

VUKUKHANYE

(Registration Number 017-325 NPO)

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2025

Vukukhanye

(Registration Number 017-325 NPO)

Annual Financial Statements for the year ended 28 February 2025

General Information

Country of Incorporation and Domicile	South Africa
Registration Number	017-325 NPO
Nature of Business and Principal Activities	The organisation contributes to the holistic transformation of historically disadvantaged communities in South Africa.
Management committee	Brad Leech (Chairman and Treasurer) Michael van der Meulen (Deputy Chairman) Tim Maxwell Phumlani Ntanz Anthony van der Meulen (Secretary) Sandy Watt
Registered Office	3 Royston Road Westville Durban 3629
Business Address	3 Royston Road Westville Durban 3629
Bankers	Standard Bank
Level of Assurance	These financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa.
Auditors	Baker Tilly Morrison Murray Registered Auditors Chartered Accountants (SA)
Preparer	Sayeshnie Chetty Professional Accountant (SA)

Vukukhanye

(Registration Number 017-325 NPO)

Annual Financial Statements for the year ended 28 February 2025

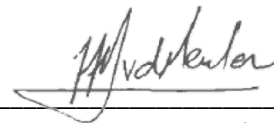
Index

	Page
General Information	1
Independent Auditor's Report	3 - 5
Statement of Financial Position	6
Statement of Comprehensive Income	7
Statement of Changes in Equity	8
Accounting Policies	9 - 10
Notes to the Financial Statements	11 - 12
The supplementary information presented does not form part of the Financial Statements and is unaudited:	
Detailed Income Statement	13

The financial statements set out on pages 6 to 12, and the supplementary information set out on page 13 which have been prepared on the going concern basis, were approved by the management committee and were signed on 23/02/2026 on their behalf by:



Brad Leech (Chairman and Treasurer)



Michael van der Meulen (Deputy Chairman)

Independent Auditor's Report

To the Members of Vukukhanye

Qualified opinion

We have audited the financial statements of Vukukhanye (the organisation) set out on pages 6 to 12, which comprise the statement of financial position as at 28 February 2025, the statement of comprehensive income, the statement of changes in equity for the year then ended, and the notes to the annual financial statements, including a summary of accounting policies.

In our opinion, except for the possible effect of the matter described in the basis for the qualified opinion section of our report, the financial statements present fairly, in all material respects, the financial position of Vukukhanye as at 28 February 2025, in accordance with the basis of accounting described in Note 1 to the financial statements.

Basis for Opinion

In common with similar organisations, it is not feasible for the association to institute accounting controls over cash collections prior to the initial entry of collections in the accounting records. Accordingly, it was impractical for us to extend our examination beyond the funds actually recorded.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the organisation 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 corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Our opinion 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.

Independent Auditor's Report

Emphasis of Matter – Basis of Accounting

We draw attention to note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the association's own accounting policies to satisfy the financial information needs of the association's members. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the directors for the Financial Statements

The members are responsible for the preparation and fair presentation of the financial statements in accordance with the basis of accounting described in Note 1 to the annual financial statements and, for determining that the basis of preparation is acceptable in the circumstance and for such internal control as the members determine is necessary to enable the preparation of annual financial statements 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 has no realistic alternative but to do so.

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 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 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.

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.

Baker Tilly Morrison Murray

**Partner: O Chetty CA(SA)
Registered Auditor**

Date: 03 March 2026

**20 Westville Road
Westville
3629**

Vukukhanye

(Registration Number 017-325 NPO)

Financial Statements for the year ended 28 February 2025

Statement of Financial Position

Figures in R

Notes

2025

2024

Assets

Non-current assets

Property, plant and equipment	3	-	1,130,000
-------------------------------	---	---	-----------

Current assets

Trade and other receivables	4	-	5,360
-----------------------------	---	---	-------

Cash and cash equivalents	5	934,066	31,624
---------------------------	---	---------	--------

Total current assets		934,066	36,984
-----------------------------	--	----------------	---------------

Total assets

		934,066	1,166,984
--	--	----------------	------------------

Equity and liabilities

Equity

Accumulated surplus		914,118	1,044,287
---------------------	--	---------	-----------

Liabilities

Current liabilities

Trade and other payables	6	19,948	122,697
--------------------------	---	--------	---------

Total equity and liabilities

		934,066	1,166,984
--	--	----------------	------------------

Vukukhanye

(Registration Number 017-325 NPO)

Financial Statements for the year ended 28 February 2025

Statement of Comprehensive Income

Figures in R	Notes	2025	2024
Revenue		981,326	836,784
Other income		85,619	18,440
Operating expenses		(1,438,596)	(1,014,006)
Other gains and (losses)	7	177,612	6,800
Deficit from operating activities		(194,039)	(151,982)
Finance income	8	65,684	671
Finance costs	9	(1,814)	(1,992)
Deficit for the year		(130,169)	(153,303)

Vukukhanye

(Registration Number 017-325 NPO)

Financial Statements for the year ended 28 February 2025

Statement of Changes in Equity

Figures in R	Accumulated surplus	Total
Balance at 1 March 2023	1,197,590	1,197,590
Deficit for the year	(153,303)	(153,303)
Other comprehensive income	-	-
Balance at 29 February 2024	1,044,287	1,044,287
Balance at 1 March 2024	1,044,287	1,044,287
Deficit for the year	(130,169)	(130,169)
Other comprehensive income	-	-
Balance at 28 February 2025	914,118	914,118

Vukukhanye

(Registration Number 017-325 NPO)

Financial Statements for the year ended 28 February 2025

Accounting Policies

1. General information

Vukukhanye ('the organisation') contributes to the holistic transformation of historically disadvantaged communities in South Africa.

2. Basis of preparation and summary of significant accounting policies

The financial statements of Vukukhanye have been prepared on a going concern basis in accordance with the accounting policies as set out below. They are presented in South African Rand.

The principal accounting policies applied in the preparation of these annual financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Property, plant and equipment

Property, plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management committee.

The organisation adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the organisation. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to surplus or deficit during the period in which they are incurred.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method. The estimated useful lives range as follows:

Asset class	Useful life / depreciation rate
Office equipment	5 years / Straight line
Computer equipment	3 years / Straight line
Equipment	5 years / Straight line
Security	6 years / Straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other gains / (losses)' in the statement of comprehensive income.

2.2 Financial instruments

Trade and other receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the organisation will not be able to collect all amounts due according to the original terms of the receivables.

Vukukhanye

(Registration Number 017-325 NPO)

Financial Statements for the year ended 28 February 2025

Accounting Policies

Basis of preparation and summary of significant accounting policies continued...

Trade and other receivables are classified as debt instruments and loan commitments at amortised cost.

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.

Trade and other payables

Trade payables are obligations on the basis of normal credit terms and do not bear interest.

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

2.3 Leases

Definition

A lease is an agreement whereby the lessor conveys to the lessee in return for a payment or series of payments the right to use an asset for an agreed period of time. A finance lease is a lease that transfers substantially all the risks and rewards incidental to ownership of an asset. Title may or may not eventually be transferred. An operating lease is a lease other than a finance lease.

Classification

A lease is classified as a finance lease when it transfers substantially all the risks and rewards incidental to ownership. A lease is classified as an operating lease when it does not transfer substantially all the risks and rewards incidental to ownership.

Finance leases as lessee

At the commencement of the lease term, finance leases are recognised as assets and liabilities in the statements of financial position at the lower of the fair value of the leased property or the present value of the minimum lease payments, each determined at the inception of the lease. The discount rate used in calculating the present value of the minimum lease payments is the interest rate implicit in the lease, if this is practicable to determine. Where it is not, the incremental borrowing rate of the organisation is used. Any initial direct costs are added to the amount recognised as an asset.

2.4 Revenue

Interest income is recognised using the effective interest method.

Donations are recognised, in surplus or deficit, when received by the entity.

Vukukhanye

(Registration Number 017-325 NPO)

Financial Statements for the year ended 28 February 2025

Notes to the Financial Statements

Figures in R

2025

2024

3. Property, plant and equipment

3.1 Balances for the year

Balance at 28 February 2025	At cost	Accumulated depreciation	Carrying amount
Office equipment	5,785	(5,785)	-
Computer equipment	8,340	(8,340)	-
Equipment	32,755	(32,755)	-
Security	37,991	(37,991)	-
	84,871	(84,871)	-

Balance at 29 February 2024	At cost	Accumulated depreciation	Carrying amount
Buildings	1,130,000	-	1,130,000
Office equipment	5,785	(5,785)	-
Computer equipment	8,340	(8,340)	-
Equipment	32,755	(32,755)	-
Security	37,991	(37,991)	-
	1,214,871	(84,871)	1,130,000

3.2 Movements for the year

Movements for year ended 28 February 2025	Carrying amount at 1 March 2024	Disposals	Carrying amount at 28 February 2025
Buildings	1,130,000	(1,130,000)	-

Movements for year ended 29 February 2024	Carrying amount at 1 March 2023	Disposals	Carrying amount at 29 February 2024
Buildings	1,130,000	-	1,130,000

3.3 Property details

3.3.1 7 Bristol Road, Berea

Land and buildings situated at 7 Bristol Road, Berea, described as ERF 668 Berea West (extension number 7), in extent 2,251 square metres.

Purchase price	1,130,000	1,130,000
Disposal	(1,130,000)	-
	-	1,130,000

The above property was sold on the 12 March 2024.

Vukukhanye

(Registration Number 017-325 NPO)

Financial Statements for the year ended 28 February 2025

Notes to the Financial Statements

Figures in R	2025	2024
4. Trade and other receivables		
Sundry debtors	-	1,500
Deposits	-	3,860
Total trade and other receivables	-	5,360
5. Cash and cash equivalents		
Cash		
Balances with banks	933,635	6,811
Cash equivalents		
Short term deposits	431	24,813
	934,066	31,624
6. Trade and other payables		
Trade payables	2,380	720
Accrued expenses	17,568	121,977
Total trade and other payables	19,948	122,697
7. Other gains and (losses)		
Gain or (loss) on disposal of assets	177,612	6,800
8. Finance income		
Interest received	65,684	671
9. Finance costs		
Late payment of tax	1,814	1,992
10. Income tax expense		

No provision has been made for 2024 as the entity is registered as a Public Benefit Organisation for income tax purposes. Donations to the entity are exempt from donations tax and are tax deductible in the hands of donors in terms of section 18A of the Income Tax Act.

Vukukhanye

(Registration Number 017-325 NPO)

Annual Financial Statements for the year ended 28 February 2025

Detailed Income Statement

Figures in R

Notes

2025

2024

Revenue

Donations - other		188,873	40,170
Donations received - S18A		792,453	796,614
		981,326	836,784

Other income

Insurance claim		85,619	6,940
Rental income		-	11,500
		85,619	18,440

Operating expenses

Accounting fees		(27,830)	-
Bank charges		(7,441)	(6,743)
Cleaning		(8,526)	(828)
Clothing		(2,352)	-
Computer expenses		(5,949)	(969)
Employee costs		(767,591)	(641,450)
Equipment expensed		(2,417)	(350)
Groceries		(132,154)	(154,194)
Insurance		(4,434)	(10,850)
Medical expense		(7,177)	(2,603)
Motor vehicle expense		(2,860)	(7,653)
Municipal charges		(69,110)	(50,133)
Operating lease expense		(53,100)	(30,000)
Other expenses		-	(18,455)
Printing and stationery		(2,282)	(873)
Professional fees		(24,289)	(20,907)
Rates		(57,447)	-
Repairs and maintenance		(205,001)	(26,074)
School expenses		(9,810)	(7,093)
Telecommunication		(15,766)	(13,586)
Training		(150)	(60)
Transport		(32,910)	(21,185)
		(1,438,596)	(1,014,006)

Other gains and losses

	7	177,612	6,800
--	---	---------	-------

Deficit from operating activities

		(194,039)	(151,982)
--	--	------------------	------------------

Finance income

	8	65,684	671
--	---	--------	-----

Finance costs

	9	(1,814)	(1,992)
--	---	---------	---------

Deficit for the year

		(130,169)	(153,303)
--	--	------------------	------------------