

Duzi-Umngeni Conservation Trust (NPC)

(Registration number 2006/006370/08)

Annual Financial Statements
for the year ended 29 February 2020

Colin M. D. D. D.

Duzi-Umngeni Conservation Trust (NPC)

(Registration number: 2006/006370/08)

Annual Financial Statements for the year ended 29 February 2020

General Information

Company registration number	2006/006370/08
Country of incorporation and domicile	South Africa
Nature of business and principal activities	To assess, monitor, champion and enhance river health along the length of the Msunduzi and Umngeni rivers.
Directors	S J Ndawonde K L Oliver E J Taylor P M Graham T R Gorven C S Everson D A Still K J Mahlaba Z N Siqalaba
Registered office	240 West Street Pietermaritzburg 3201
Business address	240 West Street Pietermaritzburg 3201
Postal address	P O Box 101648 Scottsville 3209
Bankers	Nedbank Limited
Secretary	D A Still
Tax reference number	9250185163
Value Added Taxation reference number	4260244647
PAYE reference number	77300774777
SDL reference number	L7300774777
UIF reference number	U7300774777
Auditors	Colenbrander Incorporated Chartered Accountants (SA) Registered Auditors

Duzi-Umngeni Conservation Trust (NPC)

(Registration number: 2006/006370/08)

Annual Financial Statements for the year ended 29 February 2020

General Information

Preparer

The financial statements were internally compiled by:

Gill Graaf

Financial Manager

Level of assurance

These financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

Duzi-Umngeni Conservation Trust (NPC)

(Registration number: 2006/006370/08)

Annual Financial Statements for the year ended 29 February 2020

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Directors' Responsibilities and Approval

The directors are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the financial statements. The directors are responsible for preparing the directors' report.

The financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 28 February 2021 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on pages 6 to 9.

The financial statements set out on pages 10 to 24, which have been prepared on the going concern basis,

27 November 2020 | 09:53 SAST

and the directors' report on page 5 were approved by the directors on _____
and were signed by:

DocuSigned by:
David Allen Still
98AB0B7469D445A

D A Still

DocuSigned by:
T R Gorven
44CFE41BAC924E0

T R Gorven

Duzi-Umngeni Conservation Trust (NPC)

(Registration number: 2006/006370/08)

Annual Financial Statements for the year ended 29 February 2020

Directors' Report

The directors have pleasure in submitting their report on the financial statements of Duzi-Umngeni Conservation Trust (NPC) for the year ended 29 February 2020.

1. Nature of business

Duzi-Umngeni Conservation Trust (NPC) was incorporated in South Africa. The company operates in South Africa. The principle activities of the entity are to assess, monitor, champion and enhance river health along the length of the Msunduzi and Umngeni rivers.

There have been no material changes to the nature of the company's business from the prior year.

2. Review of financial results and activities

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these financial statements.

3. Directors

The directors in office at the date of this report are as follows:

Directors

S J Ndawonde
K L Oliver
E J Taylor
P M Graham
T R Gorven
C S Everson
D A Still
K J Mahlaba
Z N Siquabala

4. Events after the reporting period

The directors have carefully considered the impact of Covid19 on the company. The directors do not believe that Covid19 will have any material consequence to the business of the company. The directors are not aware of any other matter or circumstance arising since the end of the financial period that has a material impact on the financial statements.

5. Going concern

The financial statements have been prepared on the going concern basis, since the directors have every reason to believe that the company has adequate resources in place to continue in operation for the foreseeable future. The directors do not believe that Covid19 has any material effect on the company's ability to continue as a going concern.

6. Auditors

Colenbrander Incorporated continued in office as auditors for the company for 2020.

Independent Auditor's Report

To the shareholders of Duzi-Umngeni Conservation Trust (NPC)

Qualified opinion

We have audited the financial statements of Duzi-Umngeni Conservation Trust (NPC) (the company) set out on pages 10 to 22, which comprise the statement of financial position as at 29 February 2020, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effect of the matter described in the basis for qualified opinion section of our report, the financial statements present fairly, in all material respects, the financial position of Duzi-Umngeni Conservation Trust (NPC) as at 29 February 2020, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

Basis for qualified opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the company in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the corresponding sections of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Proprietor: Colenbrander Incorporated | Reg 2000/002149/21

Directors: Steve Colenbrander • Gary Banfield • Genevieve Chubb • Matthew Black
Heather Gouweloos • Richard Lawrence • Ernest Pretorius

PO BOX 456, Hilton 3245
28 Hilton Avenue, Hilton 3245

Tel: 033 343 0800

Fax: 033 343 0811

Email: info@colenbrander.co.za

Web: www.colenbrander.co.za

Tax Practitioners No: PR - 0007575

Practice No: 964107

Independent Auditor's Report

Other information

The directors are responsible for the other information. The other information comprises the information included in the document titled "Duzi-Umgweni Conservation Trust (NPC) annual financial statements for the year ended 29 February 2020", which includes the Directors' Report as required by the Companies Act 71 of 2008 and the Detailed Income Statement, which we obtained prior to the date of this report. The other information does not include the financial statements and our auditor's report thereon.

Our opinion and findings on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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Independent Auditor's Report

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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Independent Auditor's Report

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Colenbrander Incorporated

Per: M P Black

Director

Registered Auditors

Chartered Accountants (SA)

Hilton

Date:

30/11/2020

Duzi-Umngeni Conservation Trust (NPC)

(Registration number: 2006/006370/08)

Annual Financial Statements for the year ended 29 February 2020

Statement of Financial Position as at 29 February 2020

	Notes	2020 R	2019 R
Assets			
Non-Current Assets			
Property, plant and equipment	2	2 587 669	2 437 167
Current Assets			
Inventory	3	-	29 682
Trade and other receivables	4	8 854 252	1 487 975
Cash and cash equivalents	5	2 488 714	1 256 209
		11 342 966	2 773 866
Total Assets		13 930 635	5 211 033
Equity and Liabilities			
Equity			
Retained income		1 660 593	1 284 348
Liabilities			
Non-Current Liabilities			
Other financial liabilities	6	1 081 521	1 081 900
Loans from directors	7	1 483 565	-
		2 565 086	1 081 900
Current Liabilities			
Trade and other payables	8	1 888 562	987 728
Projects	9	7 188 932	1 398 271
Provisions	10	627 462	377 662
Other financial liabilities	6	-	81 124
		9 704 956	2 844 785
Total Liabilities		12 270 042	3 926 685
Total Equity and Liabilities		13 930 635	5 211 033

Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Statement of Comprehensive Income

	Notes	2020 R	2019 R
Revenue		14 175 562	11 533 016
Other income		448 225	360 440
Operating expenses		<u>(14 016 821)</u>	<u>(11 919 068)</u>
Operating profit (loss)		606 966	(25 612)
Finance costs	13	<u>(230 721)</u>	<u>(142 563)</u>
Profit (loss) before taxation		376 245	(168 175)
Taxation	14	-	-
Profit (loss) for the year		<u>376 245</u>	<u>(168 175)</u>

Duzi-Umngeni Conservation Trust (NPC)

(Registration number: 2006/006370/08)

Annual Financial Statements for the year ended 29 February 2020

Statement of Changes in Equity

	Retained income R	Total equity R
Balance at 01 March 2018	1 452 523	1 452 523
Loss for the year	(168 175)	(168 175)
Balance at 01 March 2019	1 284 348	1 284 348
Profit for the year	376 245	376 245
Balance at 29 February 2020	1 660 593	1 660 593



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Annual Financial Statements for the year ended 29 February 2020

Statement of Cash Flows

	Notes	2020 R	2019 R
Cash flows from operating activities			
Cash used in operations	15	(5 502 188)	(471 782)
Interest received		1 588	34 292
Finance costs		(230 721)	(142 563)
Net cash from operating activities		(5 731 321)	(580 053)
Cash flows from investing activities			
Purchase of property, plant and equipment		(253 897)	(97 062)
Sale of property, plant and equipment		25 000	-
Net cash from investing activities		(228 897)	(97 062)
Cash flows from financing activities			
Movement in project funds		5 790 661	(847 927)
Movement in other financial liabilities		(81 503)	(72 900)
Movement in loans from directors		1 483 565	-
Net cash from financing activities		7 192 723	(920 827)
Total cash movement for the year		1 232 505	(1 597 942)
Cash at the beginning of the year		1 256 209	2 854 151
Total cash at end of the year	5	2 488 714	1 256 209

Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Significant judgements and sources of estimation uncertainty

Critical judgements in applying accounting policies

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the financial statements.

1.2 Property, plant and equipment

Property, plant and equipment are tangible assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

An item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the company, and the cost of the item can be measured reliably.

Property, plant and equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Average useful life
Furniture and fixtures	Straight line	1-5 years
Motor vehicles	Straight line	3-10 years
Office equipment	Straight line	1-3 years
Computer equipment	Straight line	1-3 years
Other assets	Straight line	1-5 years

The depreciation charge for each period is recognised in profit or loss unless it is included in the carrying amount of another asset.

Depreciation is not charged to an asset if its estimated residual value exceeds or is equal to its carrying amount.

Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Accounting Policies

1.2 Property, plant and equipment (continued)

Where major components of an item of property, plant and equipment have significantly different patterns of consumption of economic benefits, the cost of the asset is allocated to the components and they are depreciated separately over each component's useful life.

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

1.3 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

1.4 Inventory

Inventory are measured at the lower of cost and estimated selling price less costs to complete and sell, on the first-in, first-out (FIFO) basis.

Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Accounting Policies

1.5 Provisions

Provisions are recognised when the company has an obligation at the reporting date as a result of a past event; it is probable that the company will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

1.6 Revenue

Income from donations received is recognised on receipt, in cash or any other form. Revenue from projects is recognised as and when funds are utilized.

Interest is recognised, in profit or loss, using the effective interest rate method.

1.7 Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

Duzi-Umngeni Conservation Trust (NPC)

(Registration number: 2006/006370/08)

Annual Financial Statements for the year ended 29 February 2020

Notes to the Financial Statements

2. Property, plant and equipment

	2020			2019		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Buildings	1 804 895	-	1 804 895	1 804 895	-	1 804 895
Furniture and fixtures	67 614	(50 882)	16 732	67 614	(45 363)	22 251
Motor vehicles	1 010 346	(358 306)	652 040	993 349	(453 877)	539 472
Office equipment	17 276	(10 529)	6 747	17 276	(5 468)	11 808
Computer equipment	186 474	(87 121)	99 353	134 096	(87 380)	46 716
Other assets	78 078	(70 176)	7 902	78 078	(66 053)	12 025
Total	3 164 683	(577 014)	2 587 669	3 095 308	(658 141)	2 437 167

Reconciliation of property, plant and equipment - 2020

	Opening balance	Additions	Depreciation	Closing balance
Buildings	1 804 895	-	-	1 804 895
Furniture and fixtures	22 251	-	(5 519)	16 732
Motor vehicles	539 472	159 998	(47 430)	652 040
Office equipment	11 808	-	(5 061)	6 747
Computer equipment	46 716	93 899	(41 262)	99 353
Other assets	12 025	-	(4 123)	7 902
	2 437 167	253 897	(103 395)	2 587 669

Property, plant and equipment encumbered as security

Refer to note 6 for details of property, plant and equipment encumbered as security for borrowings.

	2020 R	2019 R
3. Inventory		
Clothing	-	29 682
4. Trade and other receivables		
DUCT receivables	8 845 983	775 500
Deposits	7 500	7 500
Event receivables	-	84 482
Project receivables	-	620 493
Staff loans	769	-
	8 854 252	1 487 975

Duzi-Umngeni Conservation Trust (NPC)

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Notes to the Financial Statements

	2020 R	2019 R
5. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Petty cash	1 763	(224)
DUCT account balances	40 901	85 784
Project account balance	2 446 050	1 170 649
	<u>2 488 714</u>	<u>1 256 209</u>
6. Other financial liabilities		
Nedbank Bond	<u>1 081 521</u>	<u>1 163 024</u>
The bond is secured over land and buildings in note 2, repayable in monthly instalments of R 17 789 (2019: R 17 789) and bears interest at 11.75% (2019: 11.75%) per annum.		
Non current portion		
Other financial liabilities	<u>1 081 521</u>	<u>1 081 900</u>
Current portion		
Other financial liabilities	<u>-</u>	<u>81 124</u>
7. Loans from directors		
Director		
D A Still	1 272 064	-
C S Everson	211 501	-
	<u>1 483 565</u>	<u>-</u>
The loans are unsecured, interest free and are repayable with a 12 month notice period.		
8. Trade and other payables		
Donations	502	504
South African Revenue Service - Value Added Tax	475 165	36 437
Trade creditors	1 412 895	950 787
	<u>1 888 562</u>	<u>987 728</u>

Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Notes to the Financial Statements

9. Projects

2020	Project income	Project expenses	Management and admin fees	Net profit	Project funds
Bidvest Richards Bay	193 372	(58 800)	(134 572)	-	1 670 849
Darvill Adopt A River	941 944	(395 823)	(546 121)	-	1 133 129
DEA LUI	7 351 031	(5 533 902)	(1 817 129)	-	811 063
Groen Sebenza	1 744 847	(1 071 998)	(672 849)	-	262 358
IDT	6 645	(6 645)	-	-	-
Mphophomeni Sewers	298 669	(225 431)	(73 238)	-	2 560
MSU SLA	1 664 011	(893 280)	(770 731)	-	658 975
National Lottery	109 464	-	(109 464)	-	-
PID MSU	16 091	(7 520)	(8 571)	-	-
Sandmining	61 800	-	(61 800)	-	-
Ukulinga	75 964	-	(75 964)	-	-
Umkomaas	60 400	-	(60 400)	-	-
Vulindlela	998 861	(403 309)	(595 552)	-	1 675 474
Wildlands	170 902	(100 202)	(70 700)	-	-
WRC Knowledge Sharing	41 400	-	(41 400)	-	-
WRC Upscaling	173 334	(114 899)	(58 435)	-	150 487
A Fowler	-	-	-	-	20 000
African Academy	919	(919)	-	-	725 387
KZN Wetland Forum	-	-	-	-	84 495
Other Projects (completed)	121 282	(116 923)	(4 359)	-	(5 845)
	14 030 936	(8 929 651)	(5 101 285)	-	7 188 932

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Duzi-Umngeni Conservation Trust (NPC)

(Registration number: 2006/006370/08)

Annual Financial Statements for the year ended 29 February 2020

Notes to the Financial Statements

9. Projects (continued)

2019	Project income	Project expenses	Management and admin fees	Net profit	Project funds
National Lottery	85 600	-	(85 600)	-	109 464
WWF MGC	160 930	(111 114)	(49 816)	-	-
Paddle For the Planet	3 597	-	(3 597)	-	-
GEF SPL	11 159	(5 206)	(5 953)	-	-
DEA LUI	5 133 037	(3 899 515)	(1 233 522)	-	732 485
Save Midmar	520 902	(418 104)	(102 798)	-	-
PCB Trash Booms	4 472	-	(4 472)	-	-
MSU SLP	1 513 951	(783 694)	(730 257)	-	79
Hulamin	120 524	(15 872)	(104 652)	-	-
Darvill Adopt A River	874 912	(382 888)	(492 024)	-	75 081
New Pitch	48 481	(41 984)	(6 497)	-	-
WRC	110 961	(76 179)	(34 782)	-	19 473
IDT	1 970 174	(1 818 147)	(152 027)	-	-
Ixopo Dam	30 355	(11 786)	(18 569)	-	-
Mphophomeni Sewers	3 119	(3 119)	-	-	301 229
Wild Trust	76 955	(53 358)	(23 597)	-	-
PID	20 114	(9 400)	(10 714)	-	-
Rock Valley	304 496	(136 101)	(168 395)	-	-
Eco Club Camps	82 221	(63 675)	(18 546)	-	-
Ukulunga	81 090	(59 550)	(21 540)	-	75 964
KN Wetland Forum	-	-	-	-	84 496
A Fowler Clean Up	39 795	(21 298)	(18 497)	-	-
NLB - Richmond	20 090	(20 090)	-	-	-
	11 216 935	(7 931 080)	(3 285 855)	-	1 398 271

10. Provisions

Reconciliation of provisions - 2020

	Opening balance	Additions	Utilised during the year	Reversed during the year	Total
Provisions for employee benefits	347 662	249 800	-	-	597 462
Provision for audit fees	30 000	-	-	-	30 000
	377 662	249 800	-	-	627 462

The audit fee provision represents management's best estimate of the company's liability to have its annual financial statements audited. The provision is expected to be settled within 12 months.

11. Event income

2020	Event Income	Event Expenses	Management & Admin Fees	Net Profit/(loss)	Project Funds
Dusi Canoe Marathon	88 292	(38 531)	(49 761)	-	-
Midmar Mile 2019	(12 642)	-	-	(12 642)	-
Midmar Mile 2020	130 855	(112 892)	(17 963)	-	-
	206 505	(151 423)	(67 724)	(12 642)	-

Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Notes to the Financial Statements

11. Event income (continued)

2019	Event Income	Event Expenses	Management & Admin Fees	Net Profit/(loss)	Project Funds
Dusi Canoe Marathon	85 880	(46 300)	(39 580)	-	-
Midmar Mile	234 309	(92 056)	(180 731)	(38 478)	-
	<u>320 189</u>	<u>(138 356)</u>	<u>(220 311)</u>	<u>(38 478)</u>	<u>-</u>

2020
R

2019
R

12. General income

Donations	14 784	76 819
Funds from event income	55 082	162 261
KNCU levies	74 761	77 000
	<u>144 627</u>	<u>316 080</u>

13. Finance costs

Interest paid	100 116	2 219
Nebank Limited Bond	130 605	139 313
South African Revenue Service	-	1 031
	<u>230 721</u>	<u>142 563</u>

14. Taxation

Taxation has not been provided for as the entity is registered with the South African Revenue Service as a Non Profit Organisation and is therefore, not liable for income tax in terms of section 10(1)(Cn) of the Income Tax Act.

15. Cash used in operations

Profit (loss) before taxation	376 245	(168 175)
Adjustments for:		
Depreciation	103 395	92 959
(Profit) loss on sale of assets	(25 000)	1 477
Interest received	(1 588)	(34 292)
Finance costs	230 721	142 563
Movements in provisions	249 800	29 823
Changes in working capital:		
Inventory	29 682	19 853
Trade and other receivables	(7 366 277)	(885 843)
Trade and other payables	900 834	329 853
	<u>(5 502 188)</u>	<u>(471 782)</u>

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Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Notes to the Financial Statements

2020
R

2019
R

16. Related parties

Relationships

Directors	S J Ndawonde
	K L Oliver
	E J Taylor
	P M Graham
	T R Gorven
	C S Everson
	D A Still
	K J Mahlaba
	Z N Siqalaba

Related party balances and transactions with other related parties

Related party balances

Loan accounts - owing to related parties

D A Still	1 272 064	-
C S Everson	211 501	-

Related party transactions

Management fees paid to related party

E J Taylor	12 000	12 000
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17. Going concern

The financial statements have been prepared on the going concern basis, since the directors have every reason to believe that the company has adequate resources in place to continue in operation for the foreseeable future. The directors do not believe that Covid19 has any material effect on the company's ability to continue as a going concern.

18. Events after the reporting period

The directors have carefully considered the impact of Covid19 on the company. The directors do not believe that Covid19 will have any material consequence to the business of the company. The directors are not aware of any other matter or circumstance arising at the end of the financial period that has a material impact on the financial statements.

Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Detailed Income Statement

	Notes	2020 R	2019 R
Revenue			
Project income	9	14 030 936	11 216 936
General income	12	144 626	316 080
		<u>14 175 562</u>	<u>11 533 016</u>
Cost of sales			
Opening stock		29 682	49 535
Stock write-off		(29 682)	(19 853)
Closing stock		-	(29 682)
		<u>-</u>	<u>-</u>
Other income			
Gains on disposal of assets		25 000	-
Interest received		1 588	34 292
Other income		61 239	13 186
Youth wage subsidy		360 398	312 962
		<u>448 225</u>	<u>360 440</u>
Expenses (Refer to page 24)			
		<u>(14 016 821)</u>	<u>(11 919 068)</u>
Operating profit (loss)		<u>606 966</u>	<u>(25 612)</u>
Finance costs	13	(230 721)	(142 563)
Profit (loss) for the year		<u>376 245</u>	<u>(168 175)</u>



Duzi-Umngeni Conservation Trust (NPC)

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Annual Financial Statements for the year ended 29 February 2020

Detailed Income Statement

	Notes	2020 R	2019 R
Operating expenses			
Accounting fees - current		28 268	30 000
Accounting fees - other services		-	19 749
Advertising		9 047	14 142
Bad debts		-	42 892
Bank charges		25 758	25 930
Computer expenses		53 475	38 500
Consulting fees		338 223	427 260
Depreciation	2	103 395	92 959
Employee costs		2 760 476	2 022 864
Insurance		163 417	143 679
Loss on sale of assets		-	1 477
Meetings		38 116	22 781
Office repairs and maintenance		207 648	39 824
Office running costs		154 233	99 715
Postage		201	768
Printing and stationery		59 829	25 637
Project expenses	9	8 929 649	7 931 081
Shortfall funding		120	139 950
Statutory costs		51 892	38 939
Sundries		27 358	33 523
Telephone and fax		55 084	75 161
Training		14 160	11 200
Travel - local		470 014	276 007
Vehicle maintenance		526 458	365 030
		<u>14 016 821</u>	<u>11 919 068</u>