

COMMUNITY KEEPERS NPC
(Registration number 2008/013270/08)

AUDITED FINANCIAL STATEMENTS
for the year ended 31 December 2020

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

General Information

| | |
|--|--|
| Country of incorporation and domicile | South Africa |
| Nature of business and principal activities | Psychological and social services at schools |
| Directors | AP du Plessis (Chairman)* GJ Laning (CEO) JA Slamati* T Waulenbach* (*Non-executive) |
| Registered office | 21 Rustenburg Road Idas Valley STELLENBOSCH WESTERN CAPE 7600 |
| Business address | 21 Rustenburg Road Idas Valley STELLENBOSCH WESTERN CAPE 7600 |
| Postal address | 21 Rustenburg Road Idas Valley STELLENBOSCH WESTERN CAPE 7600 |
| Banker | Investec Bank |
| Auditors | Aucamp Scholtz Lubbe Incorporated Registered Auditors |
| Secretary | GJ Laning |
| Company registration number | 2008/013270/08 |
| NPO registration number | 067-754 |
| Level of assurance | These financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa, no 71 of 2008. |
| Compiler | The financial statements were independently compiled by: Jaco Francois van Straaten Chartered Accountant (SA) |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Index

The reports and statements set out below comprise the audited financial statements presented to the directors:

| Contents | Page |
|--|-------------|
| Directors' Responsibilities and Approval | 3 |
| Independent Auditors' Report | 4 - 6 |
| Compilation Report | 7 |
| Directors' Report | 8 - 9 |
| Statement of Financial Position | 10 |
| Statement of Comprehensive Income | 11 |
| Statement of Changes in Equity | 12 |
| Statement of Cash Flows | 13 |
| Accounting Policies | 14 - 17 |
| Notes to the Audited Financial Statements | 18 - 24 |
| The following supplementary information does not form part of the financial statements and is unaudited: | |
| Detailed Statement of Comprehensive Income | 25 - 26 |
| Detailed Activity Income Statement | 27 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Directors' Responsibilities and Approval

The directors are required by the Companies Act of South Africa, no 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 external auditors are engaged to express an independent opinion on the financial statements.

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.

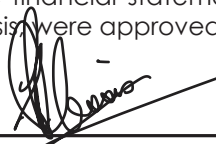
The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board sets standards for internal 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.

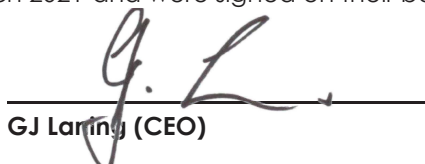
The directors have reviewed the company's cash flow forecast for the year to 31 December 2021 and, in the light of this review and the current financial position, they are satisfied that the company has, or has access to, adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on pages 4 to 6.

The financial statements set out on pages 8 to 24, which have been prepared on the going concern basis, were approved by the board on 09 March 2021 and were signed on their behalf by:



AP Du Plessis



GJ Loring (CEO)



Independent Auditors' Report

To the directors of Community Keepers NPC

Opinion

We have audited the financial statements of Community Keepers NPC set out on pages 10 to 24, which comprise the statement of financial position as at 31 December 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the audited financial statements present fairly, in all material respects, the financial position of Community Keepers NPC as at 31 December 2020, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa, no 71 of 2008.

Basis for opinion

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 company in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, 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' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises of the Directors' Report as required by the Companies Act of South Africa, 71 of 2008, which we obtained prior to the date of this report. Other information does not include the supplementary information set out on pages 25 to 27 and both the supplementary information and other information does not form part of the financial statements and our auditor's report thereon.

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 audited 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.

Aucamp Scholtz Lubbe Geïnkorporeer | Incorporated
Registrasiënnummer 2000/026621/21 Registration number
Praktyknommer 961736 Practice number

Direkteure | P Aucamp • A Scholtz • C Swart • JF van Straaten | Directors
Assosiate | A de Geus • JHR Sieberhagen • J Potgieter | Associates



Responsibilities of the directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa, no 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.

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 have 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 International Standards on Auditing, 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 International Standards on Auditing, 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 controls.
- 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 Auditors' 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.

A handwritten signature in black ink, appearing to read 'Christa Swart', written over a circular scribble.

Christa Swart
Director

Registered Auditor
AUCAMP SCHOLTZ LUBBE INCORPORATED

Somerset West
09 March 2021

Compilation Report

To the directors of Community Keepers NPC

We have compiled the financial statements of Community Keepers NPC, as set out on pages 10 to 24, based on the information you have provided. These financial statements comprise the statement of financial position of Community Keepers NPC as at 31 December 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.



Jaco Francois van Straaten
Director
Chartered Accountant (SA)
AUCAMP SCHOLTZ LUBBE INCORPORATED

Somerset West
09 March 2021

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Directors' Report

The directors herewith submit their report on the financial statements of Community Keepers NPC for the year ended 31 December 2020.

1. Nature of business

The company delivers psychological and social services at schools to children, teachers and parents and operates in South Africa.

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

2. 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 of South Africa, no 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Net surplus for the year ended 31 December 2020 was R931 661 (2019: R2 452 616).

3. Directors

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

| Name | Nationality |
|---------------------------|--------------------|
| AP du Plessis (Chairman)* | South African |
| GJ Laning (CEO) | South African |
| JA Slamet* | South African |
| T Waullenbach* | South African |

(*Non-executive)

There have been no changes to the board of directors for the period under review.

4. Auditors

Aucamp Scholtz Lubbe Incorporated will continue in office in accordance with Section 30(2)(b)(ii)(aa) of the Companies Act of South Africa, 71 of 2008.

5. Secretary

The company secretary is GJ Laning.

Postal address 21 Rustenburg Road
Idas Valley
STELLENBOSCH
7600

Business address 21 Rustenburg Road
Idas Valley
STELLENBOSCH
7600

6. COVID-19

Refer to note 17 of the notes of the financial statements.

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Directors' Report

7. Events after 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.

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Statement of Financial Position as at 31 December 2020

| | Notes | 2020 R | 2019 R |
|-------------------------------------|-------|-------------------|-------------------|
| Assets | | | |
| Non-Current Assets | | | |
| Property, plant and equipment | 2 | 219 023 | 181 684 |
| Other financial assets | 3 | 1 944 846 | 1 746 050 |
| | | 2 163 869 | 1 927 734 |
| Current Assets | | | |
| Trade and other receivables | 4 | 3 000 | 7 954 |
| Cash and cash equivalents | 5 | 12 613 904 | 11 833 193 |
| | | 12 616 904 | 11 841 147 |
| Total Assets | | 14 780 773 | 13 768 881 |
| Equity and Liabilities | | | |
| Equity | | | |
| Retained surplus | | 14 469 202 | 13 537 541 |
| Liabilities | | | |
| Current Liabilities | | | |
| Trade and other payables | 6 | 221 555 | 173 944 |
| Provision | 7 | 90 016 | 57 396 |
| | | 311 571 | 231 340 |
| Total Equity and Liabilities | | 14 780 773 | 13 768 881 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Statement of Comprehensive Income

| | Notes | 2020 R | 2019 R |
|---|-------|----------------|------------------|
| Revenue | 8 | 12 658 164 | 10 773 047 |
| Other income | 9 | 379 370 | 500 319 |
| Operating expenses | | (12 918 927) | (9 668 646) |
| Operating surplus | | 118 607 | 1 604 720 |
| Investment revenue | 10 | 628 135 | 637 736 |
| Fair value adjustment | | 184 919 | 210 160 |
| Surplus for the year | | 931 661 | 2 452 616 |
| Total comprehensive surplus for the year | | 931 661 | 2 452 616 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Statement of Changes in Equity

| | Retained surplus R | Total equity R |
|--|-----------------------------------|---------------------------|
| Balance at 01 January 2019 | 11 084 925 | 11 084 925 |
| Surplus for the year | 2 452 616 | 2 452 616 |
| Total comprehensive income for the year | 2 452 616 | 2 452 616 |
| Balance at 01 January 2020 | 13 537 541 | 13 537 541 |
| Surplus for the year | 931 661 | 931 661 |
| Total comprehensive income for the year | 931 661 | 931 661 |
| Balance at 31 December 2020 | 14 469 202 | 14 469 202 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Statement of Cash Flows

| | Notes | 2020 R | 2019 R |
|--|-------|-------------------|-------------------|
| Cash flows from operating activities | | | |
| Cash receipts from donors and fundraising activities | | 13 037 534 | 11 265 611 |
| Cash paid to suppliers and employees | | (12 748 445) | (9 522 941) |
| Cash generated from operations | 13 | 289 089 | 1 742 670 |
| Investment revenue | | 628 135 | 637 736 |
| Net cash from operating activities | | 917 224 | 2 380 406 |
| Cash flows from investing activities | | | |
| Purchase of property, plant and equipment | 2 | (122 636) | (63 968) |
| Loan granted | | (13 877) | - |
| Movement in financial assets | | - | 4 826 |
| Net cash from investing activities | | (136 513) | (59 142) |
| Total cash movement for the year | | 780 711 | 2 321 264 |
| Cash at the beginning of the year | | 11 833 193 | 9 511 929 |
| Total cash at end of the year | | 12 613 904 | 11 833 193 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

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, 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 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

Impairment testing

The company reviews and tests the carrying value of assets when events or changes in circumstances suggest that the carrying amount may not be recoverable. When such indicators exist, management determine the recoverable amount by performing value in use and fair value calculations. These calculations require the use of estimates and assumptions. When it is not possible to determine the recoverable amount for an individual asset, management assesses the recoverable amount for the cash generating unit to which the asset belongs.

Expected future cash flows used to determine the value in use of tangible assets are inherently uncertain and could materially change over time.

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 7 - Provisions.

1.2 Property, plant and equipment

Property, plant and equipment are tangible assets which the company holds for its own use and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes 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 subsequently stated at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Accounting Policies

1.2 Property, plant and equipment (continued)

The useful lives of items of property, plant and equipment have been assessed as follows:

| Asset class | Depreciation method | Average useful life |
|------------------------|---------------------|---------------------|
| Computer equipment | Straight line | 3 |
| Furniture and fixtures | Straight line | 6 |
| Office equipment | Straight line | 6 |
| Other fixed assets | Straight line | 6 |

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

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 are 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.

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Accounting Policies

1.3 Financial instruments (continued)

Financial instruments at fair value

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through profit and loss.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

1.4 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

Operating leases – lessee

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

1.5 Impairment of assets

The company assesses at each reporting date whether there is any indication that assets may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its 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.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

1.6 Provisions and contingencies

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.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Accounting Policies

1.6 Provisions and contingencies (continued)

Provisions are not recognised for future operating losses.

Contingent assets and contingent liabilities are not recognised.

1.7 Revenue

Revenue from donations are recognised as and when receipts are received in the bank account of the company.

Events income is recognised as and when receipts are received in the bank account.

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

1.8 Borrowing costs

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

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Notes to the Audited Financial Statements

| | 2020 R | 2019 R |
|--|-----------|-----------|
|--|-----------|-----------|

2. Property, plant and equipment

| | 2020 | | | 2019 | | |
|------------------------|----------------|--------------------------|----------------|----------------|--------------------------|----------------|
| | Cost | Accumulated depreciation | Carrying value | Cost | Accumulated depreciation | Carrying value |
| Computer equipment | 294 319 | (212 387) | 81 932 | 254 585 | (170 258) | 84 327 |
| Furniture and fixtures | 116 194 | (86 764) | 29 430 | 115 455 | (69 435) | 46 020 |
| Office equipment | 150 456 | (69 900) | 80 556 | 98 293 | (46 957) | 51 336 |
| Other fixed assets | 31 126 | (4 021) | 27 105 | 1 126 | (1 125) | 1 |
| Total | 592 095 | (373 072) | 219 023 | 469 459 | (287 775) | 181 684 |

Reconciliation of property, plant and equipment - 2020

| | Opening balance | Additions | Depreciation | Total |
|------------------------|-----------------|----------------|-----------------|----------------|
| Computer equipment | 84 327 | 39 734 | (42 129) | 81 932 |
| Furniture and fixtures | 46 020 | 739 | (17 329) | 29 430 |
| Office equipment | 51 336 | 52 163 | (22 943) | 80 556 |
| Other fixed assets | 1 | 30 000 | (2 896) | 27 105 |
| | 181 684 | 122 636 | (85 297) | 219 023 |

Reconciliation of property, plant and equipment - 2019

| | Opening balance | Additions | Depreciation | Total |
|------------------------|-----------------|---------------|-----------------|----------------|
| Computer equipment | 78 481 | 49 024 | (43 178) | 84 327 |
| Furniture and fixtures | 51 940 | 10 166 | (16 086) | 46 020 |
| Office equipment | 61 890 | 4 778 | (15 332) | 51 336 |
| Other fixed assets | 1 | - | - | 1 |
| | 192 312 | 63 968 | (74 596) | 181 684 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Notes to the Audited Financial Statements

| | 2020 R | 2019 R |
|--|------------------|------------------|
| 3. Other financial assets | | |
| At fair value through profit and loss | | |
| PSG Money Market Fund | 38 772 | 36 816 |
| Investment: Tree of life Foundation Trust | 1 892 197 | 1 709 234 |
| <p>The investment represents an investment in the Donor-Advised Fund of Tree of Life Foundation. The investment was made from non-section 18A donations.</p> <p>Community Keepers NPC retains control over these funds as they can advise to which beneficiaries it can be paid, including the company itself.</p> <p>It is management's intention that these funds:</p> <ul style="list-style-type: none">- will only be paid out to Community Keepers NPC in the future; and- that the investment funds will not be withdrawn from this fund within the next 12 months. | | |
| | 1 930 969 | 1 746 050 |
| At cost | | |
| Community Keepers NPC UK | 13 877 | - |
| <p>The loan is unsecured, bears interest at a rate as decided from time to time (currently 0%) and no formal terms for repayment have been set. The loan will not be repaid within the next 12 months.</p> | | |
| Total other financial assets | 1 944 846 | 1 746 050 |
| 4. Trade and other receivables | | |
| Trade receivables | 260 320 | 43 160 |
| Less: Provision for bad debts | (260 320) | (36 000) |
| Nett trade receivables | - | 7 160 |
| Rental deposit | 3 000 | - |
| South African Revenue Service: VAT | - | 794 |
| | 3 000 | 7 954 |

The provision for bad debt includes school contributions that are recoverable when the school receives the funding.

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Notes to the Audited Financial Statements

| | 2020 R | 2019 R |
|--|-----------|-----------|
|--|-----------|-----------|

5. Cash and cash equivalents

Cash and cash equivalents consist of:

| | | |
|---------------|-------------------|-------------------|
| Bank balances | 12 602 991 | 11 830 349 |
| Cash on hand | 10 913 | 2 844 |
| | 12 613 904 | 11 833 193 |

6. Trade and other payables

| | | |
|---|----------------|----------------|
| South African Revenue Service: PAYE and UIF | 177 462 | 173 944 |
| South African Revenue Service: VAT | 4 874 | - |
| Trade payables | 39 219 | - |
| | 221 555 | 173 944 |

7. Provision**Reconciliation of provision - 2020**

| | Opening balance | Additions | Utilised during the year | Total |
|---------------------|--------------------|-----------|--------------------------------|--------|
| Provision for leave | 57 396 | 542 143 | (509 523) | 90 016 |

Reconciliation of provision - 2019

| | Opening balance | Additions | Utilised during the year | Total |
|---------------------|--------------------|-----------|--------------------------------|--------|
| Provision for leave | 48 304 | 293 629 | (284 537) | 57 396 |

8. Revenue

| | | |
|---------------------------------------|-------------------|-------------------|
| Donations received | 12 289 164 | 10 773 047 |
| Donation: National Development Agency | 150 000 | - |
| Donation: National Lottery Commission | 219 000 | - |
| | 12 658 164 | 10 773 047 |

9. Other income

| | | |
|----------------------|----------------|----------------|
| Activity income | 782 | 1 107 |
| Fundraising events | - | 165 195 |
| Schools contribution | 378 588 | 334 017 |
| | 379 370 | 500 319 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Notes to the Audited Financial Statements

| | 2020 R | 2019 R |
|--|----------------|--------------------------|
| 10. Investment revenue | | |
| Interest income | | |
| Bank | 628 135 | 637 736 |
| 11. Taxation | | |
| The company is exempt from the payment of income tax as per section 10(1)(cN) of the Income Tax Act, nr 58 of 1962, as amended, for registered public benefit organisations. | | |
| 12. Operating surplus | | |
| Operating surplus for the year is stated after accounting for the following: | | |
| Operating lease charges | | |
| Premises: Contractual amounts | 66 882 | 41 643 |
| Depreciation on property, plant and equipment | 85 297 | 74 597 |
| Employee costs | 10 898 214 | 8 424 201 |
| 13. Cash generated from operations | | |
| Surplus before taxation | 931 661 | 2 452 616 |
| Adjustments for: | | |
| Depreciation | 85 297 | 74 597 |
| Interest received | (628 135) | (637 736) |
| Fair value adjustments | (184 919) | (210 160) |
| Movement in provisions | 32 620 | 9 092 |
| Changes in working capital: | | |
| Trade and other receivables | 4 954 | 12 451 |
| Trade and other payables | 47 611 | 41 810 |
| | 289 089 | 1 742 670 |
| 14. Related parties | | |
| Relationships | | |
| Related entity | | Community Keepers NPC UK |
| Related party balances | | |
| Loan account - Owing by related party | | |
| Community Keepers NPC UK | 13 877 | - |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Notes to the Audited Financial Statements

| | 2020 R | 2019 R | | | |
|------------------------------------|---------------------|--------------|------------------------|-----------------------------|--------------|
| 15. Directors' remuneration | | | | | |
| Executive | | | | | |
| 2020 | | | | | |
| | Remuneration | Bonus | Fringe benefits | Travel reimbursement | Total |
| GJ Laning (CEO) | 550 253 | 18 750 | - | - | 569 003 |
| 2019 | | | | | |
| | Remuneration | Bonus | Fringe benefits | Travel reimbursement | Total |
| GJ Laning (CEO) | 506 000 | 100 000 | 6 000 | 10 919 | 622 919 |

Non-executive directors and board of members receive no remuneration.

16. Utilisation of donations received

We have engaged the external auditors to perform an agreed upon procedures engagement on the utilisation of the donations received from a specific donor. The purpose of these procedures were to confirm that the donations from this donor were utilised to cover all administrative expenses of the entity.

A copy of their report is available for viewing at the registered office.

17. COVID-19

As a result of a local and global coronavirus COVID-19 infectious disease pandemic, a national state of disaster was declared in South Africa on 15 March 2020. As a preventative measure, except for certain essential services, a strictly regulated 5-week nationwide stay-at-home lockdown was implemented from 26 March to 30 April 2020.

As part of a gradual and phased recovery of economic activity and an easing of the lockdown restrictions, a 5 coronavirus alert level approach was adopted by the government on 1 May 2020, where level 5 meant only essential services could operate and level 1 meant that most normal activities could resume. The alert level is determined by the government and is based on its assessment of the infection rate and the capacity of the country's healthcare system.

During this period of lockdown, our facilities at all schools have been closed in line with government regulation. We were able to resume operations on the 4th of May 2020. With great appreciation towards our donors, we have been able to continue our operations without being necessitated to make any adjustments, close down facilities or retrench any employees. At the date of signing this report South Africa is at a amended alert level 3 and all our facilities are operational.

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Notes to the Audited Financial Statements**18. Categories of financial instruments**

| | Notes | Financial assets at fair value through profit or loss | Debt instruments at amortised cost | Financial liabilities at amortised cost | Non financial assets and liabilities | Total |
|---|-------|---|------------------------------------|---|--------------------------------------|-------------------|
| Categories of financial instruments - 2020 | | | | | | |
| Assets | | | | | | |
| Non-Current Assets | | | | | | |
| Property, plant and equipment | 2 | - | - | - | 219 023 | 219 023 |
| Other financial assets | 3 | 1 930 969 | 13 877 | - | - | 1 944 846 |
| | | 1 930 969 | 13 877 | - | 219 023 | 2 163 869 |
| Current Assets | | | | | | |
| Trade and other receivables | 4 | - | 3 000 | - | - | 3 000 |
| Cash and cash equivalents | 5 | - | 12 613 904 | - | - | 12 613 904 |
| | | - | 12 616 904 | - | - | 12 616 904 |
| Total Assets | | 1 930 969 | 12 630 781 | - | 219 023 | 14 780 773 |
| Equity and Liabilities | | | | | | |
| Equity | | | | | | |
| Retained surplus | | - | - | - | 14 469 202 | 14 469 202 |
| Total Equity | | - | - | - | 14 469 202 | 14 469 202 |
| Liabilities | | | | | | |
| Current Liabilities | | | | | | |
| Trade and other payables | 6 | - | - | 221 555 | - | 221 555 |
| Provision | 7 | - | - | - | 90 016 | 90 016 |
| | | - | - | 221 555 | 90 016 | 311 571 |
| Total Liabilities | | - | - | 221 555 | 90 016 | 311 571 |
| Total Equity and Liabilities | | - | - | 221 555 | 14 559 218 | 14 780 773 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Notes to the Audited Financial Statements**18. Categories of financial instruments (continued)**

| | Notes | Financial assets at fair value through profit or loss | Debt instruments at amortised cost | Financial liabilities at amortised cost | Non financial assets and liabilities | Total |
|---|-------|---|---|--|---|-------------------|
| Categories of financial instruments - 2019 | | | | | | |
| Assets | | | | | | |
| Non-Current Assets | | | | | | |
| Property, plant and equipment | 2 | - | - | - | 181 684 | 181 684 |
| Other financial assets | 3 | 1 746 050 | - | - | - | 1 746 050 |
| | | 1 746 050 | - | - | 181 684 | 1 927 734 |
| Current Assets | | | | | | |
| Trade and other receivables | 4 | - | 7 160 | - | 794 | 7 954 |
| Cash and cash equivalents | 5 | - | 11 833 193 | - | - | 11 833 193 |
| | | - | 11 840 353 | - | 794 | 11 841 147 |
| Total Assets | | 1 746 050 | 11 840 353 | - | 182 478 | 13 768 881 |
| Equity and Liabilities | | | | | | |
| Equity | | | | | | |
| Retained surplus | | - | - | - | 13 537 541 | 13 537 541 |
| Total Equity | | - | - | - | 13 537 541 | 13 537 541 |
| Liabilities | | | | | | |
| Current Liabilities | | | | | | |
| Trade and other payables | 6 | - | - | 173 944 | - | 173 944 |
| Provision | 7 | - | - | - | 57 396 | 57 396 |
| | | - | - | 173 944 | 57 396 | 231 340 |
| Total Liabilities | | - | - | 173 944 | 57 396 | 231 340 |
| Total Equity and Liabilities | | - | - | 173 944 | 13 594 937 | 13 768 881 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Detailed Statement of Comprehensive Income

| | Notes | 2020 R | 2019 R |
|--|--------------|---------------------|--------------------|
| Revenue | | | |
| Donations received | 8 | 12 658 164 | 10 773 047 |
| Other income | | | |
| Activity income | | 782 | 1 107 |
| Fair value adjustment | | 184 919 | 210 160 |
| Fundraising events | | - | 165 195 |
| Investment revenue | 10 | 628 135 | 637 736 |
| Schools contribution | | 378 588 | 334 017 |
| | | 1 192 424 | 1 348 215 |
| Operating expenses (Refer to page 26) | | (12 918 927) | (9 668 646) |
| Surplus for the year | | 931 661 | 2 452 616 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Detailed Statement of Comprehensive Income

| | Notes | 2020 R | 2019 R |
|--------------------------------------|-------|-------------------|------------------|
| Operating expenses | | | |
| Accounting fees | | 86 203 | 92 022 |
| Auditors' remuneration | | 2 300 | - |
| Bad debts | | - | 31 304 |
| Bank charges | | 12 180 | 17 505 |
| Computer expenses | | 20 183 | 14 278 |
| Covid expense | | 60 798 | - |
| Depreciation | | 85 297 | 74 597 |
| Employee costs | | 10 898 214 | 8 424 201 |
| Facilities erected and maintained | | 409 277 | 9 391 |
| Fundraising: Local | | 24 923 | 78 589 |
| Gifts | | 600 | 150 |
| Insurance | | 43 067 | 37 290 |
| Lease rentals on operating lease | | 66 882 | 41 643 |
| Legal expenses | | - | 3 500 |
| Media and marketing | | 67 781 | 86 087 |
| Municipal expenses | | 3 000 | 3 572 |
| Office equipment expenses | | 26 500 | 15 845 |
| Office expenses | | 5 192 | 2 122 |
| Petty cash expenses | | 16 365 | 16 468 |
| Postage | | 1 186 | 224 |
| Printing and stationery | | 158 020 | 52 760 |
| Provision for bad debts adjustment | 4 | 224 320 | 36 000 |
| School office refreshments | | 9 688 | 7 497 |
| School services | | 133 248 | 93 141 |
| Staff professional registration fees | | 26 042 | 19 616 |
| Staff supervision | | 165 658 | 112 800 |
| Staff welfare | | 4 256 | 15 825 |
| Subscriptions | | 20 224 | 20 139 |
| Telephone and fax | | 169 819 | 100 004 |
| Training | | 115 981 | 110 210 |
| Travel - local | | 61 723 | 151 866 |
| | | 12 918 927 | 9 668 646 |

Community Keepers NPC

(Registration number: 2008/013270/08)

Audited Financial Statements for the year ended 31 December 2020

Detailed Activity Income Statement

| | 2020 | 2019 |
|---|-----------------|------------------|
| | R | R |
| Income | | |
| Donations received | 12 289 164 | 10 773 047 |
| National Lottery Commission | 219 000 | - |
| National Development Agency | 150 000 | - |
| Activity income | 782 | 1 107 |
| Schools contribution | 378 588 | 334 017 |
| Less: Operating expenses | | |
| Accounting fees | (86 203) | (92 022) |
| Auditor's remuneration | (2 300) | - |
| Bad debts | - | (31 304) |
| Bank charges | (12 180) | (17 505) |
| Computer expenses | (20 183) | (14 278) |
| Covid expense | (60 798) | - |
| Depreciation | (85 297) | (74 597) |
| Employee costs | (10 898 214) | (8 424 201) |
| Facilities erected and maintained | (409 277) | (9 391) |
| Gifts | (600) | (150) |
| Insurance | (43 067) | (37 290) |
| Lease rentals on operating lease | (66 882) | (41 643) |
| Legal expense | - | (3 500) |
| Media and marketing | (67 781) | (86 087) |
| Municipal expenses | (3 000) | (3 572) |
| Office equipment expenses | (26 500) | (15 845) |
| Office expenses | (5 192) | (2 122) |
| Petty cash expenses | (16 365) | (16 468) |
| Postage | (1 186) | (224) |
| Printing and stationery | (158 020) | (52 760) |
| Provision for bad debts adjustment | (224 320) | (36 000) |
| School offices refreshments | (9 688) | (7 497) |
| School services | (133 248) | (93 141) |
| Staff professional registration fees | (26 042) | (19 616) |
| Staff supervision | (165 658) | (112 800) |
| Staff welfare | (4 256) | (15 825) |
| Subscriptions | (20 224) | (20 139) |
| Telephone and fax | (169 819) | (100 004) |
| Training | (115 981) | (110 210) |
| Travel - local | (61 723) | (151 866) |
| Total expenses | (12 894 004) | (9 590 057) |
| Net surplus | 143 530 | 1 518 114 |
| Fundraising activities | | |
| Fundraising events income | - | 165 195 |
| Less: Fundraising local | (24 923) | (78 589) |
| Less: Fundraising International | - | - |
| Net surplus fundraising activities | (24 923) | 86 606 |
| Plus: | | |
| Investment revenue | 628 135 | 637 736 |
| Fair value adjustment | 184 919 | 210 160 |
| Surplus for the year | 931 661 | 2 452 616 |