

## IN THE HIGH COURT OF SWAZILAND

## **JUDGMENT**

Case No. 1207/2013

In the matter between:

NONZWAKAZI ELIZABETH GWIJI APPLICANT

AND

ROBINSON MARTIN ZEEMAN (NO) 1<sup>ST</sup> RESPONDENT
MASTER OF THE HIGH COURT (NO) 2<sup>ND</sup> RESPONDENT
THE ATTORNEY GENERAL 3<sup>RD</sup> RESPONDENT

Neutral citation: Nonzwakazi Elizabeth Gwiji v. Robinson Martin

Zeeman (NO) (1207/2013) [2014] SZHC 191 (8th

August 2014)

Coram : M. E. SIMELANE, AJ

Heard: 8<sup>th</sup> July 2014

Delivered: 8<sup>th</sup> August 2014

### **Summary**

Administration of estate – property situate on Swazi nation land can be administered in terms of the Administration Act 28/1902 – nominated executor failing to obtain Letters of Administration removed – Master to

convene a next of kin meeting to appoint a neutral executor.

### JUDGMENT 8<sup>th</sup> AUGUST 2014

- [1] By a Notice of Application the Applicant seeks the following

  Orders:
  - "1. That the Master be allowed to exercise her powers to
    - appoint an appraiser to value the assets of Estate late Nelson Stanislaus Zeeman EH 191/2012; in terms of section 39 of the Administration of Estate Act 28/1902 as amended
  - 2. That the 1<sup>st</sup> respondent be ordered to open an estate account with a registered financial institution and to deposit all rentals collected form deceased's cottage situate at Nyonyane Ezulwini; on Swazi nation land.
  - 3. That 1<sup>st</sup> respondent be ordered to deposit all deceased's proceeds from deceased's bus; a 1999

ERF Bus Standard BSD 929 AH into the estate account for onward transmission to the Master's Guardian Fund.

- 4. That 1<sup>st</sup> respondent be ordered to file with the Master's office a comprehensive account of income derived from the rental he has been collecting from deceased's cottage situate at Nyonyane, Ezulwini; and, collections as opposed to the necessary expenses incurred in the running of deceased bus, a 1999 ERF Bus Standard registered BSD 929 AH.
- That 1<sup>st</sup> respondent be ordered to expedite the deceased's estate by complying with section 51 bis 1 & 2 of the Administration of Estate Act No. 28/1092 as amended.

#### **ALTERNATIVELY THAT**

- 6. 1<sup>st</sup> respondent be removed and discharged as Executor.
- 7. There is far all intents and purposes sufficient cause for his removal and discharge to have the interest of the estate furthered.
- 8. 1<sup>st</sup> respondent be ordered to furnish security by way of taking up a bond with the Swaziland Royal Insurance Corporation, to cover deceased's vehicle against possible contingencies for the lack of pecuniary indemnity.

- 9. Costs in the event  $1^{st}$  respondent opposes the application.
- [2] The prayers are so wide but during arguments the applicant concentrated on prayer 2, 3, 4, 5, 6, 7 and 9 of the Notice of Application.
- [3] Emphasis was however that the 1<sup>st</sup> respondent should be removed as executor because ever since he was nominated into the position of executor on the 24<sup>th</sup> October 2012 he has not taken a bond in terms of section 30 of the Administration of Estates Act 28/1902 in order to be given Letters of Administration in the estate of the late NELSON STANISLAUS ZEEMAN Masters reference EN 191/2012.
- [4] Further the applicant contends that the 1<sup>st</sup> respondent is collecting rentals from a cottage situate at Nyonyane Ezulwini on Swazi nation land which is part of the estate assets.

- [5] The applicant apparently opened the estate file and lodged an inventory which showed the house and a certain bus amongst the deceased assets.
- [6] Further the applicant claims to be a creditor in the estate by virtue of a letter she sent to the executor dated 22<sup>nd</sup> November 2012 wherein she claims E55 506.00 (fifty five thousand five hundred and six emalangeni) as arrear maintenance for a child that the deceased fathered from her.
- [7] The 1<sup>st</sup> respondent argued that he is not bound to obtain Letters of Administration as the Master of the High Court has not required same.
- [8] He argued further that the Master issued him with a Letter of Authority in order to attend to the winding up of the estate which reads as follows:

"Master of the High Court P.O. Box 19 Mbabane

19th December 2012

#### LETTER OF AUTHORITY

## RE: ESTATE LATE NELSON STANISLAUS ZEEMAN MASTER'S REFERENCE NUMBR - EH191/2012

This serves to confirm that **Robinson Zeeman** whose Personal Identity Number is 5511036100015 is the Executor Dative of the above estate duly appointed in terms of **section 24 (1) of the Administration of Deceased Estate Act 28/1902** in a meeting held at the Master's Offices in Mbabane, 1<sup>st</sup> Floor Millers Mansion Building on the 24<sup>th</sup> October 2012, before the Master of the High Court.

# PHUMZILE MASILELA MASTER OF THE HIGH COURT"

- [9] My I pause to mention that a **Letter of Authority** is not provided for in terms of the <u>Administration of Estates Act</u>

  28/1902 and does not clothe a nominated executor with authority to act on behalf of the estate.
- [10] It may be issued for convenience purpose but it is unlawful because an executor acts by virtue of Letters of Administration.

- [11] The 1<sup>st</sup> respondent further argues that the cottage was excluded by the Master of the High Court from the inventory because the deceased was not married. The Master has however not filed an affidavit to support this bizarre conclusion.
- [12] Property based on Swazi nation land can be administered by an executor because the right to use and occupy the said land vests on the deceased during his lifetime hence there is no reason why it ought to be excluded from his assets when he is dead. In **Titi Nyoni and Another v. Joyce Nyoni (unreported) appeal Civil court case No.**53/2004 dealing with property situate on Swazi nation land his Lordship Browde JA (H. Stein JA and N.W. Zietman concurring) held as follows:

"It is obviously desirable in the circumstances that an executor be appointed to administer the estate of the late Jabulane Akim Nyoni. This will facilitate a proper resolution of the difficulties endured in the distribution of the deceased assets and will consequently be of benefit to all concerned in this family wrangle."

[13] The Master of the High Court filed a report and she stated as follows:

" 2.1

The 1<sup>st</sup> respondent is the executor of the estate of Nelson Zeeman and was appointed as such on the 24<sup>th</sup> October 2012. Immediately on such appointment the 1<sup>st</sup> respondent is seized with the responsibility of winding up the estate.

2.2

According to information in the estate file, the 1<sup>st</sup> respondent has not found the value of all the property belonging to the estate in terms of section 37 (1) of the Administration of Estate Act. Section 37 (1) provides that:

"Every executor shall ..... make an inventory showing the value of all property goods and effects, movable and immovable, of whatever kind, belonging to the estate which has been appointed to administer ....."

2.3

The 1<sup>st</sup> respondent has not furnished the 2<sup>nd</sup> respondent with security for the due and faithful administration of the estate. Section 30 of the Act supra provides that:

"Every executor dative, assumed executor or curator bonis shall before being permitted to enter up on the administration of an estate, find security to the satisfaction of the Master for the due and faithful administration of the estate to which he has been appointed in such

# amount as in the circumstances are reasonable."

2.4

Section 51 of the Administration of Estate Act calls upon the 1<sup>st</sup> respondent to draw up a Liquidation and Distribution Account disposing of the assets of the late NELSON ZEEMAN, and file with the 1<sup>st</sup> Respondent an account or periodic accounts as the case may be. However, the 1<sup>st</sup> respondent has failed to file with the 2<sup>nd</sup> respondent any account. In addition, the 1<sup>st</sup> respondent was reminded of his duties and directed to submit a Liquidation and Distribution Account in terms of Section 51 (2) of the Act supra. A copy of a letter reminding the 1<sup>st</sup> respondent is attached and marked 'MHC1'.

3.

It is the 2<sup>nd</sup> respondent's submission that the 1<sup>st</sup> respondent has failed to complete the Liquidation process within the stipulated period. Further, the 1<sup>st</sup> respondent did not apply for an extension of time to wind up the estate as provided in section 51 (2) of the Act above. The time taken by the 1<sup>st</sup> respondent in bringing the affairs of the estate of the deceased towards completion is unjustifiably long and the interest of the estate and those of claimant's creditors are being adversely affected.

4.

I have no further information to lay before the Honourable Court and shall abide by the decision of the Honourable Court."

#### **COURT ANALYSIS**

- [14] (i) An executor's first duty is to collect all the estate assets.
  - (ii) Draw up the complete inventory of these assets with their value.
  - (iii) The executor must open a bank account in the name of the estate in which the estate money must be banked.

The 1<sup>st</sup> respondent has ignored this elementary principle of Estate law.

[15] Justice Ota in **Banjwayini Shongwe v. Abraham Shongwe** (556/2012) [2012] SZHC 170 at paragraph 40 to

44 has crystalised the position of executors which position I

am in agreement. The dicta is as follows:

"[40] Mr. Simelane has availed me of the text Administration of Estates and Estate Duty 2007 edition paragraph 8.1, where the learned author Meyerowitz laid down this position of the law in the following terms:-

"Except for the limited authority given to the person in charge of a deceased's estate and to an interim curator pending the appointment of an executor, the estate of a deceased person cannot be dealt with or liquidated and the assets are "frozen" until such time as an executor to the estate is appointed by the Master.

Executors are of two kinds, testamentary and dative, the former, as the name implies, being nominated by the testator in his will, and the latter being appointed in default of any executor. In both cases the executor derives his authority to act by receiving a grant of letters of executorship from the Master. An executor testamentary has no locus standi to act on behalf of the estate until such grant. The fact of nomination in the will does not confer any authority upon the nominee to deal or intermeddle with the estate or constitute him the representative e.g. to receive notices.

While there are different procedures and different requirements by the Master for the appointment of executor testamentary and executor dative, their functions, rights and duties are generally the same, except in so far as the will gives the executor testamentary powers which an executor does not have unless given by the will e.g. the power of assumption or the right to incur liabilities on behalf of the estate---".

## [41] The foot note to the foregoing paragraph reads:

"Section 13 (1) provides that no person shall liquidate or distribute the estate of any

deceased person, except under letters of executorship granted or signed and sealed or endorsed or in pursuance of a direction by the Master. The words "liquidate" and "distribute" mean to put the estate in order by, or example paying the debts, etc and thereby putting it into a state in which the assets can be separated into parts and divided among the heirs, and the actual up thereof see Cillers v Kuhn 1975 (3) SA (WCD). Kempman v Law Union and Rock Insurance Co Ltd 1957 (1) SA 506 In that case it was held that the (W). appointment with authority e.g. to receive notices of cancellation of a policy, must be taken to exist as from the time of receipt of letters of executorship and not from the date when the Master's signature happened to be placed on the letters of executorship. It is considered that this goes too far and that the executor's authority commences from the issue of letters of executorship by the Master, which, if the letters are posted, will be the time of posting, and not the actual receipt by the executors of his letters see also Brand v Volkskas 1959 (1) SA 494 (T)".

[42] Similarly, Section 30 of the Administration of Estate Act states in clear and unambigous language, that an executor will not be permitted to enter upon the administration of an estate without providing

security for the due administration of the estate. For the avoidance of doubts that legislation is couched in the following terms:-

"Security for due administration."

Every executor dative, assumed executor or curator bonis shall, before being permitted to enter upon the administration of an estate, find security to the satisfaction of the Master for the due and faithful Administration of the estate to which he has been appointed in such amount as in the circumstances are reasonable".

[43] It is inexorably apparent from the totality of the foregoing, that an executor would only act on behalf of an estate where he has been granted letters of administration. It is the letters of administration that clothes the executor with the requisite authority to act on behalf of the estate. The executor having obtained the letters of administration is required by law to furnish security for the due administration of the estate.

[44] In casu, it would thus appears to me that the activities of the executors in embarking upon the sale of the assets of the estate, prior to being granted letters of administration and furnishing security, were clearly unlawful, therefore null and void. It also appears to me that the consent given by the Master of the High Court for the executors to

proceed with the said sale, prior to their being granted letters of administration and furnishing security is also null and void and liable to be set aside. It is beyond dispute from the totality of the foregoing that the sale which was scheduled for the 14<sup>th</sup> of July 2012, was therefore illegal."

[16] It is common cause that the 1<sup>st</sup> respondent cannot be said to be an executor in the proper sense of the word and he is not entitled to start winding up the estate until he furnishes the Master with security. The Master need not require the value of the assets but may accept a lesser amount.

"Section 30 thereof is unambiguous administrative requirement to be satisfied before an Executor Dative is issued with Letters of Administration." Mandlenkhosi Lucky Vilane & Another v. Master of the High Court (1615/2012) SZHC 270 [21 December 2012]

[17] The 1<sup>st</sup> respondent has failed to act in terms of the Master's letter dated 27<sup>th</sup> August 2013 demanding that he should wind up the estate. The Master is also unhappy about the conduct of 1<sup>st</sup> respondent.

- [18] It will be in the best interest of the estate if his nomination is revoked and a neutral party be appointed. It's been a year and 11 months since 1<sup>st</sup> respondent was nominated but to date he has not done anything to wind up the estate.
- [19] In any event the 1<sup>st</sup> respondent has a claim against the estate for the repairs he effected on the Estate bus thus he cannot effectually execute his duties as executor and creditor at the same time. (Zandile Dlamini v. Sikhumbuzo Musa Zondo and Another (172/2012) [2013] SZHC 264.
- [20] From the aforegoing I hereby order as follows:
  - a) The  $\mathbf{1}^{\text{st}}$  respondent is removed as nominated Executor.
  - b) The Master of the High Court is ordered to call a next of kin meeting to appoint a neutral executor in the estate of the late NELSON STANISLAUS ZEEMAN EH 191/2012 within the next 20 days.

- c) The 1st respondent is ordered to file with the Master's office a comprehensive account of income and expenditure statement of the estate of Nelson Stanislaus Zeeman EH 191/2012.
- d) Costs to be borne by the estate.

MBUSO E. SIMELANE ACTING JUDGE

For Applicant : N. Gwiji
For 1<sup>st</sup> Respondent : D. Madau

For 2<sup>nd</sup>, 3<sup>rd</sup> Respondent : S. Dlamini