Reatile Warona Holdings (payment 1)	2020/630519/07	R255 000,00
Reatile Warona Holdings (payment 2)	2020/630519/07	R270 000,00
Seruwe Enterprise (Pty) Ltd	2019/315071/07	R482 900,00
Magnolia Trading	2017/174446/07	R493 950,00
Preliboo	2017/224063/07	R485 200,00
Olimocraft (payment 1)	2018/405445/07	R475 000,00
Olimocraft (payment 2)	2018/405445/07	R455 000,00

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### 5.1.1 Document analysis

The SIU reviewed the following documentation:

- The SCM Tembisa Hospital Random Audit report compiled 06 September 2021(attached as annexure **TM3**);
- Relevant legislative prescripts in respect of three quotation procurement under the R500 000 threshold;
- The BAS payment records linked to the service providers as from 01 January 2020 to 11 October 2022;
- CIPC and ITC records on all prioritised matters;
- Central Supplier Database (“**CSD**”) records on all prioritised matters; and,
- Payment information received which includes, if provided:
  - The purchase request form;
  - The Request for Quotation (“**RFQ**”);
  - All quotations and supporting documents received from three service providers as per each RFQ which includes:
    - Company registration information;
    - SARS tax compliance documents;
    - Standard Bid Documents: SBD4, SBD8, SBD9, and SBD6.1;
    - Broad-based Black Economic Empowerment verification documents;
    - Copy of the director’s identification document;
    - Central Supplier Database information; and,
    - Quotation.
  - The Quotation Adjudication Committee (“**QAC**”) recommendation;
  - The purchase order; and,
  - The Goods Received Note.

### 5.1.2 Interviews and affidavits

The SIU interviewed an anonymous whistle-blower. The SIU was provided with a copy of a GDOH report titled Chief Directorate: Audit & Compliance – To co-ordinate the implementation of effective internal control and compliance, Tembisa Hospital (refer to annexure TM3). A random audit was conducted to ensure that compliance with SCM and Financial Management policies were adhered to. The report was submitted to Dr V Mthunzi at Tembisa Hospital.

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Due to the sensitive nature of this investigation and the fact that the SIU investigators were acting as secondees to the OOP, which does not allow for them to act within the powers as provided by the SIU Act, it was decided that service providers and suppliers not be approached at this stage. The SIU will approach the relevant witnesses once a proclamation is obtained for this investigation.

## 6 LEGISLATIVE FRAMEWORK

The SIU considered the following legislation, policies and prescripts:

- Section 217 of the Constitution requires that when an organ of state contracts for goods and services, it must do so in accordance with principles of fairness, equitability, transparency, competitiveness and cost-effectiveness. This also applies to the GDRT as an organ of state.
- Section 38 of the Public Finance and Management Act (“PFMA”) places the responsibility of preventing irregular expenditure on the Accounting Officer. The section further places responsibility on the Accounting Officer to ensure there is an appropriate procurement and provisioning system which is fair, equitable, transparent, competitive and cost effective.
- Treasury Regulations 16A.1 prescribes that the procurement of goods and services, either by way of quotations or through a bidding process, must be within the threshold values as determined by the NT.
- As per NT Practise Note number 8 of 2007/2008 Accounting officers should invite and accept written price quotations for requirements up to an estimated value of R500 000 from as many suppliers as possible, that are registered on the list of prospective suppliers. Paragraph 3.5 notes that goods, works or services may not deliberately be split into parts or items of lesser value merely for the sake of procuring goods, works or services otherwise than through the prescribed procurement process. It is noted that a requirement for goods, works or services consisting of different parts or items must as far as possible be treated and dealt with as a single transaction.

It is noted in paragraph 6.1 that the Accounting Officer must be in possession of an original valid tax clearance certificate for all price quotations and competitive bids exceeding the value of R30 000 (VAT included).

- NT PFMA SCM Instruction Note number 02 of 2021/22 was issued to amend the threshold values within which accounting officers may procure goods and services by means of petty cash, written price quotations or competitive bids. As per paragraph 3.2.1 the threshold value for written price quotations was amended from a maximum estimated value of R500 000 to R1 000 000 and that price quotations should be

obtained from prospective suppliers registered on CSD. It is once again repeated as per paragraph 4.1 that procurement of goods and services may not be deliberately split into parts or items of a lesser transaction value in order to circumvent the prescribed procurement process. The instruction note came into effect as from 01 July 2021, however, it does not apply retrospectively and procurement processes commenced prior to the instruction coming into effect must be concluded based on the prescripts applicable when the quotes/bids were invited or advertised.

## 7 FINDINGS AND OUTCOMES

### 7.1 Syndicate activity

Allegations were made in the media of syndicate activity and the use of shell companies involved in procurement at Tembisa Hospital. The SIU found that the prioritised service providers, as included in the list identified by Ms Deokaran, are linked to the individuals as per the table below:

Table 4: Prioritised matters			
Supplier name	Supplier registration number	Linked	Payments received April to Jul 2021
Bataid	2017/223884/07	Stefan Govindraju	R0,00
Cielchauncey	2020/230465/07	Stefan Govindraju	R1 953 500,00
Demobar	2017/223994/07	Stefan Govindraju	R1 458 010,00
Fleurnavy	2020/230074/07	Stefan Govindraju	R1 474 000,00
Gentagystix	2016/159563/07	Stefan Govindraju	R966 500,00
Giso Wane Enterprises	2018/344128/07	Stefan Govindraju	R986 000,00
Gisoka Trading	2018/344169/07	Stefan Govindraju	R481 250,00
Hanoworx	2017/179044/07	Stefan Govindraju	R1 363 550,00
Liralotte	2020/230305/07	Stefan Govindraju	R1 962 600,00
Meajan Enterprises	2018/344231/07	Stefan Govindraju	R977 000,00
Stodaflash	2017/17906307	Stefan Govindraju	R1 248 000,00
Terrastarla	2020/230231/07	Stefan Govindraju	R485 000,00
Wanthe	2018/344185/07	Stefan Govindraju	R492 500,00
Zendabiz	2017/179077/07	Stefan Govindraju	R450 000,00
Fenella Frooti	2020/246674/07	Stefan Govindraju	R1 953 800,00
Mafaldaramp	2020/246664	Stefan Govindraju	R3 418 200,00
Magnus Rhett	2020 / 196971 / 07	Stefan Govindraju; Antoinette le Roux	R2 916 850,00

Table 4: Prioritised matters

Supplier name	Supplier registration number	Linked	Payments received April to Jul 2021
Nora Eloise	2020 / 196954 / 07	Stefan Govindraju; Antoinette le Roux	R1 460 080,80
Brielle Rumi	2020 / 196978 / 07	Stefan Govindraju; Antoinette le Roux	R0,00
Luna Imogen	2020/196958/07	Stefan Govindraju; Antoinette le Roux	R3 028 620,00
Mae Freya	2020/196945/07	Stefan Govindraju; Antoinette le Roux	R1 936 800,00
Avigeez	2017/224129	Stefan Govindraju; Avikash Signarian	R3 277 416,50
Lifonet	2016/375623	Stefan Govindraju; Avikash Signarian	R1 945 774,80
Sinefy	2017/224171	Stefan Govindraju; Avikash Signarian	R1 948 325,00
Tecucure	2012/007224	Stefan Govindraju; Avikash Signarian	R494 000,00
Woodbridge Trading 40	2015/073268	Stefan Govindraju; Avikash Signarian	R2 308 800,00
Cora Maia Pty (Ltd)	2020/184173/07	Stefan Govindraju; Christine Signarian	R1 449 500,00
Cale Callum	2020 / 184268 / 07	Stefan Govindraju; Christine Signarian	R5 823 194,00
Caspian Dante	2020/184230	Stefan Govindraju; Christine Signarian	R1 452 080,00
Maeve Adeline	2020/184246	Stefan Govindraju; Christine Signarian	R1 281 810,00
Sadie Ada	2020/184258	Stefan Govindraju; Christine Signarian	R2 933 500,00
Alsace Sie	2021 / 604472 / 07	Stefan Govindraju; Evelyn Shabalala	R0,00
Andres Drew	2021 / 604485 / 07	Stefan Govindraju; Evelyn Shabalala	R0,00
Cinzia Chantria	2021 / 604371 / 07	Stefan Govindraju; Evelyn Shabalala	R0,00
Homerliad	2021 / 604513 / 07	Stefan Govindraju; Evelyn Shabalala	R0,00
Inez Chaste	2021/604442	Stefan Govindraju; Evelyn Shabalala	R1 484 101,00
Umathora	2020/230380	Stefan Govindraju; Kelvin Sills	R1 967 800,00

Table 4: Prioritised matters

Supplier name	Supplier registration number	Linked	Payments received April to Jul 2021
Preliboo	2017 / 224063 / 07	Stefan Govindraju; Meshan Govender	R965 200,00
Zabate	2017/223948	Stefan Govindraju; Meshan Govender	R2 442 500,00
Hynoforce (Pty) Ltd	2017/179056/07	Stefan Govindraju; Mokgadi Germina Machethe	R1 968 500,00
Arantxa Chichi	2020 / 246689 / 07	Stefan Govindraju; Samendran Chin	R0,00
Roguepalm (Pty) Ltd	2020/246651/07	Stefan Govindraju; Samendran Chin	R2 934 700,00
Stotleari (Pty) Ltd	2020/246634/07	Stefan Govindraju; Samendran Chin	R1 210 100,00
Sogaki	2018/344209	Stefan Govindraju; Sydney Thindelo	R0,00
Kai Sea	2021/604595/07	Stefan Govindraju; Temba Shabalala	R0,00
Kenjisonburg	2021/604636/07	Stefan Govindraju; Temba Shabalala	R0,00
Yannick Yun	2021/604570/07	Stefan Govindraju; Temba Shabalala	R0,00
Zekeville (Pty) Ltd	2021/604545/07	Stefan Govindraju; Temba Shabalala	R0,00
Callacora	2020/235478/07	Stefan Govindraju; Thercia Isaacs	R1 943 800,00
Kianakena	2020/235535/07	Stefan Govindraju; Thercia Isaacs	R2 913 905,00
Odapriya	2020/235557/07	Stefan Govindraju; Thercia Isaacs	R0,00
Aloo Construction and Supply	2011/018612	Aluwani Titus Maumela	R2 903 480,00
Sunshine Gauteng Trading and Supplies	2017/139020	Aluwani Titus Maumela	R2 422 106,25
YTD Trading and Suppliers	2017/138979	Aluwani Titus Maumela	R4 441 650,00
Minzorex	2018/578561	Bhekumuzi Nthangase="Mduduzi" brother	R1 913 200,00
Black Paper Trading and Suppliers	2016/089375	Hangwani Morgan Maumela	R3 901 767,20
Brown Lillies Trading	2017/139195	Hangwani Morgan Maumela	R2 348 943,40

Table 4: Prioritised matters

Supplier name	Supplier registration number	Linked	Payments received April to Jul 2021
Exclusive Pioneers Trading Enterprise	2016/084060	Hangwani Morgan Maumela	R3 862 360,00
Hasty On Time Suppliers	2017/139114	Hangwani Morgan Maumela	R4 982 769,04
Hybird Pioneering Trading Enterprise	2017/184893	Hangwani Morgan Maumela	R4 332 544,40
Magnolia Trading Enterprise	2017/174446	Hangwani Morgan Maumela	R4 939 500,00
Major Goods Suppliers	2017/138459	Hangwani Morgan Maumela	R5 902 400,00
MHR Premium Trading Enterprise	2017/176436	Hangwani Morgan Maumela	R4 924 588,00
Moraka Development and Suppliers	2017/138389	Hangwani Morgan Maumela	R1 988 768,00
Sokhana Trading and Suppliers (Pty) Ltd	2017/138204/07	Hangwani Morgan Maumela/Thando Mfene	R1 361 400,00
Black AK Trading and Suppliers	2017/232391/07	Hangwani Morgan Maumela/Vusimusi Matlala	R0,00
Macarava Trading	2006/210783	Linhle Mazibuko (Deceased 27/03/2022)	R2 444 295,00
Amloscope	2019/186570	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);	R1 927 200,00
Elrospark	2016/078695	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);	R1 449 000,00
Janiflash	2012/149400	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);	R1 937 795,00
Nylatime	2016/142678	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);	R1 355 060,00
Olimoscan	2018/556422	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);	R0,00
Nadofield (Pty) Ltd	2015/352256/07	Rudolf Mduduzi Mazibuko	R475 000,00
Elroweb	2016/078863	Rudolf Mduduzi Mazibuko	R948 300,00
Moyelase Holdings	2016/052694	Rudolf Mduduzi Mazibuko	R3 287 354,16

Table 4: Prioritised matters

Supplier name	Supplier registration number	Linked	Payments received April to Jul 2021
Olimacraft	2018/405445	Rudolf Mduduzi Mazibuko	R2 259 500,00
Selmasolve	2019/186524	Rudolf Mduduzi Mazibuko	R937 000,00
Tamlablox	2018/607625	Rudolf Mduduzi Mazibuko	R0,00
Ikhaya Lempilo Healthcare	2015/070379	Rudolf Mduduzi Mazibuko; Linhle Mazibuko	R1 377 100,00
Bollanoto Security (Pty) Ltd	2020/525899/07	Sello Sekhokho	R0,00
Kaizen Projects	2017/023549/07	Sello Sekhokho	R0,00
Nokokhokho Medical Suppliers	2016/116222/07	Sello Sekhokho	R1 010 778,90
Apollo Clothing	2016/231053	Thandolwethu Mazibuko	R1 755 825,00
Vuyani Manyanda Trading	2020/052570	Thandolwethu Mazibuko	R851 500,00

### 7.1.1 Companies linked to Stefan Govindraju

Upon analysing the CIPC and ITC information obtained in respect of the prioritised matters the SIU was able to determine a link between 56 (fifty-six) service providers and Stefan Govindraju with identification number 8906175121086. According to CIPC Mr Govindraju is currently the director of 56 service providers, as per table 5 below, of which 51 of the service providers received payment from Tembisa Hospital between January 2020 and October 2022. Of the 51 service providers who received payments from the GDOH, Mr Govindraju was the director of 16 companies at the time of receiving payments from the GDOH. In respect of the remaining 36 service providers, Mr Govindraju was appointed the sole director of these companies between September 2022 and October 2022. It should be noted in respect of this time period that the media started reporting on these procurement irregularities as from 06 September 2022.

The table lists the companies linked to Mr Govindraju and those previously owned by other individuals:

Table 5: Companies linked to Stefan Govindraju

Company name	Registration number	Links	Comment
Demobar	2017/223994/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Fleurnavy	2020/230074/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa

Table 5: Companies linked to Stefan Govindraju			
Company name	Registration number	Links	Comment
			Hospital
Gentagystix	2016/159563/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Giso Wane Enterprises	2018/344128/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Gisoka Trading	2018/344169/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Hanoworx	2017/179044/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Liralotte	2020/230305/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Meajan Enterprises	2018/344231/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Stodaflash	2017/17906307	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Terrastarla	2020/230231/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Wanthe	2018/344185/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Zendabiz	2017/179077/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Fenella Frooti	2020/246674/07	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
Mafaldaramp	2020/246664	Stefan Govindraju	Registered to Mr Govindraju at time of trading with Tembisa Hospital
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R119 941 974,00</b>
Magnus Rhett	2020/196971/07	Stefan Govindraju; Antoinette le Roux	Antionette Le Roux's resignation was recorded on CIPC on 12 October 2022

Table 5: Companies linked to Stefan Govindraj			
Company name	Registration number	Links	Comment
Nora Eloise	2020/196954/07	Stefan Govindraj; Antoinette le Roux	Antionette Le Roux's resignation was recorded on CIPC on 12 October 2022
Brielle Rumi	2020/196978/07	Stefan Govindraj; Antoinette le Roux	Antionette Le Roux's resignation was recorded on CIPC on 14 October 2022
Luna Imogen	2020/196958/07	Stefan Govindraj; Antoinette le Roux	Antionette Le Roux's resignation was recorded on CIPC on 12 October 2022
Mae Freya	2020/196945/07	Stefan Govindraj; Antoinette le Roux	Antionette Le Roux's resignation was recorded on CIPC on 12 October 2022
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R28 166 065,00</b>
Avigeez	2017/224129	Stefan Govindraj; Avikash Signarian	27 September 2022 Avikash Signarian resigned; SN Govindraj added as director
Lifonet	2016/375623	Stefan Govindraj; Avikash Signarian	27 September 2022 Avikash Signarian resigned; SN Govindraj added as director
Sinefy	2017/224171	Stefan Govindraj; Avikash Signarian	30 September 2022 Avikash Signarian resigned; SN Govindraj added as director
Tecucure	2012/007224	Stefan Govindraj; Avikash Signarian	30 September 2022 Avikash Signarian resigned; SN Govindraj added as director
Woodbridge Trading 40	2015/073268	Stefan Govindraj; Avikash Signarian	30 September 2022 Avikash Signarian resigned; SN Govindraj added as director
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R93 651 146.00</b>
Cora Maia Pty (Ltd)	2020/184173/07	Stefan Govindraj; Christine Signarian	29 September 2022 Christine Signarian resigned; SN Govindraj added as director; email changed from rshdchiveto@gmail.com to RSHDCHIVETO@GMAIL.COM

Table 5: Companies linked to Stefan Govindraj			
Company name	Registration number	Links	Comment
Cale Callum	2020/184268/07	Stefan Govindraj; Christine Signarian	29 September 2022 Christine Signarian resigned; SN Govindraj added as director
Caspian Dante	2020/184230	Stefan Govindraj; Christine Signarian	29 September 2022 Christine Signarian resigned; SN Govindraj added as director
Maeve Adeline	2020/184246	Stefan Govindraj; Christine Signarian	29 September 2022 Christine Signarian resigned; SN Govindraj added as director
Sadie Ada	2020/184258	Stefan Govindraj; Christine Signarian	29 September 2022 Christine Signarian resigned; SN Govindraj added as director
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R32 079 596</b>
Alsace Sie	2021/604472/07	Stefan Govindraj; Evelyn Shabalala	13 October 2022 Evelyn Shabalala resigned; SN Govindraj added as director
Andres Drew	2021/604485/07	Stefan Govindraj; Evelyn Shabalala	13 October 2022 Evelyn Shabalala resigned; SN Govindraj added as director
Cinzia Chantria	2021/604371/07	Stefan Govindraj; Evelyn Shabalala	13 October 2022 Evelyn Shabalala resigned; SN Govindraj added as director
Homerliad	2021/604513/07	Stefan Govindraj; Evelyn Shabalala	13 October 2022 Evelyn Shabalala resigned; SN Govindraj added as director
Inez Chaste	2021/604442	Stefan Govindraj; Evelyn Shabalala	13 October 2022 Evelyn Mafetsa Shabalala resigned; SN Govindraj added as director
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R37 705 061</b>
Umathora	2020/230380	Stefan Govindraj; Kelvin Sills	27 September 2022 Kevin Sills resigned; SN Govindraj added as director

Table 5: Companies linked to Stefan Govindraju			
Company name	Registration number	Links	Comment
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R9 871 750</b>
Preliboo	2017/224063/07	Stefan Govindraju; Meshan Govender	Meshan Govender resignation is recorded on CIPC on 27 September 2022. Additional Director Phakiso Mosia
Zabate	2017/223948	Stefan Govindraju; Meshan Govender	27 September 2022 Meshan Govender resigned; SN Govindraju added as director. Another shared company is MG Property (Pty) Ltd. Registration date 10 May 2022. Change of directorship on 13 September 2022.
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R13 186 923</b>
Hynoforce (Pty) Ltd	2017/179056/07	Stefan Govindraju; Mokgadi Germina Machete	27 September 2022 Mokgadi Machete resigned; SN Govindraju added as director. Another company between the two, Apeba Trading registered on 23 May 2017. Change of directorship 27 Sep 2021. No Payments
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R9 887 146</b>
Arantxa Chichi	2020/246689/07	Stefan Govindraju; Samendran Chin	Chin resigned 31 August 2022
Roguepalm (Pty) Ltd	2020/246651/07	Stefan Govindraju; Samendran Chin	13 October 2022 Samendran Chin resigned; SN Govindraju added as director
Stotleari (Pty) Ltd	2020/246634/07	Stefan Govindraju; Samendran Chin	13 October 2022 Samendran Chin resigned; SN Govindraju added as director
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R26 992 790</b>
Sogaki	2018/344209	Stefan Govindraju; Sydney Thindelo	30 September 2022 Sydney Thindelo resigned; SN Govindraju added as director
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R12 501 500</b>

Table 5: Companies linked to Stefan Govindraju			
Company name	Registration number	Links	Comment
Kai Sea	2021/604595/07	Stefan Govindraju; Temba Shabalala	Temba Shabalala's resignation is recorded on CIPC on 27 September 2022
Kenjisonburg	2021/604636/07	Stefan Govindraju; Temba Shabalala	Temba Shabalala's resignation is recorded on CIPC on 27 September 2022
Yannick Yun	2021/604570/07	Stefan Govindraju; Temba Shabalala	Temba Shabalala's resignation is recorded on CIPC on 27 September 2022
Zekeville (Pty) Ltd	2021/604545/07	Stefan Govindraju; Temba Shabalala	27 September 2022 Themba Shabalala resigned; SN Govindraju added as director. Another company between the two is Coen Coenraad. Registered on 10 May 2021. Change directorship 27 Sep. No Payments
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R20 342 548</b>
Callacora	2020/235478/07	Stefan Govindraju; Thercia Isaacs	27 September 2022 Stefan Govindraju new director
Kianakena	2020/235535/07	Stefan Govindraju; Thercia Isaacs	27 September 2022 Stefan Govindraju new director
Odapriya	2020/235557/07	Stefan Govindraju; Thercia Isaacs	27 September 2021 Stefan Govindraju new director. Additional two companies, Hadleeina and Addiynaria. No payments. Change of directorship on 27 September 2022.
<b>Total payments received as from 01 January 2020 to 11 October 2022</b>			<b>R32 599 033</b>
<b>Total payments linked to Stefan Govindraju as from 01 January 2020 to 11 October 2022</b>			<b>R436 925 532</b>

### Payments received

The following is a summary of payments received for the service providers linked to Stefan Govindraju as from 01 January 2020 to 11 October 2022:

Table 6: Companies linked to Stefan Govindraju total payments	
Description	Total payments
Total payments received as from 01 January 2020 to 11 October 2022 to companies owned by Stefan Govindraju and traded with Tembisa Hospital	R119 941 974,00
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Antoinette le Roux	R28 166 065,00
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Avikash Signarian	R93 651 146.00
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Christine Signarian	R32 079 596
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Evelyn Shabalala	R37 705 061
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Kelvin Sills	R9 871 750
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Meshan Govender	R13 186 923
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Mokgadi Germina Machethe	R9 887 146
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Samendran Chin	R26 992 790
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Sydney Thindelo	R12 501 500
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Temba Shabalala	R20 342 548
Total payments received as from 01 January 2020 to 11 October 2022 for companies linked to Thercia Isaacs	R32 599 033
<b>Total payments linked to Stefan Govindraju as from 01 January 2020 to 11 October 2022</b>	<b>R436 925 532</b>

### 7.1.2 Companies linked to Hangwani Morgan Maumela

The SIU identified twelve companies linked to Aluwani Titus Maumela and Hangwani Morgan Maumela. The SIU was not able to confirm the relationship between the individuals as the SIU could not request the relevant information from Home Affairs as secondees to the OOP.

Table 7: Companies Linked to Maumelas		
Company name	Registration number	Links
Aloo Construction and Supply	2011/018612	Aluwani Titus Maumela
Sunshine Gauteng Trading and Supplies	2017/139020	Aluwani Titus Maumela
YTD Trading and Suppliers	2017/138979	Aluwani Titus Maumela
Black Paper Trading and Suppliers	2016/089375	Hangwani Morgan Maumela
Brown Lillies Trading	2017/139195	Hangwani Morgan Maumela
Exclusive Pioneers Trading Enterprise	2016/084060	Hangwani Morgan Maumela
Hasty On Time Suppliers	2017/139114	Hangwani Morgan Maumela
Hybird Pioneering Trading Enterprise	2017/184893	Hangwani Morgan Maumela
Magnolia Trading Enterprise	2017/174446	Hangwani Morgan Maumela
Major Goods Suppliers	2017/138459	Hangwani Morgan Maumela
MHR Premium Trading Enterprise	2017/176436	Hangwani Morgan Maumela
Moraka Development and Suppliers	2017/138389	Hangwani Morgan Maumela

### Payments

The following is a summary of payments received for the service providers linked to Hangwani Maumela as from 01 January 2020 to 11 October 2022:

Table 8: Companies linked to Maumelas total payments	
Description	Total payments
Total payments received as from 01 January 2020 to 11 October 2022 to companies owned by Aluwani Titus Maumela	R87 420 955
Total payments received as from 01 January 2020 to 11 October 2022 to companies owned by Hangwani Morgan Maumela	R248 904 611,9
<b>Total payments linked to the Maumelas</b>	<b>R336 325 566,90</b>

### 7.1.3 Companies linked to Rudolf Mduduzi Mazibuko

Tembisa Hospital made payments to companies linked to Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022); and, Thandolwethu Mazibuko. The SIU was not able to confirm the

relationship between the individuals as the SIU could not request the information from Home Affairs as secondees to the OOP.

Table 9: Companies linked to the Mazibukos

Company name	Registration number	Links
Macarava Trading	2006/210783	Linhle Mazibuko (Deceased 27/03/2022)
Amloscope	2019/186570	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);
Elrospark	2016/078695	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);
Janiflash	2012/149400	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);
Nylatime	2016/142678	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);
Olimoscan	2018/556422	Rudolf Mazibuko; Linhle Mazibuko (Deceased 27/03/2022);
Nadofield (Pty) Ltd	2015/352256/07	Rudolf Mduduzi Mazibuko
Elroweb	2016/078863	Rudolf Mduduzi Mazibuko
Moyelase Holdings	2016/052694	Rudolf Mduduzi Mazibuko
Olimacraft	2018/405445	Rudolf Mduduzi Mazibuko
Selmasolve	2019/186524	Rudolf Mduduzi Mazibuko
Tamlablox	2018/607625	Rudolf Mduduzi Mazibuko
Ikhaya Lempilo Healthcare	2015/070379	Rudolf Mduduzi Mazibuko; Linhle Mazibuko
Apollo Clothing	2016/231053	Thandolwethu Mazibuko
Vuyani Manyanda Trading	2020/052570	Thandolwethu Mazibuko

### Payments

The following is a summary of payments received for the service providers linked to the Mazibukos as from 01 January 2020 to 11 October 2022:

Table 10: Companies linked to Maumelas total payments	
Description	Total payments
Total payments received as from 01 January 2020 to 11 October 2022 to companies owned by Linhle Mazibuko	R25 385 748
Total payments received as from 01 January 2020 to 11 October 2022 to companies owned by Thandolwethu Mazibuko	R23 850 886
Total payments received as from 01 January 2020 to 11 October 2022 to companies owned by Rudolf Mduduzi Mazibuko	R200 345 221,7
<b>Total payments linked to the Mazibukos</b>	<b>R249 581 855,70</b>

In conclusion, the SIU found indications of syndicate activity as numerous service providers are linked to only a few main directors. The SIU was not able to determine whether funds were being transferred between the bank accounts linked to the service providers as the SIU members acted as secondees to the OOP in respect of this investigation.

## 7.2 SCM irregularities in respect of payments received

The SIU analysed the payments received and was able to identify significant irregularities in respect of the procurement processes employed to appoint the service providers. The SIU identified significant irregularities in respect of the following payment batches received:

Table 11: Payments identified as irregular			
Number	Purchase order number	Service provider	Value
1	4250975211	Olimocraft	R475 000 (annexure TEM4)
2	4250975302	Olimocraft	R455 000 (annexure TEM5)
3	4250979898	Nadofield	R493 000 (annexure TEM6)
4	4250981711	Magnolia Trading	R493 950 (annexure TEM7)
5	4250982120	Bahluri Trading	R497 000 (annexure TEM8)
6	4250982087	Sokhana Trading and Supplies	R498 000 (annexure TEM9)
7	4250953756	Preliboo	R485 200 (annexure TEM10)
8	4250973097	Roguepalm	R492 000 (annexure TEM11)
9	4250982793	Zekeville	R495 500 (annexure TEM12)

Table 11: Payments identified as irregular

Number	Purchase order number	Service provider	Value
10	4250973134	Cora Maia	R496 000 (annexure <b>TEM13</b> )
11	4250973163	Stotleari	R495 000 (annexure <b>TEM14</b> )
12	4250980553	Hynoforce	R496 000 (annexure <b>TEM15</b> )
13	4250977485	Fairg Holdings	R495 000 (annexure <b>TEM16</b> )
14	4250974835	Ditshehlo Investment	R306 500 (annexure <b>TEM17</b> )

### 7.2.1 Terms and conditions of the RFQ

In respect of the payment bundles reviewed the terms and condition of the RFQ is set out in the RFQ sent to each of the prospective service providers. The terms and conditions clearly set out the documents required to be submitted with the written quotation. The documents required to be submitted include:

CK1/CK2 documents;

- Tax Clearance Certificate;
- Declaration of Interest (SBD4) for which it is clearly stated that failure to complete and sign the Declaration will invalidate the submitted bid;
- BBBEE verification (SANAS or a sworn affidavit certified by a Commissioner of Oaths)
- Copy of the identification document (ID) of the directors of the company;
- Declaration of bidder's past supply experience (SBD8); and,
- Certificate of Independent bid determination (SBD9).

However, not all the RFQs sent to prospective service providers included the same documents. In addition to the document listed above, some RFQs either required:

- Preference Point Claimed form (SDB6.1); and/or,
- CSD documents.

It is stated in the RFQ, point 9, that a quotation shall be rejected if:

- It is received after the closing date and time stipulated in the RFQ; or, and most importantly,
- It contains any erasures, alterations, text additions or irregularities.

### 7.2.2 Irregularities identified

The SIU identified the summarised irregularities per service provider as per the table below. For the complete analysis refer to annexure **TEM18** for the relevant spread sheet. Kindly note that the table also indicates whether the payment analysed could be linked to one of the main syndicate roleplayers as identified in section 7.1.

Table 12: Summarised findings in respect of RFQ irregularities identified

Service provider	Linked	Value	Purchase order number	Findings in respect of compliance to the RFQ requirements
Olimocraft (TEM4)	Mazibuko	475000	4250975211	Winning bidder Olimocraft: No CK documents; No BBBEE verification; No copy of identification document. Unsuccessful bidder 1 Iyana Health Tech: Bid documents not signed or dated; Expired TCC and BBBEE certificate. Unsuccessful bidder 2 Tion Holdings: Bid documents not signed or dated; Expired TCC and BBBEE certificate.
Olimocraft (TEM5)	Mazibuko	455000	4250975302	Winning bidder Olimocraft: No CK documents; No BBBEE verification; No copy of identification document. Supplier 1 Sadokuhle Trading: Bid documents not dated; Expired TCC and no BBBEE certificate. Supplier 2 Gasolo Medical: Bid documents not dated; Expired TCC and BBBEE incomplete
Nadofield (TEM6)	Mazibuko	493000	4250979898	Winning bidder Nadofield: No CK documents; bid documents undated; No BBBEE certificate; No copy of director id. Unsuccessful bidder 1 Rhimak Holdings: TCC and BBBEE expired; SBD4 unsigned and undated; SBD8 and SBD9 blank documents. Unsuccessful bidder 2 Tion Holdings: TCC expired; SBD4 not included; SBD8 incomplete; SBD9 unsigned and undated; No BBBEE certification.

Table 12: Summarised findings in respect of RFQ irregularities identified

Service provider	Linked	Value	Purchase order number	Findings in respect of compliance to the RFQ requirements
Magnolia Trading (TEM7)	Maumela	493950	4250981711	<p>Winning bidder Magnolia Trading: False director information; Expired tax information; Expired BBBEE certification; Director information as per bid documents false. Linked to unsuccessful bidders through handwriting on page one of SBD9.</p> <p>Unsuccessful bidder 1 Black AK Traders and Suppliers: False director information; TCC and BBBEE certification expired; Incorrect director details on bid documents.</p> <p>Unsuccessful bidder 2 Sokhana: False director information; TCC and BBBEE certification expired; Incorrect director details on bid documents.</p>
Bahluri Trading (TEM8)	Maumela	497000	4250982120	<p>Winning bidder Bahluri Trading: Bid documents dates altered; First page of SBD9 in similar handwriting as the unsuccessful bidders.</p> <p>Unsuccessful bidder 1 Barto Trading: TCC and BBBEE expired; bid documents dates altered to 09 September 2020. RFQ dated 04 May 2021; First page of SBD9 in similar handwriting as the other two bidders.</p> <p>Unsuccessful bidder 2 Sefofela Supply and Projects: TCC and BBBEE expired; bid documents dates altered to 09 September 2020. RFQ dated 04 May 2021; First page of SBD9 in similar handwriting as the other two bidders.</p>

Table 12: Summarised findings in respect of RFQ irregularities identified

Service provider	Linked	Value	Purchase order number	Findings in respect of compliance to the RFQ requirements
Sokhana Trading and Supplies (TEM9)	Maumela	498000	4250982087	<p>Winning bidder Sokhana Trading and Supplies: Incorrect director on outdated CK documents; Incorrect director details on bid documents and dates altered; First page of SBD9 handwriting same across bidders and similar to Magnolia; Incorrect copy of director id, listed director resigned in May 2017, Thando Mfene director as from May 2017 and at time of submission.</p> <p>Unsuccessful bidder 1 Rakgoloko Construction Projects: Outdated CK documents with no director details; TCC expired; Bid documents incorrect director details; Incorrect director details; SBD 4 and SBD8 similar handwriting as documents completed for Magnolia Trading, dates altered to 09 September 2020; SBD9 first page handwriting same across bidders and similar to Magnolia, Incorrect director details and date altered to 09 September 2020, Similar handwriting to Magnolia on signature page; BBBEE content altered, expired, director details differ from SBD4; No copy of director id.</p> <p>Unsuccessful bidder 2 Tebogo Medical Supplies: No CK documents; TCC expired; SBD4 and SBD8 dates altered to 11 September 2020, RFQ dated 04 May 2021, similar to Bahluri; SBD9 first page handwriting same across bidders and similar to Magnolia, date altered to 11 September 2020; No BBBEE certification; No copy of director id.</p>
Preliboo (TEM10)	Govindraju	485200	4250953756	<p>Winning bidder Preliboo: No CK documents; Expired TCC and BBBEE; Incorrect director details as per bid documents; BBBEE incorrect director details and not commissioned; Copy of id of yet another incorrect director different from incorrect director as per the SBDs.</p> <p>Unsuccessful bidder 1 Samoplex: SDB incorrect director details and dates amended similar handwriting to Preliboo; No TCC and BBBEE reflects incorrect director.</p> <p>Unsuccessful bidder2 Ethnarin: No CK documents; TCC and BBBEE certificate expired; No id copy of director; SDB incorrect director details and dates amended similar handwriting to Preliboo.</p>

Table 12: Summarised findings in respect of RFQ irregularities identified

Service provider	Linked	Value	Purchase order number	Findings in respect of compliance to the RFQ requirements
Roguepalm (TEM11)	Govindraju	492000	4250973097	<p>Winning bidder Roguepalm: Incorrect director details on CK documents as it is outdated; Incorrect director details as per the bid documents; handwriting of SBD dates similar to Preliboo; No SBD6.1 submitted; Incorrect director details on BBBEE verification; No director id copy; No CSD documents.</p> <p>Unsuccessful bidder 1 Nyakwazi Investments: No CK documents; TCC and BBBEE expired; Incorrect director details as per CIPC records; Bid documents dates altered and handwriting similar to Preliboo; No SBD6.1 submitted; No director id copy; No CSD documents.</p> <p>Unsuccessful bidder 2 Plumitrix: No CK documents; TCC and BBBEE expired; Director as per bid documents listed as Emily Ntuli, possible link to Linda Ntuli (Roguepalm and Stotleari both linked to Stefan Govindraju); Bid documents dates altered and handwriting similar to Preliboo; No SBD6.1 submitted; No director id copy; No CSD documents.</p>
Zekeville (TEM12)	Govindraju	495500	4250982793	<p>Winning bidder Zekeville: No CK documents; No TCC; Bid document dates similar handwriting as that of other companies linked to Govindraju; SBD6.1 incomplete; BBBEE verification undated; No director id copy.</p> <p>Unsuccessful bidder 1 Wenigans: No CK documents; TCC and BBBEE expired; Incorrect director details as per the bid documents; Bid documents dates altered and similar handwriting as to other companies linked to Govindraju; Same date on bid documents as winning bidder; No director id copy; No CSD documents.</p> <p>Unsuccessful bidder 2 Loteesha Leetha: Possible link to Signarians; director, Loteesha Signarian was also previously a director of Etnarin, unsuccessful bidder to Preliboo; Incorrect director on bid documents; No CK documents; TCC expired; No BBBEE verification; Bid documents dates altered and similar handwriting as to other companies linked to Govindraju; No director id copy; No CSD documents; current director is Stefan Govindraju.</p>

Table 12: Summarised findings in respect of RFQ irregularities identified

Service provider	Linked	Value	Purchase order number	Findings in respect of compliance to the RFQ requirements
Cora Maia (TEM13)	Govindraju	496000	4250973134	<p>Winning bidder Cora Maia: Bid documents dates altered in similar handwriting as other suppliers linked to Govindraju; No SBD6.1; No copy of director id.</p> <p>Unsuccessful bidder 1 Samoplex: Same bidder as linked to Preliboo and Hynoforce; No TCC; Incorrect director on bid documents; bid documents dates amended and similar handwriting to other suppliers linked to Govindraju; bid documents are the exact same documents as submitted with Preliboo; BBBEE certification has incorrect director details and is expired.</p> <p>Unsuccessful bidder 2 Tsemelafontein: Incorrect director details as per bid documents and BBBEE certification; No CK documents; TCC Expired; BBBEE certification expired and incorrect director details which differ from director on bid documents; bid documents dates altered and similar handwriting to other suppliers linked to Govindraju; No SBD6.1; No copy of director id.</p>
Stotleari (TEM14)	Govindraju	495000	4250973163	<p>Winning bidder Stotleari: Incorrect director details on CK documents as it is outdated; Incorrect director details as per the bid documents; handwriting of SBD dates similar to Preliboo; No SBD6.1 submitted; Incorrect director details on BBBEE verification; No copy of director id; No CSD documents submitted.</p> <p>Unsuccessful bidder 1 Xilaveko 237 Investments: No CK documents; TCC and BBBEE expired; bid documents dates altered and handwriting similar to that of other suppliers linked to Govindraju; No SBD6.1; No copy of director id; No CSD documents submitted.</p> <p>Unsuccessful bidder 2 Dumaline Trading: No CK documents; TCC and BBBEE expired; bid documents dates altered and handwriting similar to that of other suppliers linked to Govindraju; No SBD6.1; No copy of director id; No CSD documents submitted.</p>

Table 12: Summarised findings in respect of RFQ irregularities identified

Service provider	Linked	Value	Purchase order number	Findings in respect of compliance to the RFQ requirements
Hynoforce (TEM15)	Govindraju	496000	4250980553	<p>Winning bidder Hynoforce: Incorrect director detail; CK documents outdated; Incorrect director on bid documents and also different from director on outdated CK documents; bid documents dates altered and similar handwriting to other suppliers linked to Govindraju; BBBEE certification expired and incorrect director details similar to that of CK documents but the director signature is similar to that of director on bid documents; No copy of director id.</p> <p>Unsuccessful bidder 1 Funelakhe Projects: No CK documents; No TCC; bid documents dated 07 April 2020 but RFQ only dated 27 May 2021; SBD 9 document format altered; No BBBEE verification; No copy of director id.</p> <p>Unsuccessful bidder 2 Vardoglo: No CK documents; TCC and BBBEE expired; director as per bid documents is the same director of Samoplex linked to Preliboo and Cora Maia; bid documents dates altered and similar handwriting as that of other suppliers linked to Govindraju; No copy of director id.</p>
Fairg Holdings (TEM16)		495000	4250977485	<p>Winning bidder Hynoforce: Incomplete CK documents; Incorrect director on the bid documents and date altered to 20 May 2021; BBBEE certificate reflects incorrect director details; No id copy; Director details on CSD differ from director on bid documents and BBBEE certificate; CSD director details not on CIPC at time of submission.</p> <p>Unsuccessful bidder 1 Bright Impact: No CK documents; tax information and BBBEE expired; date on bid documents altered to the same date as that of winning bidder 20 May 2021.</p> <p>Unsuccessful bidder 2 Talita Collections: Incomplete CK documents; date on bid documents altered to the same date as that of winning bidder 20 May 2021; no id copy of director.</p>
Ditshehlo Investment (TEM17)	Moholola	306500	4250974835	<p>Winning bidder Ditshehlo Investment: Current director PA Lesoo, linked to Ecosmut with director at the time as LM Lesoo; Director at the time was Thabo Christopher Moholola id number 7312245315082 and the directors of Msupply (Moholola Suppliers) at the time was Thabo Moholola and Tebogo Moholola. Possible link to TC Moholola of Ditshehlo.</p> <p>Unsuccessful bidder 1 Ecosmut: Linked to winning bidder; No SBD6.1 included; BBBEE certificate expired.</p> <p>Unsuccessful bidder 2 Msupply (Moholola Suppliers): Linked to winning bidder; TCC and</p>

Table 12: Summarised findings in respect of RFQ irregularities identified

Service provider	Linked	Value	Purchase order number	Findings in respect of compliance to the RFQ requirements
				BBBEE certificate expired; No SBD6.1.

Based on the irregularities in respect of each of the appointed service providers none of the winning bidders, except for Ditshehlo Investment, should have been appointed as they did not meet the requirements as set out in the RFQ. These service providers should not even have been considered for adjudication.

In respect of the unsuccessful bidders who were also non-compliant in respect of the RFQ requirements, they should have been disqualified and other service providers should have been identified from the CSD.

There is also no evidence that the prospective bidders were selected from the CSD.

The following service providers not only did not meet the RFQ requirements, but they provided the GDOH with false information in respect of the current and correct director details and in doing so has possibly committed fraud:

Table 13: Incorrect director details

Service provider	Linked	Value	Purchase order number
Magnolia Trading	Maumela	493950	4250981711
Sokhana Trading and Supplies	Maumela	498000	4250982087
Preliboo	Govindraju	485200	4250953756
Roguepalm	Govindraju	492000	4250973097
Stotleari	Govindraju	495000	4250973163
Hynoforce	Govindraju	496000	4250980553
Fairg Holdings		495000	4250977485

### 7.2.3 The sequence of events

The SIU reviewed all dates and signatures as per the following GDOH documents attached to each of the payment bundles:

- The purchase request form;
- The Request for Quotation (“RFQ”);
- The Quotation Adjudication Committee (“QAC”) recommendation;
- The purchase order; and,

- The Goods Received Note.

Based on the documents received the order in which documents are to be completed/actions to take place would be as follow:

- A user completes and signs the purchase request form;
- A RFQ is sent to prospective service providers;
- The service providers respond within the given timeframe by providing a written quote and the relevant supporting documents;
- The received quote and supporting documents are adjudicated by the QAC and a recommendation for appointment is made based on price;
- Once the winning bidder is identified the purchase order request form is authorised by the relevant authority who in this instance is the Hospital CEO;
- The purchase order request form is further completed and signed by a procurement coordinator and the Head of RLS;
- The official Purchase Order is issued to the winning bidder; and,
- After which the service is either rendered or the goods delivered which results in the completion of the Goods Received Note.

The SIU found that in one of the payments the RFQ was issued prior to the Purchase request form being signed by the user. The table below sets out the details in respect of the payment bundles:

Service provider	Purchase request form			Request for Quotation			
	User name	User signature date	Authoriser	Authoriser signature date	RFQ number	RFQ date	Contact person
Ditshehlo Investment	MA Maphumulo	04-May-21	Dr A Mthunzi	14-May-21	TL94	29-Apr-21	Dudu

As per the table above it is clear that the purchase request form was signed by MA Maphumulo on 04 May 2021 whereas the RFQ was dated 29 April 2021.

#### 7.2.4 Authorisation of the purchase order request form

The purchase order request forms were finally authorised by the CEO of Tembisa Hospital at the time after adjudication was finalised. This would indicate that the individual responsible for the authorisation of the purchase request form would have been in a position to have sight of the quotations and supporting documents submitted by the winning and unsuccessful bidders.

Irrespective of the numerous irregularities identified by the SIU, the Acting CEO at the time, Dr Mthunzi and also Dr LM Mogaladi authorised the purchase order request forms.

However, as per the purchase order request forms linked to the service providers listed below, the authoriser signature was placed on the document but no date of signature is provided:

- Olimocraft;
- Preliboo;
- Roguepalm;
- Cora Maia; and,
- Stotleari.

The SIU identified the following individuals responsible for the authorisation of the purchase orders linked to the service providers:

Table 14: Purchase order request authorisation				
Service provider	User name	User signature date	Authoriser	Authoriser signature date
Olimocraft	DE Monnakgotla	28-Apr-21	Dr A Mthunzi	none
Olimocraft	DE Monnakgotla	28-Apr-21	Dr A Mthunzi	none
Preliboo	DE Monnakgotla	25-Nov-20	Dr LM Mogaladi	none
Roguepalm	DE Monnakgotla	14-Apr-21	Dr A Mthunzi	none
Cora Maia	Vuyani Chako	05-Apr-21	Dr A Mthunzi	none
Stotleari	DE Monnakgotla	13-Apr-21	Dr A Mthunzi	none
Nadofield	DE Monnakgotla	13-Apr-21	Dr A Mthunzi	21-May-21
Magnolia Trading	DE Monnakgotla	20-May-21	Dr A Mthunzi	07-Jun-21
Bahluri Trading	DE Monnakgotla	13-Apr-21	Dr A Mthunzi	25-May-21
Sokhana Trading	DE Monnakgotla	14-Apr-21	Dr A Mthunzi	25-May-21
Zekeville	Dr Lerato Langa-Mlambo	30-Apr-21	Dr A Mthunzi	17-Jun-21
Hynoforce	Vuyani Chako	27-May-21	Dr A Mthunzi	07-Jun-21
Fairg Holdings	Vuyokazi Mtwesi	18-May-21	Dr A Mthunzi	26-May-21
Ditshehlo Investment	MA Maphumulo	04-May-21	Dr A Mthunzi	14-May-21

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### **7.2.5 Quotation adjudication**

Based on the irregularities identified in respect of the supporting documents submitted by the winning bidders and unsuccessful bidders, the service providers should have been disqualified based on non-compliance with the basic requirements of the RFQ. When considering the submissions made by all service providers, the QAC did not indicate any concern; or highlighted any irregularities; nor, requested the service providers for additional information in respect of outstanding documents. The adjudication went ahead based on insufficient; irregular; and, false information.

The SIU found the following individuals responsible for the adjudication of the quotes and supporting documents received and for recommending a successful service provider:

Table 15: Quotation adjudication committee members responsible for approving the appointment of the service providers

Service provider	Recommended by SCM official	Recommendation date	Member 1 of QAC	Date signed	Member 2 of QAC	Date signed	Member 3 of QAC	Date signed	Member 4 of QAC	Date signed	Approved by/5th member	Date signed
Olimocraft	Dudzile Nobugwana	03-May-21	L Mojela	04-May-21	V Chako	04-May-21	NL Kobe	04-May-21	Different form not applicable	Different form not applicable		
Olimocraft	Dudzile Nobugwana	03-May-21	L Mojela	04-May-21	V Chako	04-May-21	NL Kobe	04-May-21	Different form not applicable	Different form not applicable		
Nadofield	Dudzile Nobugwana	17-May-21	L Mojela	18-May-21	MA Maphumulo	18-May-21	NL Kobe	18-May-21	DE Monnakgotla	18-May-21	Radulesee	18-May-21
Magnolia Trading	Document not included in bundle											
Bahluri Trading	Dudzile Nobugwana	12-May-21	L Mojela	14-May-21	V Chako	14-May-21	NL Kobe	14-May-21	DE Monnakgotla	14-May-21	Radulesee	14-May-21
Sokhana Trading	Dudzile Nobugwana	12-May-21	L Mojela	14-May-21	V Chako	14-May-21	NL Kobe	14-May-21	DE Monnakgotla	14-May-21	Radulesee	14-May-21
Preliboo	Different form not applicable	Different form not applicable	L Mojela	03-Dec-20	V Chako	03-Dec-20	NL Kobe	03-Dec-20	DE Monnakgotla	03-Dec-20	Dr LM Mogaladi	18-Jan-21

Table 15: Quotation adjudication committee members responsible for approving the appointment of the service providers

Service provider	Recommended by SCM official	Recommendation date	Member 1 of QAC	Date signed	Member 2 of QAC	Date signed	Member 3 of QAC	Date signed	Member 4 of QAC	Date signed	Approved by/5th member	Date signed
Roguepalm	Dudzile Nobugwana	03-May-21	L Mojela	04-May-21	V Chako	04-May-21	NL Kobe	04-May-21	Different form not applicable		Different form not applicable	
Zekeville	No name	26-May-21	L Mojela	08-Jun-21	V Chako	08-Jun-21	NL Kobe	08-Jun-21	DE Monnakgotla	08-Jun-21		
Cora Maia	Dudzile Nobugwana	03-May-21	L Mojela	04-May-21	V Chako	04-May-21	NL Kobe	04-May-21				
Stotleari	Dudzile Nobugwana	03-May-21	L Mojela	04-May-21	V Chako	04-May-21	NL Kobe	04-May-21				
Hynoforce	Dudzile Nobugwana	31-May-21	MA Maphumulo	01-Jun-21	V Chako	01-Jun-21	NL Kobe	01-Jun-21	DE Monnakgotla	01-Jun-21		
Fairg Holdings	Puleng Mtuze	20-May-21	L Mojela	25-May-21	Radulesee	25-May-21	NL Kobe	25-May-21	DE Monnakgotla	25-May-21	MA Maphumulo	25-May-21
Ditshehlo Investment	Dudzile Nobugwana	03-May-21	L Mojela	04-May-21	V Chako	04-May-21	NL Kobe	04-May-21	Different form not applicable		Different form not applicable	

### 7.3 The role of the Dr Mthunzi as the CEO at the time

Dr Mthunzi was identified as the authoriser of the Purchase Order Request forms recommending the appointment of service providers based on irregular; incomplete; incorrect; and, misleading supporting documents provided:

Table 16: Purchase order request authorisation

Service provider	User name	User signature date	Authoriser	Authoriser signature date
Olimocraft	DE Monnakgotla	28-Apr-21	Dr A Mthunzi	none
Olimocraft	DE Monnakgotla	28-Apr-21	Dr A Mthunzi	none
Roguepalm	DE Monnakgotla	14-Apr-21	Dr A Mthunzi	none
Cora Maia	Vuyani Chako	05-Apr-21	Dr A Mthunzi	none
Stotleari	DE Monnakgotla	13-Apr-21	Dr A Mthunzi	none
Nadofield	DE Monnakgotla	13-Apr-21	Dr A Mthunzi	21-May-21
Magnolia Trading	DE Monnakgotla	20-May-21	Dr A Mthunzi	07-Jun-21
Bahluri Trading	DE Monnakgotla	13-Apr-21	Dr A Mthunzi	25-May-21
Sokhana Trading	DE Monnakgotla	14-Apr-21	Dr A Mthunzi	25-May-21
Zekeville	Dr Lerato Langa-Mlambo	30-Apr-21	Dr A Mthunzi	17-Jun-21
Hynoforce	Vuyani Chako	27-May-21	Dr A Mthunzi	07-Jun-21
Fairg Holdings	Vuyokazi Mtwesi	18-May-21	Dr A Mthunzi	26-May-21
Ditshehlo Investment	MA Maphumulo	04-May-21	Dr A Mthunzi	14-May-21

### 7.4 Site visits

As a result of the time constraints in respect of this investigation the SIU was only able visit the business addresses listed in the table below. The table also includes the SIU findings in respect of the addresses.

Table 17: Site visits conducted

Entity Name	Registered Address	Linked	Findings
Alsace Sie	1 DF Malan Road Bonaero Park Kempton Park	Evelyn Shabalala	Duplexes/Estate/Units / Residential Homes (Houses)
Arantxa Chichi	9 Bassian Avenue Birch Acres Kempton Park	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)
Callacora	32 Ferreira Close Birchleigh Kempton Park	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)

Table 17: Site visits conducted			
Entity Name	Registered Address	Linked	Findings
Fenella Frooti	33 Petronella Street Birchleigh North Kempton Park	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)
Hynoforce (Pty) Ltd	6 Atlas Road Kempton Park	Stefan Govindraju; Mokgadi Germina Machethe	Shopping complex
Gisoka Trading	1 Glenmarais Kempton Park	Stefan Govindraju	Open field
Kenjisonburg	300 Grosvenor Street Glen Marais Kempton Park	Stefan Govindraju; Temba Shabalala	Open field
Kianakena	7 Impala Road Nimrod Park Kempton Park	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)
Odapriya	1 Van Riebeeck Road Nimrod Park Kempton Park	Stefan Govindraju	Rugby School
Zekeville (Pty) Ltd	12 Margaret Avenue Kempton Park West	Stefan Govindraju; Temba Shabalala	Primary School
Stodaflash	32 Jacob Loots Road Croyden Kempton Park	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)
Terrastarla	157 Bon Cretion Street Pomona Kempton Park	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)
Cinzia Chantria	55 Pretoria Road Comet Boksburg	Evelyn Shabalala	Duplexes/Estate/Units / Residential Homes (Houses)
Fleurnavy	95 Begonia Road Clearwater Estate Boksburg	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)
Homerliad	34 Hercules Avenue Impala Park Boksburg	Evelyn Shabalala	Stand Alone Residential Houses
Yannick Yun	7 Biddulph Street Witfield Boksburg	Stefan Govindraju; Temba Shabalala	Stand Alone Residential Houses
Inez Chaste	8 Brakpan Street Kenleaf Brakpan	Stefan Govindraju; Evelyn Shabalala	Dilapidated/unused building

Table 17: Site visits conducted			
Entity Name	Registered Address	Linked	Findings
Mafaldaramp	2190 Antimony Road Olifantsfontein Tembisa	Stefan Govindraju	Erf number
Cielchauncey	20 Mogasho Street Temong Tembisa	Stefan Govindraju	Erf number
Stotleari (Pty) Ltd	2773 Talcum Street Olifantsfontein Tembisa	Stefan Govindraju; Samendran Chin	Erf number
Umathora	1306 Zeph Mothopeng Street Hospital View Tembisa	Stefan Govindraju; Kelvin Sills	Erf number
Brielle Rumi	10 Liesbeeck Street Witpoortjie Roodepoort	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)
Cale Callum	32 Theunis Street Weltevreden Park Roodepoort	Stefan Govindraju; Christine Signarian	Duplexes/Estate/Units / Residential Homes (Houses)
Sadie Ada	14 Van Dalen Road South Willowbrook Roodepoort	Stefan Govindraju; Christine Signarian	Duplexes/Estate/Units / Residential Homes (Houses)
Black Paper Trading And Supplier	22 Campbell Road Unit 5 Fourways	Hangwani Morgan Maumela	Duplexes/Estate/Units / Residential Homes (Houses)
Hasty On Time Suppliers	22 Campbell Road Unit 5 Fourways	Hangwani Morgan Maumela	Duplexes/Estate/Units / Residential Homes (Houses)
Magnolia Trading Enterprise	22 Campbell Road Unit 5 Fourways	Hangwani Morgan Maumela	Duplexes/Estate/Units / Residential Homes (Houses)
Olimocraft	96 Stonehaven Estate William Nicol Drive Fourways	Rudolf Mduduzi Mazibuko	Estate does not exist at this address
Sogaki	60 Civin Drive St Andrews Germiston	Stefan Govindraju; Sydney Thindelo	Industrial/Office park
Meajan Enterprises	3 Essex Street Meadowdale Germiston	Stefan Govindraju	Industrial/Office park
Zendabiz	8 Ingwe Road Sebenza Edenvale	Stefan Govindraju	Industrial/Office park
Lifonet	121 Aleo Ridge 2 Stoneridge Drive Edenvale	Stefan Govindraju; Avikash Signarian	Duplexes/Estate/Units / Residential Homes (Houses)

Table 17: Site visits conducted			
Entity Name	Registered Address	Linked	Findings
Luna Imogen	14 Constantia Street Meyersdal Alberton	Stefan Govindraju	Duplexes/Estate/Units / Residential Homes (Houses)

It can thus be concluded that the addresses visited are residential houses, open fields without any buildings, erf numbers and not street numbers, industrial areas, shopping areas; office buildings or dilapidated buildings. This supports the allegation of syndicate activity and the use of shell companies in trading with Tembisa Hospital.

### 7.5 Administrative non-compliance

With the onset of the investigation the SIU met with representatives from South African Health Products Regulatory Authority (SAHPRA) regarding the investigation at Tembisa Hospital. SAHPRA informed the SIU that they, at the time, had already made referrals in respect of the following service providers appointed at Tembisa Hospital for non-compliance in respect of SAHPRA certification:

- Lifonet
- Tecucure
- Cale Callum
- Caspian Dante
- Cora Maia; and,
- Maeve Adeline.

The SIU referred an additional 21 service providers to SAHPRA for licensing verification. SAHPRA responded by indicating that the goods purchased are classified respectively in:

- Class A: Low risk
- Class B: Low to moderate risk
- Class C: Moderate to high risk.

All of the service providers were required to be SAHPRA licensed, however, SAHPRA confirmed that none of the service providers were. The service providers include:

Table 18: Service providers referred to SAHPRA	
Entity name	Entity registration number
Bahluri Trading and Projects CC	2009/070590/23

Table 18: Service providers referred to SAHPRA	
Entity name	Entity registration number
Cora Maia (Pty) Ltd	2020/184173/07
Ditshelo Investment (Pty) Ltd	2018/025323/07
Excellent Maintenance and Construction (Pty) Ltd	2017/124653/07
Hebron Healthcare (Pty) Ltd	2019/016811/07
Letshimelo Medical Suppliers (Pty) Ltd	2017/193840/07
Roguepalm (Pty) Ltd	2020/246651/07
Sete Capital (Pty) Ltd	2018/522163/07;
Sokhana Trading and Suppliers (Pty) Ltd	2017/138204/07
Teepresh	2014/022024/07
Tomod Enterprise (Pty) Ltd	2018/199797/07
Bless Medical Distributors (Pty) Ltd	2017/193866/07
Bollanoto Security (Pty) Ltd	2020/525899/07
Ebony Onyx (Pty) Ltd	2019/202901/07
Hynoforce (Pty) Ltd	2017/179056/07;
Nadofield (Pty) Ltd	2015/352256/07
Raylord and Sons (Pty) Ltd	2017/374278/07
Reatile Warona Holdings	2020/630519/07
Seruwe Enterprise (Pty) Ltd	2019/315071/07
Stotleari (Pty) Ltd	2020/246634/07
Zekeville (Pty) Ltd	2021/604545/07

The SIU is liaising with SAHPRA on the way forward in respect of the referrals. In addition, the SIU provided SAHPRA with the complete list of service providers as identified in the report of the late Ms Deokaran for verification. Once proclaimed the SIU will refer matters to the Competition Commission, National Treasury and SARS for further action if required.

## 8 CONCLUSIONS

Based on the findings of our report, we conclude as follows:

The SIU was able to confirm the allegations of maladministration and possible fraud and corruption related to the Supply Chain Management (“SCM”) process at Tembisa Hospital under the GDOH as based an analysis of the limited payments received in respect of the only 26 of the 224 service providers as identified by the late Ms Deokaran.

Based on the outcome of the examination the SIU is able to confirm that the matters do not fall within the mandate of the existing Proclamation R23 of 2020. The SIU will motivate for a proclamation based on the findings of possible syndicate activity; corruption; fraud and the

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irregular appointment of service providers which led to irregular expenditure suffered by the GDOH.

The investigation confirmed that fraudulent suppliers and/or service providers are conducting business with the GDoH at Tembisa Hospital; and that possible fraudulent payments were made as it relates to the fraudulent suppliers and/or service providers.

The SIU found numerous irregularities in respect of the bid documents provided to Tembisa Hospital by the successful and unsuccessful bidders which should have led to the disqualification of the bidders. The SIU confirms the irregular appointment of service providers which caused the GDOH to suffer irregular expenditure.

SIU found that Dr Mthunzi, the Acting CEO at Tembisa Hospital at the time of the irregular procurement, was responsible for authorising purchase order request forms which led to the irregular appointment of thirteen service providers. This finding is based on the 27 payment documents received and analysed by the SIU.

## **9 RECOMMENDATIONS**

Based on the evidence provided to us and consultations it is recommended that:

### **9.1 Motivation for a proclamation**

The SIU to motivate for a proclamation as the irregularities uncovered is merely the tip of the iceberg which points to serious maladministration at Tembisa Hospital based as it relates to irregular procurement processes.

### **9.2 Disciplinary action**

Based on the findings in respect of the irregularities highlighted as per the payment bundles received, the SIU would recommend that disciplinary action be instituted against all officials responsible for the adjudication of the various quotations received (refer to table 15).

In addition, the SIU would recommend disciplinary action be instituted against the official responsible for authorising the purchase order request form after the adjudication process was finalised, in this case the CEO at the time, Dr A Mthunzi and for failing in his duties as the Accounting Authority at Tembisa Hospital.

### **9.3 Referrals to the NPA**

The SIU would recommend referrals to the National Prosecuting Authority in respect of the following service providers for providing the GDOH with false information:

Table 19: Incorrect director details

Service provider	Linked	Value	Purchase order number
Magnolia Trading	Maumela	493950	4250981711
Sokhana Trading and Supplies	Maumela	498000	4250982087
Preliboo	Govindraju	485200	4250953756
Roguepalm	Govindraju	492000	4250973097
Stotleari	Govindraju	495000	4250973163
Hynoforce	Govindraju	496000	4250980553
Fairg Holdings		495000	4250977485