

Harry Gwala Agri NPC

(Registration number 2016/140997/08)

Annual Financial Statements
for the year ended 28 February 2021

DocuSigned by:

Colenbrander Inc

349B63D396FF44F...

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

General Information

Company registration number	2016/140997/08
Country of incorporation and domicile	South Africa
Nature of business and principal activities	To assist with the education and development of emerging farmers.
Directors	P D Christianson R G Stapylton-Smith J A H Bredin P C Button R J L Bryden (Chairperson) L L Hauff P Z Mkhize R Dandala
Registered office	Myhill Farm Ixopo KwaZulu Natal 3276
Business address	Myhill Farm Ixopo KwaZulu Natal 3276
Postal address	P O Box 88 Ixopo 3276
Bankers	Standard Bank Limited
Tax reference number	9944041160
Preparer	The financial statements were independently compiled by: I S Colenbrander Chartered Accountant (SA)
Level of assurance	These financial statements have been independently reviewed in compliance with the applicable requirements of the Companies Act 71 of 2008.

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

Index

The reports and statements set out below comprise the annual financial statements presented to the shareholders:

	Page
Directors' Responsibilities and Approval	3
Directors' Report	4
Independent Reviewer's Report	5 - 6
Statement of Financial Position	7
Statement of Comprehensive Income	8
Statement of Cash Flows	9
Accounting Policies	10
Notes to the Financial Statements	11 - 12

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

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 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 2022 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 independent reviewer is responsible for independently reviewing and reporting on the company's financial statements. The financial statements have been examined by the company's independent reviewer and their report is presented on pages 5 to 6.

The financial statements set out on pages 8 to 12, which have been prepared on the going concern basis,

and the directors' report on page 4 were approved by the directors on 05 August 2021
and were signed by:



P D Christanson

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

Directors' Report

The directors have pleasure in submitting their report on the financial statements of Harry Gwala Agri NPC for the year ended 28 February 2021.

1. Incorporation

The company was incorporated on 11 April 2016 and obtained its certificate to commence business on the same day.

2. Nature of business

Harry Gwala Agri NPC was incorporated in South Africa with interests in the non-profit industry. The company operates in South Africa.

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

3. 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.

4. Directors

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

Directors

P D Christianson

R G Stapyhton-Smith

J A H Bredin

P C Button

R J L Bryden (Chairperson)

L L Hauff

P Z Mkhize

R Dandala

5. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

6. 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.

7. Review

The financial statements are subject to an independent review and have been reviewed by Colenbrander Incorporated.

8. Independent Accounting Professional

Colenbrander Incorporated will continue in office as the Independent Accounting Professional.



Registered Auditors • Chartered Accountants (SA)

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 Reviewer's Report

To the members of Harry Gwala Agri NPC

We have reviewed the financial statements of Harry Gwala Agri NPC, set out on pages 7 to 12, which comprise the statement of financial position as at 28 February 2021, statement of comprehensive income, statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with the 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.

Independent Reviewer's Responsibility

Our responsibility is to express a conclusion on these financial statements. We conducted our review in accordance with International Standard on Review Engagements (ISRE 2400 (Revised)), Engagements to Review Historical Financial Statements (ISRE 2400 (Revised)). ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The independent reviewer performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects the financial position of Harry Gwala Agri NPC as at 28 February 2021, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

Proprietor: Colenbrander Incorporated | Reg 2000/002149/21

Directors: Steve Colenbrander • Gary Banfield • Genevieve Chubb • Matthew Black • Heather Gouweloos
Richard Lawrence • Ernest Pretorius • Claire van Huyssteen • Rentia Vermaak



Registered Auditors • Chartered Accountants (SA)

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 Reviewer's Report

Other Reports Required by the Companies Act 71 of 2008

The annual financial statements include the Directors' Report as required by the Companies Act 71 of 2008. The directors are responsible for the Directors' Report. Our conclusion on the financial statements does not cover the Directors' Report and we do not express any form of assurance conclusion thereon.

In connection with our independent review of the financial statements, we have read the Directors' Report and, in doing so, considered whether the Directors' Report is materially inconsistent with the financial statements or our knowledge obtained in the independent review, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of the Directors' Report, we will report that fact. We have nothing to report in this regard.

DocuSigned by:

Colenbrander Inc

349B63D396FF44F...

Colenbrander Incorporated

Per: R A Lawrence

Director

Registered Auditors

Chartered Accountants (SA)

Hilton

16 August 2021 | 07:55 SAST

Date: _____

Proprietor: Colenbrander Incorporated | Reg 2000/002149/21

Directors: Steve Colenbrander • Gary Banfield • Genevieve Chubb • Matthew Black • Heather Gouweloos
Richard Lawrence • Ernest Pretorius • Claire van Huyssteen • Rentia Vermaak

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

Statement of Financial Position as at 28 February 2021

	Notes	2021 R	2020 R
Assets			
Current Assets			
Trade and other receivables	2	-	62 392
Cash and cash equivalents	3	243 734	135 028
Total Assets		243 734	197 420
Equity and Liabilities			
Equity			
Retained income		238 732	182 306
Liabilities			
Current Liabilities			
Trade and other payables	4	5 002	15 114
Total Equity and Liabilities		243 734	197 420

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

Statement of Comprehensive Income

	Notes	2021 R	2020 R
Turnover	5	1 227 713	721 293
Operating expenses			
Accounting fees		25 049	38 049
Advertising		-	2 329
Bank charges		4 534	4 755
Computer expenses		14 192	9 894
Employee costs	6	676 289	676 289
Insurance		15 539	19 339
Meeting costs		6 631	4 255
Motor vehicle expenses		4 589	15 356
Printing and stationery		1 029	7 915
Project expenses		45 667	120 953
Student stipend		343 000	291 000
Sundry expenses		698	824
Telephone and fax		1 080	1 435
Travel - local		30 197	49 635
Workmen's Compensation Commissioner		2 793	2 550
		1 171 287	1 244 578
Profit (loss) for the year		56 426	(523 285)

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

Statement of Cash Flows

	Notes	2021 R	2020 R
Cash flows from operating activities			
Cash generated from (used in) operations	8	108 706	(342 360)
Total cash movement for the year		108 706	(342 360)
Cash at the beginning of the year		135 028	477 388
Total cash at end of the year	3	243 734	135 028

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

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.

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 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.

1.3 Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown in current liabilities on the statement of financial position.

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

Notes to the Financial Statements

	2021 R	2020 R
2. Trade and other receivables		
Trade receivables	-	62 392
3. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balances	243 734	135 028
4. Trade and other payables		
Trade payables	5 002	15 114
Trade payables comprises of :		
Provision for accounting services	5 002	2 196
South African Revenue Service - PAYE	-	12 917
	5 002	15 113
5. Turnover		
Donations	1 227 213	721 293
Subscription fees	500	-
	1 227 713	721 293
Donations comprises of:		
Panaar Seed (Pty) Ltd	917 672	-
De Heus (Pty) Ltd	11 160	138 510
Dairy Farmers of South Africa (Pty) Ltd	15 000	60 000
Astral Operations Ltd t/a Meadow Feeds	26 795	125 922
The Community Restoration Charitable Trust	5 000	20 000
P Trimborn Agency CC	80 001	80 000
Link Seed	-	90 000
Individual Farmers	171 585	206 861
	1 227 213	721 293
6. Employee cost		
Employee costs		
Consulting fees	450 000	450 000
Salary - S Firth	71 280	71 280
PAYE & UIF	155 009	155 009
	676 289	676 289
7. Taxation		

In terms of section 10(1) (e) of the Income Tax Act, the company is subject to tax on investment income only, less attributable expense. No provision has been made for 2021 tax as the company has no taxable income.

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2021

Notes to the Financial Statements

	2021 R	2020 R
8. Cash generated from (used in) operations		
Profit (loss) before taxation	56 426	(523 285)
Changes in working capital:		
Trade and other receivables	62 392	179 854
Trade and other payables	(10 112)	1 071
	<u>108 706</u>	<u>(342 360)</u>

9. Related parties

Relationships

P D Christianson	Director
R G Stapylton-Smith	Director
J A H Bredin	Director
P C Button	Director
R J L Bryden	Director
L L Hauff	Director
P Z Mkhize	Director
R Dandala	Director

10. 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 .

11. Events after the reporting period

The directors are not aware of any matter or circumstance arising since the end of the financial year that has a material impact on the financial statements.