

## **Harry Gwala Agri NPC**

(Registration number 2016/140997/08)

Annual Financial Statements  
for the year ended 28 February 2023

DocuSigned by:

*Colenbrander Inc*

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## Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

### General Information

<b>Company registration number</b>	2016/140997/08
<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	To assist with the education and development of emerging farmers.
<b>Directors</b>	P D Christianson R G Stapylton-Smith (Chairperson) P C Button R J L Bryden L L Hauff P Z Mkhize B D Strachan D S Hutton
<b>Registered office</b>	Myhill Farm Ixopo KwaZulu Natal 3276
<b>Business address</b>	Myhill Farm Ixopo KwaZulu Natal 3276
<b>Postal address</b>	P O Box 88 Ixopo 3276
<b>Bankers</b>	Standard Bank Limited
<b>Taxation reference number</b>	9944041160
<b>PAYE reference number</b>	7490799386
<b>SDL reference number</b>	L490799386
<b>UIF reference number</b>	U490799386
<b>Preparer</b>	The financial statements were independently compiled by: E Vermaak Chartered Accountant (SA)
<b>Level of assurance</b>	These financial statements have been independently reviewed in compliance with the applicable requirements of the Companies Act of South Africa.

# Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

## Index

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

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## Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

### Directors' Responsibilities and Approval

The directors are required by the Companies Act of South Africa, 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.

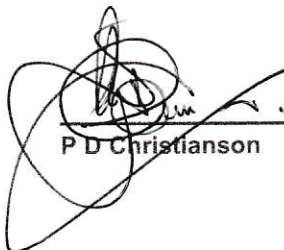
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control 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 29 February 2024 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 page 5 to 6.

The financial statements set out on pages 7 to 15, which have been prepared on the going concern basis, and the

directors' report on page 4, were approved by the directors on 05/06/2023 and were signed on its behalf by:

  
P D Christianson

# Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

## 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 2023.

### 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 of South Africa. 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:

Names	Change
P D Christianson	
R G Stapylton-Smith (Chairperson)	
P C Button	
R J L Bryden	
L L Hauff	
P Z Mkhize	
B D Strachan	
D S Hutton	Appointed 02 March 2022

### 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 to the company.

## 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 15, which comprise the statement of financial position as at 28 February 2023 and the statement of comprehensive income and 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 of South Africa, 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 the 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 2023, 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 of South Africa.

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

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Registered Auditors ● Chartered Accountants (SA)

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Tax Practitioners No: PR - 0007575

Practice No: 964107

## Independent Reviewer's Report

### Other Reports Required by the Companies Act of South Africa

The annual financial statements include the Directors' Report as required by the Companies Act of South Africa. 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*

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**Colenbrander Incorporated**

**Per: R A Lawrence**

**Director**

**Registered Auditors**

**Chartered Accountants (SA)**

**Hilton**

**Date:** 09 June 2023 | 09:13 SAST

**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 2023

**Statement of Financial Position as at 28 February 2023**

	Notes	2023 R	2022 R
<b>Assets</b>			
<b>Current Assets</b>			
Trade and other receivables	2	2 244	-
Cash and cash equivalents	3	567 245	227 696
		<u>569 489</u>	<u>227 696</u>
<b>Total Assets</b>		<u>569 489</u>	<u>227 696</u>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Retained income		<u>569 489</u>	<u>200 886</u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	4	-	26 810
<b>Total Equity and Liabilities</b>		<u>569 489</u>	<u>227 696</u>



## Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

### Statement of Comprehensive Income

	Notes	2023 R	2022 R
<b>Income</b>	5	<b>2 141 844</b>	<b>1 104 230</b>
<b>Operating expenses</b>			
Accounting fees		30 526	46 156
Bank charges		2 169	1 896
Computer expenses		1 539	5 711
Employee costs	6	677 231	676 289
Entertainment expenses		252	-
General expenses		1 620	-
Insurance		15 663	14 348
Meeting costs		4 121	1 180
Motor vehicle expenses		8 999	13 000
Printing and stationery		4 431	6 143
Project expenses	7	995 508	335 609
Telephone and fax		1 007	895
Travel - local		25 177	38 951
Workmen's Compensation Commissioner		3 629	1 664
		<b>1 771 872</b>	<b>1 141 842</b>
<b>Operating profit (loss)</b>		<b>369 972</b>	<b>(37 612)</b>
Finance costs	8	(1 369)	(234)
<b>Profit (loss) for the year</b>		<b>368 603</b>	<b>(37 846)</b>
Other comprehensive income		-	-
<b>Total comprehensive income (loss) for the year</b>		<b>368 603</b>	<b>(37 846)</b>

**Harry Gwala Agri NPC**

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

**Statement of Cash Flows**

	Notes	2023 R	2022 R
<b>Cash flows from operating activities</b>			
Cash generated from (used in) operations	10	340 918	(15 804)
Finance costs		(1 369)	(234)
<b>Net cash from operating activities</b>		<b>339 549</b>	<b>(16 038)</b>
<b>Total cash movement for the year</b>			
Cash and cash equivalents at the beginning of the year		227 696	243 734
<b>Total cash at end of the year</b>	3	<b>567 245</b>	<b>227 696</b>

# Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

## 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 of South Africa. The financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs, 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 are required to make critical judgements in applying accounting policies from time to time. The judgements, apart from those involving estimations, that have the most significant effect on the amounts recognised in the financial statements, are outlined as follows:

##### 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 4 - 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 presented as 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. They 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.

## Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

### Accounting Policies

#### 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.

#### 1.5 Revenue

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, after sales taxes and discounts.

#### 1.6 Borrowing costs

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

**Harry Gwala Agri NPC**

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

**Notes to the Financial Statements**

	<b>2023</b> <b>R</b>	<b>2022</b> <b>R</b>
<b>2. Trade and other receivables</b>		
South African Revenue Service - PAYE/UIF	<u>2 244</u>	<u>-</u>
<b>3. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Bank balances	<u>567 245</u>	<u>227 696</u>
<b>4. Trade and other payables</b>		
Accrual for PAYE/UIF	-	12 917
Trade creditors - Colenbrander Incorporated	-	6 695
Accrual for Workmen's Compensation	-	1 898
Accrual for accounting fees	-	5 300
	<u>-</u>	<u>26 810</u>

## Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

### Notes to the Financial Statements

	2023 R	2022 R
<b>5. Income</b>		
Donations	2 141 844	1 104 230
<b>Donations comprise of:</b>		
A McDougall	3 600	3 600
Astral Operations	128 388	125 185
B Cooper	100	-
BM Enterprises	-	300
Braecroft Timbers (Pty) Ltd	-	150 000
Bryden Farming (Pty) Ltd	64 500	47 180
Creighton Cheese (Pty) Ltd	30 000	1 000
D K J Farming (Pty) Ltd	6 000	6 000
D M English	3 600	3 600
Dairy Farmers of South Africa (Pty) Ltd	195 000	140 000
De Heus (Pty) Ltd	82 230	77 288
Express Petroleum (Pty) Ltd	-	10 000
Fairhaven Trading Trust	4 000	3 000
Fox Otto Property Investment	14 000	-
G L Bryden	2 100	300
G T Robinson	7 200	-
Geyser's Fertilizer and Lime - In kind	17 145	-
Glenhope Land Trust	6 000	6 000
I Allwood	3 600	3 600
I W Gerrard	3 600	3 600
Ixopo Contractors (Pty) Ltd	-	5 000
Ixopo Farmers Association	20 000	-
J A H Bredin	12 000	11 000
Johnson Soil Augers - In kind	1 248	-
L G Lettenga and Sons CC	6 000	6 000
Limagrain	15 000	-
Malowe CC	6 000	6 000
Moberly Farming (Pty) Ltd	5 500	2 000
Mount Fifty	30 000	-
Olivar Dairy CC	5 500	6 000
P D Hauff and Son	-	33 084
P J Adam	3 600	3 600
PTA Petroleum (Pty) Ltd	-	100 000
Pannar Seed (Pty) Ltd	761 000	216 000
Pannar Seed (Pty) Ltd - In kind	541 133	-
Rooiklip Farming	3 600	3 300
Rydal Farms Trust	-	12 000
S D Pooler	4 500	4 000
Salt Springs Farming (Pty) Ltd	-	19 738
Simpson and Son Farming (Pty) Ltd	3 600	3 000
Stapylton-Smith Farming CC	60 000	27 355
Summer Crest Trading	17 500	-
Sunnyside Farming Trust	6 000	6 000
The Community Restoration Charitable Trust	60 000	55 000
Underberg Dairy	5 600	-
Utopia Farm	3 000	4 500
	<b>2 141 844</b>	<b>1 104 230</b>

## Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

### Notes to the Financial Statements

	2023 R	2022 R
<b>6. Employee costs</b>		
Consulting fees - D Weyer	450 000	450 000
Salary - M Weyer	75 280	71 280
PAYE & UIF	151 951	155 009
	<b>677 231</b>	<b>676 289</b>
<b>7. Project expenses</b>		
CHEP	29 470	16 332
General project expenses	560 784	22 630
Mpithini	1 060	(5 355)
Pannar - Student Stipend	404 194	289 252
Starter Pack Project	-	12 750
	<b>995 508</b>	<b>335 609</b>
<b>8. Finance costs</b>		
Workmen's Compensation Commissioner	-	234
South African Revenue Service	1 369	-
	<b>1 369</b>	<b>234</b>
<b>9. Taxation</b>		
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.		
<b>10. Cash generated from (used in) operations</b>		
Net profit (loss) before taxation	368 603	(37 847)
Finance costs	1 369	235
<b>Changes in working capital:</b>		
(Increase) decrease in trade and other receivables	(2 244)	-
Trade and other payables	(26 810)	21 808
	<b>340 918</b>	<b>(15 804)</b>

## Harry Gwala Agri NPC

(Registration number: 2016/140997/08)

Annual Financial Statements for the year ended 28 February 2023

### Notes to the Financial Statements

	2023 R	2022 R
<b>11. Related parties</b>		
Common director/ owner:		
		Bryden Farming (Pty) Ltd
		D K J Farming (Pty) Ltd
		Malowe CC
		P D Hauff and Son
		Rydal Farms Trust
		Stapylton-Smith Farming CC
<b>Donations received from related parties:</b>		
Bryden Farming (Pty) Ltd	64 500	47 180
P D Hauff and Son	-	33 084
Stapylton-Smith Farming CC	60 000	27 355
D K J Farming (Pty) Ltd	6 000	-
Malowe CC	6 000	-
Rydal Farms Trust	-	12 000
	<b>136 500</b>	<b>119 619</b>

### 12. 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.

### 13. 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.