

**Freshwater Research Centre NPC
(Registration number 2012/056318/08)
Annual Financial Statements
for the year ended 28 February 2021**

Verryn & Co. Inc
Chartered Accountants (SA)
Registered Auditors
Issued 10 September 2021

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Contents

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

	Page
Directors' Responsibilities and Approval	2
Directors' Report	3
Independent Auditor's Report	4 - 5
Statement of Financial Position	6
Statement of Comprehensive Income	7
Statement of Changes in Capital	8
Statement of Cash Flows	9
Accounting Policies	10 - 13
Notes to the Annual Financial Statements	14 - 17
The following supplementary information does not form part of the annual financial statements and is unaudited:	
Detailed Income Statement	18 - 19

Level of assurance

These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

Published

10 September 2021

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Directors' Responsibilities and Approval

The directors are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their 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 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 annual financial statements.

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

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 28 February 2022 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 annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on page 4.

The annual financial statements set out on page 6, which have been prepared on the going concern basis, were approved by the directors on 10 September 2021 and were signed on its behalf by:

Approval of annual financial statements



HF Dallas-Daw



JA Day



AM Amis

Friday, 10 September 2021

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Directors' Report

The directors have pleasure in submitting their report on the annual financial statements of Freshwater Research Centre NPC and its associates for the year ended 28 February 2021.

1. Incorporation

The company was incorporated on 20 March 2012 and obtained its certificate to commence business on the same day.

2. Review of financial results and activities

The annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these annual financial statements.

The company's main business is to facilitate the management, conservation and resource protection of the aquatic environment through undertaking directed research aimed at addressing these issues. The company also aims to facilitate the education and development of students and interns through practical training and internship programmes and provision of bursaries for those registered at tertiary institutions. The company further aims to facilitate the management, conservation and resource protection of the aquatic environment through engaging with stakeholders, authorities and providing innovative solutions and active interventions to pressing environmental challenges.

3. Directors

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

Directors

HF Dallas-Daw

JA Day

AM Amis

4. Property, plant and equipment

There was no change in the nature of the property, plant and equipment of the company or in the policy regarding their use.

5. Events after the reporting period

There have been no material events subsequent to the end of the reporting period.

6. Going concern

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

7. Auditors

Verryn & Co. Inc continued in office as auditors for the company for 2021.

Independent Auditor's Report

To the directors of Freshwater Research Centre NPC

Qualified opinion

We have audited the annual financial statements of Freshwater Research Centre NPC (the company) set out on pages 6 to 17, which comprise the statement of financial position as at 28 February 2021, and the statement of comprehensive income, statement of changes in capital and statement of cash flows for the year then ended, and notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effect of the matter described in the basis for qualified opinion section of our report, the annual financial statements present fairly, in all material respects, the financial position of Freshwater Research Centre NPC as at 28 February 2021, and its financial performance and cash flows for the year then ended in accordance with generally accepted accounting practice and the requirements of the Companies Act 71 of 2008.

Basis for qualified opinion

The financial statements include donation revenue over which limited controls exist prior to the donation revenue received being recorded in the company's accounting records. There were no practical procedures available to us to confirm the completeness of donation revenue, and accordingly, we were unable to obtain sufficient appropriate audit evidence in this regard. Consequently, we were unable to determine whether any adjustments to the amount of donation revenue recorded was necessary.

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the annual financial statements section of our report. We are independent of the company 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 annual 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.

Other information

The directors are responsible for the other information. The other information comprises the information included in the document titled "Freshwater Research Centre NPC annual financial statements for the year ended 28 February 2021", which includes the Directors' Report as required by the Companies Act 71 of 2008 and the Detailed Income Statement, which we obtained prior to the date of this report. The other information does not include the annual financial statements and our auditor's report thereon.

Our opinion on the annual 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 annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, 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

Responsibilities of the directors for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual 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 Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual 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 annual 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 annual 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.

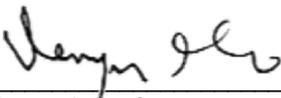
Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.

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 annual 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 annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.



Verryn & Co. Inc
Rugaya Edwards
Partner
Chartered Accountants (SA)
Registered Auditors

10 September 2021
Wynberg

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Statement of Financial Position as at 28 February 2021

Figures in Rand	Note(s)	2021	2020
Assets			
Non-Current Assets			
Property, plant and equipment	2	53,129	34,965
Current Assets			
Trade and other receivables	3	104,870	1,106,076
Cash and cash equivalents	4	2,557,278	2,907,679
		2,662,148	4,013,755
Total Assets		2,715,277	4,048,720
Capital and Liabilities			
Capital			
Retained income		628,238	400,406
Liabilities			
Current Liabilities			
Trade and other payables	5	2,087,039	3,648,314
Total Capital and Liabilities		2,715,277	4,048,720

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Statement of Comprehensive Income

Figures in Rand	Note(s)	2021	2020
Revenue	6	3,541,192	6,151,084
Other income	8	607,384	612,039
Operating expenses		(3,979,564)	(6,673,077)
Operating profit	9	169,012	90,046
Investment revenue	12	58,820	110,717
Surplus for the year		227,832	200,763
Other comprehensive income		-	-
Total comprehensive income for the year		227,832	200,763

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Statement of Changes in Capital

Figures in Rand	Retained income	Total equity
Balance at 01 March 2019	199,643	199,643
Surplus for the year	200,763	200,763
Other comprehensive income	-	-
Total comprehensive income for the year	200,763	200,763
Balance at 01 March 2020	400,406	400,406
Surplus for the year	227,832	227,832
Other comprehensive income	-	-
Total comprehensive income for the year	227,832	227,832
Balance at 28 February 2021	628,238	628,238

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Statement of Cash Flows

Figures in Rand	Note(s)	2021	2020
Cash flows from operating activities			
Cash receipts from customers		3,778,292	5,838,674
Cash paid to suppliers and employees		(4,159,122)	(5,449,909)
Cash (used in) generated from operations	15	(380,830)	388,765
Interest income		58,820	110,717
Net cash from operating activities		(322,010)	499,482
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(28,391)	-
Total cash movement for the year		(350,401)	499,482
Cash at the beginning of the year		2,907,679	2,408,199
Total cash at end of the year	4	2,557,278	2,907,681

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The annual financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Significant judgements and sources of estimation uncertainty

Critical judgements in applying accounting policies

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the annual financial statements.

Key sources of estimation uncertainty

Useful lives of property, plant and equipment

The company reviews the estimated useful lives of property, plant and equipment when changing circumstances indicate that they may have changed since the most recent reporting date.

Items of Property, plant and equipment in the entity included, Motor vehicles, Furniture and fittings and Field Equipment, These items had useful lives of 5 years, 5 years and 4 years respectively. The useful lives assigned to each of these items was deemed appropriate and a reasonable and fair depiction of the rate of usage of the items of PPE, within the organisation.

Residual Value

Residual values were assigned to Motor Vehicles and Furniture and Fittings. These were determined to be 40% on cost and 5% on cost respectively. These were deemed to be fairly accurate estimates of the possible recovery of cost of the assets at the end of their useful lives and was based on estimations made from an active market that exists for these assets.

1.2 Property, plant and equipment

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

An item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the company, and the cost of the item can be measured reliably.

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.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Major inspection costs which are a condition of continuing use of an item of property, plant and equipment and which meet the recognition criteria are included as a replacement in the cost of the item of property, plant and equipment. Any remaining inspection costs from the previous inspection is derecognised.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less 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.

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Accounting Policies

1.2 Property, plant and equipment (continued)

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

Item	Depreciation method	Average useful life
Motor Vehicles	Straight line	5 years
Furniture & fittings	Straight line	5 years
Field equipment	Straight line	4 years

The depreciation charge for each period is recognised in profit or loss unless it is included in the carrying amount of another asset.

Depreciation is not charged to an asset if its estimated residual value exceeds or is equal to its carrying amount.

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 is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

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.

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

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 Tax

Tax expenses

The company is exempt from tax in terms of section 10(1)(cN) of the Income Tax Act of No. 58 of 1962 and consequently no provision has been made for income tax expense.

1.5 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 - lessor

Operating lease income is recognised as an income 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 receipt of payments is 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.

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.

1.6 Employee benefits

Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as leave pay and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

1.7 Grants

Grants that do not impose specified future performance conditions are recognised in income when the grant proceeds are receivable.

Grants that impose specified future performance conditions are recognised in income only when the performance conditions are met.

Grants received before the revenue recognition criteria are satisfied are recognised as a liability.

Grants are measured at the fair value of the asset received or receivable.

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Accounting Policies

1.8 Revenue

Revenue comprises:

- Grant income,
- donations received,
- vehicle hire income
- rental income.

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.

Rental income is recognised on a straight line basis over the term of the lease, except where the payments are structured to increase in line with inflation.

1.9 Borrowing costs

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

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Notes to the Annual Financial Statements

Figures in Rand 2021 2020

2. Property, plant and equipment

	2021			2020		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Furniture and fixtures	16,044	(15,242)	802	16,044	(13,989)	2,055
Motor vehicles	60,000	(34,290)	25,710	60,000	(27,090)	32,910
Field equipment	28,391	(1,774)	26,617	-	-	-
Total	104,435	(51,306)	53,129	76,044	(41,079)	34,965

Reconciliation of property, plant and equipment - 2021

	Opening balance	Additions	Depreciation	Closing balance
Furniture and fixtures	2,055	-	(1,253)	802
Motor vehicles	32,910	-	(7,200)	25,710
Field equipment	-	28,391	(1,774)	26,617
	34,965	28,391	(10,227)	53,129

Reconciliation of property, plant and equipment - 2020

	Opening balance	Depreciation	Impairment loss	Closing balance
Furniture and fixtures	5,103	(3,048)	-	2,055
Motor vehicles	40,110	(7,200)	-	32,910
Field equipment	8,447	(6,009)	(2,438)	-
	53,660	(16,257)	(2,438)	34,965

3. Trade and other receivables

Trade receivables		76,171	313,272
VAT		28,699	-
Prepaid Expenses		-	792,804
		104,870	1,106,076

4. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand		1,212	1,790
Bank balances		2,556,066	2,905,889
		2,557,278	2,907,679

5. Trade and other payables

Trade payables		-	2,077
VAT		-	10,988
Sundry creditors		122,470	107,069
Accrued expense		3,623	4,142
Payroll accrual		34,278	-
Grant income not yet utilised		1,926,668	3,524,038
		2,087,039	3,648,314

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Notes to the Annual Financial Statements

Figures in Rand	2021	2020
6. Revenue		
Grant Funding Income - ADHOC Clients	91,435	89,262
Grant Funding Income - Hans Hoheisen Charitable Trust	90,813	367,100
Grant Funding Income - JRS Biodiversity Foundation	1,072,718	2,648,107
Grant Funding Income - Water Research Commission	782,609	1,382,608
Grant Funding Income - The Nature Conservancy	114,011	1,260,027
Grant Funding Income - The University of Rwanda	282,568	-
Grant Funding Income - Red Meat Research and Development South Africa	35,124	140,496
Grant Funding Income - South African National Biodiversity Institute	173,913	86,957
Grant Funding Income - National Geographic	477,215	-
Grant Funding Income - Mohamed bin Zayed Species Conservation Fund	-	176,527
Grant Funding Income - SLR Consulting (France) SAS	363,292	-
Grant Prepaid Income - Zambia Silverlands	57,495	-
	3,541,193	6,151,084
<p>We refer to note 5, Trade and other payables. Grant income not yet utilised, has been reallocated from revenue to trade and other payables in the current financial period. This income is only going to be recognised as revenue once it has been utilised in the next financial period.</p>		
7. Training and education		
Living Labs - Income	-	18,604
SASS Training - Income	46,800	61,790
	46,800	80,394
8. Other income		
Grant administration fees	536,626	450,682
Rental Income	5,400	21,600
Profit/(Loss) on disposal	3,913	-
Insurance Proceeds	-	27,391
FRC Salaries Reimbursed	20,150	68,187
Donations	12,696	12,650
Equipment and vehicle rental income	28,599	31,529
	607,384	612,039
9. Operating profit		
<p>Operating profit for the year is stated after accounting for the following:</p>		
Contractual amounts	91,665	149,331
Impairment on property, plant and equipment	-	2,438
Depreciation on property, plant and equipment	10,227	16,257
Employee costs	211,185	200,761
10. Employee cost		
Employee costs		
Basic	207,559	196,619
WCA	3,626	4,142
	211,185	200,761

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Notes to the Annual Financial Statements

Figures in Rand	2021	2020
11. Depreciation, amortisation and impairments		
The following items are included within depreciation, amortisation and impairments:		
Depreciation		
Property, plant and equipment	<u>10,227</u>	<u>16,257</u>
Impairments		
Property, plant and equipment	<u>-</u>	<u>2,438</u>
Total depreciation, amortisation and impairments		
Depreciation	10,227	16,257
Impairments	-	2,438
	<u>10,227</u>	<u>18,695</u>
12. Investment revenue		
Interest revenue		
Bank	<u>58,820</u>	<u>110,717</u>
13. Taxation		
No provision has been made for 2021 tax as the company has no taxable income. The company is exempt from tax in terms of section 10(1)(cN) of the Income Tax Act of No. 58 of 1962		
14. Auditor's remuneration		
Fees	<u>18,900</u>	<u>16,500</u>
15. Cash (used in) generated from operations		
Profit before taxation	227,832	200,763
Adjustments for:		
Depreciation and amortisation	10,227	16,257
Interest received	(58,820)	(110,717)
Impairment loss	-	2,438
Changes in working capital:		
Trade and other receivables	1,001,206	(1,105,213)
Trade and other payables	(1,561,275)	1,385,237
	<u>(380,830)</u>	<u>388,765</u>

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Notes to the Annual Financial Statements

Figures in Rand	2021	2020
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16. Related parties

Relationships

Members of key management	HF Dallas-Daw
Members of key management	JA Day
Members of key management	AM Amis

Related party balances and transactions with entities with control, joint control or significant influence over the company

Related party balances

Amounts included in Trade receivable (Trade Payable) regarding related parties

HF Dallas-Daw	-	(13,500)
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17. Directors' remuneration

Executive

2021

HF Dallas-Daw	Emoluments 880,800	Total 880,800
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2020

HF Dallas-Daw	Emoluments 781,600	Total 781,600
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Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Detailed Income Statement

Figures in Rand	Note(s)	2021	2020
Grant Revenue			
Grant Funding Expenses		(4,322,953)	(5,533,020)
Grant Funding Income		3,541,192	6,151,084
Grant Prepaid Income		781,761	(618,064)
	6	<u>-</u>	<u>-</u>
Training and Education			
Living Labs - Expenses		-	(19,855)
Living Labs - Income		-	18,604
Living Labs - Prepaid income		-	(1,252)
SASS Training - Expenses		(46,800)	-
SASS Training - Income		46,800	61,790
	7	<u>-</u>	<u>-</u>
Freshwater Research Centre NPC Income			
Donations		12,696	12,650
Equipment and vehicle rental income		28,599	31,529
Grant administration fees		536,626	450,682
Insurance Proceeds		-	27,391
Office Rental Income		5,400	21,600
Profit/(Loss) on disposal		3,913	-
Salaries Reimbursed		20,150	68,187
		<u>607,384</u>	<u>612,039</u>
Expenses (Refer to page 19)		(438,373)	(521,993)
Operating profit	9	<u>169,011</u>	<u>90,046</u>
Investment income		58,820	110,717
Profit for the year		<u>227,831</u>	<u>200,763</u>

Freshwater Research Centre NPC

(Registration number: 2012/056318/08)

Annual Financial Statements for the year ended 28 February 2021

Detailed Income Statement

Figures in Rand	Note(s)	2021	2020
Freshwater Research Centre NPC operating expenses			
Accounting fees		47,560	49,835
Administrative employee costs		211,185	200,761
Advertising & Promotions		2,370	20,465
Audit Fees	14	18,900	16,500
Bank charges		4,273	4,666
CIPC fees		450	450
Computer expenses		4,863	5,040
Depreciation, amortisation and impairments		10,227	18,695
Donations		-	5,000
Entertainment		947	1,759
Expensed assets		-	643
Insurance		12,129	14,085
Motor vehicle expenses		17,658	15,428
Municipal expenses		4,987	7,181
Office and garage rental		91,665	149,331
Office consumables		700	1,097
Postage		-	144
Printing and stationery		4,171	2,200
Repairs and maintenance		700	869
Telephone expenses		3,891	4,947
Travel & Accommodation		72	297
Website expenses		1,625	2,600
		438,373	521,993