

Harry Gwala Agri NPC

(Registration number 2016/140997/08)

Annual Financial Statements
for the year ended 28 February 2022

DocuSigned by:

Colenbrander Inc

349B63D396FF44F...

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

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 P C Button R J L Bryden (Chairperson) L L Hauff P Z Mkhize B D Strachan
Registered office	Myhill Farm Ixopo KwaZulu Natal 3276
Business address	Myhill Farm Ixopo KwaZulu Natal 3276
Postal address	P O Box 88 Ixopo 3276
Tax reference number	9944041160
PAYE reference number	7490799386
SDL reference number	L490799386
UIF reference number	U490799386
Preparer	The financial statements were independently compiled by: E Vermaak 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 2022

Index

The reports and statements set out below comprise the 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 - 14

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

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 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 sets 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.

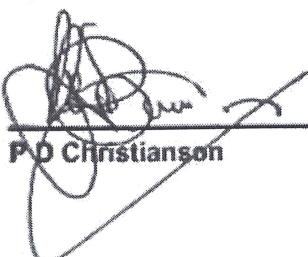
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control 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 2023 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 - 6.

The financial statements set out on pages 7 to 14, which have been prepared on the going concern basis, were

approved by the directors on 25/08/2022 and were signed by:


P.O. Christianson

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

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 2022.

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 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 Stapylton-Smith

J A H Bredin

P C Button

R J L Bryden (Chairperson)

L L Hauff

P Z Mkhize

R Dandala

B D Strachan

Changes

Resigned 15 November 2021

Resigned 15 November 2021

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.

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 Directors of Harry Gwala Agri NPC

We have reviewed the financial statements of Harry Gwala Agri NPC, set out on pages 7 to 14, which comprise the statement of financial position as at 28 February 2022, 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 2022, 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 • Genevieve Chubb • Matthew Black • Heather Gouweloos
Richard Lawrence • Ernest Pretorius • Claire van Huyssteen • Rentia Vermaak

DocuSigned by:

Colenbrander Inc

349B63D396FF4F...



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

31 August 2022 | 08:57 SAST

Date: _____

Proprietor: Colenbrander Incorporated | Reg 2000/002149/21

Directors: Steve Colenbrander • 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 2022

Statement of Financial Position as at 28 February 2022

	Notes	2022 R	2021 R
Assets			
Current Assets			
Cash and cash equivalents	2	227 696	243 734
Total Assets		227 696	243 734
Equity and Liabilities			
Equity			
Retained income		200 886	238 732
Liabilities			
Current Liabilities			
Trade and other payables	3	26 810	5 002
Total Equity and Liabilities		227 696	243 734

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

Statement of Comprehensive Income

	Notes	2022 R	2021 R
Income	4	1 104 230	1 227 713
Operating expenses			
Accounting fees		46 156	25 049
Bank charges		1 896	4 534
Computer expenses		5 711	14 192
Employee costs	5	676 289	676 289
Insurance		14 348	15 539
Meeting costs		1 180	6 631
Motor vehicle expenses		13 000	4 589
Printing and stationery		6 143	1 029
Project expenses	6	335 609	389 365
Telephone and fax		895	1 080
Travel - local		38 951	30 197
Workmen's Compensation Commissioner		1 664	2 793
		1 141 842	1 171 287
Operating (loss) profit		(37 612)	56 426
Finance costs	7	(234)	-
(Loss) profit for the year		(37 846)	56 426

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

Statement of Cash Flows

	Notes	2022 R	2021 R
Cash flows from operating activities			
Cash (used in) generated from operations	9	(15 804)	108 706
Finance costs		(234)	-
Net cash from operating activities		(16 038)	108 706
Total cash movement for the year			
Cash at the beginning of the year		243 734	135 028
Total cash at end of the year	2	227 696	243 734

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

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.

Key sources of estimation uncertainty

Provisions

Provisions are inherently based on assumptions and estimates using the best information available. Additional disclosure of these estimates of provisions are included in note 3 - Trade and other payables.

1.2 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.

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 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.

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

Notes to the Financial Statements

	2022 R	2021 R
2. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balances	<u>227 696</u>	<u>243 734</u>
3. Trade and other payables		
Trade creditors - Colenbrander Incorporated	6 695	-
Accrual for Workmen's Compensation	1 898	-
Accrual for PAYE / UIF	12 917	-
Provision for accounting fees	5 300	5 002
	<u>26 810</u>	<u>5 002</u>

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

Notes to the Financial Statements

	2022 R	2021 R
4. Income		
Donations	1 104 230	1 227 213
Subscription fees	-	500
	1 104 230	1 227 713
Donations comprise of:		
A McDougall	3 600	-
Astral Operations	125 185	26 795
BM Enterprises	300	-
Braecroft Timbers (Pty) Ltd	150 000	-
Bryden Farming (Pty) Ltd	47 180	-
Creighton Cheese (Pty) Ltd	1 000	-
D K J Farming (Pty) Ltd	6 000	-
D M English	3 600	-
Dairy Farmers of South Africa (Pty) Ltd	140 000	15 000
De Heus (Pty) Ltd	77 288	11 160
Express Petroleum (Pty) Ltd	10 000	-
Fairhaven Trading Trust	3 000	-
G L Bryden	300	-
Goodhope Land Trust	6 000	-
I Allwood	3 600	-
I W Gerrard	3 600	-
Individual Farmers	-	171 585
Ixopo Contractors (Pty) Ltd	5 000	-
J A H Bredin	11 000	-
L G Lettenga and Sons CC	6 000	-
Malowe CC	6 000	-
Moberly Farming (Pty) Ltd	2 000	-
Olivar Dairy CC	6 000	-
P D Hauff and Son	33 084	-
P J Adam	3 600	-
PTA Petroleum (Pty) Ltd	100 000	80 001
Pannar Seed (Pty) Ltd	216 000	917 672
Rooiklip Farming	3 300	-
Rydal Farms Trust	12 000	-
S D Pooler	4 000	-
Salt Springs Farming (Pty) Ltd	19 738	-
Simpson and Son Farming (Pty) Ltd	3 000	-
Stapylton-Smith Farming CC	27 355	-
Sunnyside Farming Trust	6 000	-
The Community Restoration Charitable Trust	55 000	5 000
Utopia Farm	4 500	-
	1 104 230	1 227 213

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

Notes to the Financial Statements

	2022 R	2021 R
5. Employee costs		
Consulting fees - D Weyer	450 000	450 000
Salary - S Firth	71 280	71 280
PAYE & UIF	155 009	155 009
	676 289	676 289
6. Project expenses		
CHEP	16 332	-
General project expenses	22 630	3 246
Mpithini	(5 355)	6 278
Pannar - Student Stipend	289 252	343 698
Starter Pack Project	12 750	-
Standard Bank Limited	-	36 143
	335 609	389 365
7. Finance costs		
Workmen's Compensation Commissioner	234	-
8. Taxation		
<p>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 2022 tax as the company has no taxable income.</p>		
9. Cash (used in) generated from operations		
(Loss) profit before taxation	(37 846)	56 426
Adjustments for:		
Finance costs	234	-
Changes in working capital:		
Trade and other receivables	-	62 392
Trade and other payables	21 808	(10 112)
	(15 804)	108 706

Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2022

Notes to the Financial Statements

	2022 R	2021 R
10. Related parties		
Director:	J A H Bredin (Resigned)	
Common director/ owner:	Bryden Farming (Pty) Ltd P D Hauff and Son Stapylton-Smith Farming CC	
Donations received from related parties:		
J A H Bredin	11 000	-
Bryden Farming (Pty) Ltd	47 180	-
P D Hauff and Son	33 084	-
Stapylton-Smith Farming CC	27 355	-
	118 619	-

11. 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.

12. 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.