

Zwartkops Conservancy
(Registration number: NPO 102-935 / PBO 930029083)
Annual Financial Statements
for the year ended 28 February 2025

Zwartkops Conservancy

(Registration number: NPO 102-935 / PBO 930029083)

Annual Financial Statements for the year ended 28 February 2025

General Information

Nature of the business and principal activities

Conservation Society

Management

Mr FH Collier (Chairman)

Mr AN Rump (Hon. Secretary)

Registered office

128 Amsterdamhoek Road

Amsterdamhoek

Port Elizabeth

6210

Business address

128 Amsterdamhoek

Amsterdamhoek

Port Elizabeth

6212

Postal address

8 Edinburgh Drive

Amsterdamhoek

6210

Bankers

Investec

Accounting Officer

PW Harvey and Co (Pty) Ltd

PO Box 5675

Walmer

6065

Company registration number

NPO 102-935 / PBO no: 930029083

Income tax registration number

992643164

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

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A T SMITH AND ASSOCIATES INC

Chartered Accountants (S.A)
Registered Auditors

Practice number: 902116

Reg.No: 2005/042801/21

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Newton Park
Port Elizabeth
6055

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Newton Park
Port Elizabeth, 6045

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ZWARTKOPS CONSERVANCY

Opinion

We have audited the financial statements of ZWARTKOPS CONSERVANCY set out on pages 5 to 13, which comprise the statement of financial position as at 28 February 2025, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and the notes, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of ZWARTKOPS CONSERVANCY at 28 February 2025, and its financial performance and cash flows for the year then ended in accordance with the accounting policies applied by the Association as disclosed in note 1 the the annual financial statements.

Basis for Qualified Opinion

Gifts and donations and membership fees are a significant source of fundraising revenue for the Zwartkops Conservancy. The Committee has determined that it is impracticable to establish controls over the collection of gifts and donations and membership fees prior to the initial entry into its financial records. We are therefore unable to confirm whether all gifts and donations and membership fees were recorded.

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 association in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Committee's responsibility for the financial statements

The association's committee are responsible for the preparation and fair presentation of the financial statements in accordance with the accounting policies applied by the association as disclosed in note 1 to the annual financial statements, and for such internal control as the determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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 ISAs 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 ISAs, 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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the association's committee.
- Conclude on the appropriateness of the association's 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 association'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 association 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.

We communicate with the committee 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.



A T Smith and Associates Incorporated

Andrew T Smith

Director

Registered Auditor

Monday, 20 October 2025

Zwartkops Conservancy

(Registration number: NPO 102-935 / PBO 930029083)

Annual Financial Statements for the year ended 28 February 2025

Management's Responsibilities and Approval

Management is required by the Non-profit Organisations Act (No 71 of 1997), to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is his responsibility to ensure that the annual financial statements fairly present the state of affairs of the company as at the end of the financial year and the result of its operations and cash flows for the period then ended, in conformity with International Financial Reporting Standard for Small and Medium sized-Entities.

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

The director acknowledge that he is 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 director's to meet his responsibilities, the director 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 director is 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 annual financial statements. However, any system of internal control can provide only reasonable, and not absolute, assurance against misstatement or loss.

The director has reviewed the company's cash flow forecast for the year to 28 February 2026 and, in light of this review and the current financial position, he is satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The annual financial statements set out on pages 7 to 17, which have been prepared on the going concern basis, is approved by the director and signed by him:

Frank Collier

Mr FH Collier (Chairman)

Q.N. [Signature]

Mr AN Rump (Hon. Secretary)

2025-10-29

Date

29/10/2025

Date

Zwartkops Conservancy

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Annual Financial Statements for the year ended 28 February 2025

Managements' Report

1. Review of activities

Main business and operations

The company is engaged in conservation and education and operates in South Africa.

The operating results and state of the affairs of the company are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that the funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent operations and commitments will occur in the ordinary course of business.

3. Events after the reporting period

Management is not aware of any matter or circumstance arising since the end of the financial year and the date of this report that would require adjustments to the annual financial statements.

4. Management

The management of the company during the year and to the date of this report is as follows:

FH Collier (Chairman)
AN Rump (Hon. Secretary)

5. Practitioner

PW Harvey & Co (Pty) Ltd will continue in office in accordance with section 90 of the Companies Act of South Africa.

Zwartkops Conservancy

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Annual Financial Statements for the year ended 28 February 2025

Statement of Financial Position

	Note(s)	2025 R	2024 R
Assets			
Non current assets			
Property, plant and equipment	2.	520,171	680,551
Current assets			
Inventories	3.	707,954	1,137,666
Trade and other receivables	4.	1,939	1,179
Cash and cash equivalents	5.	32,532	109,910
		673,483	1,026,577
Total assets		<u>1,228,124</u>	<u>1,818,217</u>
Equity and liabilities			
Equity			
Retained income		1,151,295	1,294,335
		<u>1,151,295</u>	<u>1,294,335</u>
Project Funds			
Special funding grants		57,868	498,026
Special Bequest Funds	6.	51,468	491,626
	7.	6,400	6,400
Current liabilities			
Trade and other payables	8.	18,961	25,856
Total capital and liabilities		<u>1,228,124</u>	<u>1,818,217</u>

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Annual Financial Statements for the year ended 28 February 2025

Statement of Comprehensive Income

	Note(s)	2025 R	2024 R
Revenue	9.	1,014,728	1,986,007
Sales		1,014,728	1,986,007
Gross profit		1,014,728	1,986,007
Other income		53,796	68,798
Insurance claim		2,065	-
Interest received	10.	51,731	68,798
Total income		1,068,524	2,054,805
Operating expenses		1,211,565	1,032,594
(Loss)/profit before taxation		(143,041)	1,022,211
Taxation		-	-
(Loss)/profit for the year		(143,041)	1,022,211

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Statement of Comprehensive Income (continued)

	Note(s)	2025 R	2024 R
Operating expenses		1,211,565	1,032,594
Accounting fees	11.	27,500	29,000
AGM printing and function costs		4,131	5,216
Audit fees		8,977	8,970
Advertising and promotions		852	1,953
Bad debts written off		3,920	3,660
Bank charges		4,039	4,500
Computer expenses		10,227	8,678
Depreciation	2.	160,380	65,549
Enviromental management costs		241,958	175,720
Enviromental manager		50,900	132,747
Enviro club		31,114	11,935
Health and welfare costs		1,576	896
Insurance		48,073	32,309
Masifundisane education costs		204,706	231,738
Printing and stationery		23,576	9,299
Motor expenses		68,356	100,490
Rent		75,357	-
Boat expenses		13,712	42,655
River - cleaning		225,722	160,935
Sundry expenses		5,491	5,344
Telephone expenses		1,000	1,000

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Statement of Changes in Equity

	Share capital R	Retained income R	Total equity R
Balance at 1 March 2023	-	272,124	272,124
Profit for the year		1,022,211	1,022,211
Total changes	-	1,022,211	1,022,211
Balance at 1 March 2024	-	1,294,335	1,294,335
Profit for the year	-	(143,041)	(143,041)
Total changes	-	(143,041)	(143,041)
Balance at 28 February 2025	-	1,151,295	1,151,295

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Statement of Cash Flows

	Note(s)	2025 R	2024 R
Cash flows from operating activities			
Cash received from customers		1,092,107	1,288,575
Cash paid to suppliers and employees		(1,056,774)	(603,876)
Cash (utilised in) / generated from operations	12.	35,333	684,699
Interest received	10.	51,731	68,798
Net cash from operating activities		87,063	753,497
Cash flows from investing activities			
Purchase of property, plant and equipment	2.	-	(734,997)
To maintain operating capacity		-	257,451
Net cash from investing activities		-	(477,546)
Cash flows from financing activities			
Net movement in funding		(440,157)	(537,689)
Net cash from financing activities		(440,157)	(537,689)
Total cash movement for the year		(353,094)	(261,738)
Cash and cash equivalents at the beginning of the year		1,026,577	1,288,315
Cash and cash equivalents at the end of the year	5.	673,483	1,026,577

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Annual Financial Statements for the year ended 28 February 2025

Accounting Policies

1. Presentation of Financial Statements

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 Non-Profit Organisations Act (No.71 of 1997). 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

In preparing the financial statements, management is required to make estimates and assumptions that affect the amounts represented in the financial statements and related disclosures. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates which may be material to the financial statements. Significant judgements include:

Financial assets measured at cost and amortised cost

The company assesses its financial assets measured at cost and amortised cost for impairment at each balance sheet date. In determining whether an impairment loss should be recorded in the income statement, the close corporation makes judgements as to whether there is observable data indicating a measurable decrease in the estimated future cash flows from a financial asset.

The impairment for financial assets measured at cost and amortised cost is calculated on a portfolio basis, based on historical loss ratios, adjusted for national and industry-specific economic conditions and other indicators present at the reporting date that correlate with defaults on the portfolio. These annual loss ratios are applied to loan balances in the portfolio and scaled to the estimated loss emergence period.

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Accounting Policies (continued)

1.2 Property, plant and equipment

Costs include 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 carried at cost less accumulated depreciation and any impairment losses.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, which is as follows:

Item	Average useful life
Radios and communication	10 years
IT equipment	3 years
Motor vehicle	4 years
Other equipment	5 years

The residual value, depreciation method and the useful life of each asset are reviewed at each financial period-end.

Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately.

1.3 Financial instruments

Financial instruments at amortised cost

Financial instruments may be designated to be measured at amortised cost less any impairment using the effective interest method. These include trade and other receivables, loans and trade and other payables. At the end of each reporting period, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If so, an impairment loss is recognised.

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably are measured at cost less impairment. This includes equity instruments held in unlisted investments.

Financial instruments at fair value

All other financial instruments are measured at fair value through profit and loss.

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Annual Financial Statements for the year ended 28 February 2025

Accounting Policies (continued)

1.4 Tax

Tax expenses

The organisation's receipts and accruals resulting from any 'public benefit activity' are exempt from normal tax in terms of section 10(1)(cN) of the Income Tax Act.

1.5 Inventories

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

1.5 Revenue

it is probable that the economic benefits associated with the transaction will flow to the company;
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue is measured at the fair value of the consideration received or receivable and represents the amounts receivable for goods and services provided in the normal course of business, net of trade discounts and volume rebates, and value added tax.

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

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Annual Financial Statements for the year ended 28 February 2025

Notes to the Annual Financial Statements

	2025	2024
	R	R

2. Property, plant and equipment

	2025			2024		
	Cost / Valuation	Accumulated depreciation	Carrying value	Cost / Valuation	Accumulated depreciation	Carrying value
Radios and communication	100,135	(95,198)	4,936	100,135	(92,115)	8,020
IT equipment	16,075	(8,179)	7,896	16,075	(2,821)	13,254
Motor vehicle	461,471	(138,442)	323,029	461,471	(23,074)	438,397
Other equipment	257,450	(73,141)	184,309	257,450	(36,571)	220,879
Total	835,131	(314,960)	520,171	835,131	(154,580)	680,551

Reconciliation of property, plant and equipment - 2025

	Opening balance	Additions	Disposals	Depreciation	Total
Plant and equipment	8,020	-	-	(3,083)	4,937
IT equipment	13,254	-	-	(5,358)	7,896
Motor vehicle	438,397	-	-	(115,368)	323,029
Other equipment	220,879	-	-	(36,571)	184,309
Total	680,550	-	-	(160,380)	520,171

Reconciliation of property, plant and equipment - 2024

	Opening balance	Additions	Disposals	Depreciation	Total
Plant and equipment	11,104	-	-	(3,084)	8,020
IT equipment		16,075	-	(2,821)	13,254
Motor vehicle		461,471	-	(23,074)	438,397
Other equipment		257,450	-	(36,571)	220,879
Total	11,104	734,997	-	(65,550)	680,551

3. Inventories

Wall calanders	1,939	1,179
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4. Trade and other Receivables

Trade receivables	20,532	104,910
Prepayments / Deferred Expenses	-	5,000
Deposits paid	12,000	-
	32,532	109,910

5. Cash and cash equivalents

Petty cash	1,445	3,000
Current account	73,456	245,725
Funds on call	598,583	777,852
	673,483	1,026,577

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Annual Financial Statements for the year ended 28 February 2025

Notes to the Annual Financial Statements (continued)

	2025 R	2024 R
6. Special funding grants		
NMB municipality		
Balance brought forward	11,729	-
Amount of grant received	279,345	764,286
Less expenditure to date		
Litter collection and clean up	(130,480)	(459,135)
Education	(71,563)	(232,491)
Workshops	(3,014)	(17,793)
Enviro club	(34,550)	(43,138)
Balance carried forward	51,468	11,729
Ezethu developent trust project		
Balance brought forward	448,666	501,295
Amount of grant received	400,000	-
Less expenditure to date		
Contractors and other related costs	(848,666)	(52,629)
Balance carried forward	-	448,666
Litter trap project		
Balance brought forward	31,231	76,000
Less expenditure to date		
Related expenditure	-	(44,769)
Unspent funds donated	(31,231)	-
Balance carried forward	-	31,231
Total special funding grants	51,468	491,626
7. Special Bequest Funds		
Bequest holding account		
Balance brought forward	6,400	6,400
Less expenditure to date		
Related expenditure	-	-
Balance carried forward	6,400	6,400
8. Trade and other payables		
Trade payables	11,139	23,603
SARS payables	2,823	2,253
Deposits received	5,000	-
	18,961	25,856

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Notes to the Annual Financial Statements (continued)

	2025 R	2024 R
9. Revenue		
Donations received	642,432	995,929
Membership fees	180	9,580
Sundry income-administration fee	1,800	1,150
Rental income	25,000	-
Ezethu trust - sponsorship	-	473,000
Grant in aid - municipal grant	239,606	440,291
Clean Up - Other Donations	94,758	62,728
Buy Back	1,326	930
Field guide & plant sales	754	-
Calendar sales	8,873	2,399
	<u>1,014,728</u>	<u>1,986,007</u>
10. Interest received		
Bank	<u>51,731</u>	<u>68,798</u>
11. Accounting officer's remuneration		
Fees	<u>27,500</u>	<u>29,000</u>
12. Cash generated from / (utilised in) operations		
Profit before taxation	(143,041)	1,022,211
Adjustments for:		
Depreciation	160,380	65,549
Donation in kind boat and trailer	-	(257,450)
Interest received	(51,731)	(68,798)
Finance costs		
Movement in provisions		
Dividends received		
Changes in working capital:		
Movement in inventories	(760)	1,611
Trade and other receivables	77,378	(80,578)
Trade and other payables	(6,895)	2,154
	<u>35,333</u>	<u>684,699</u>