

Ndifuna Ukwazi Trust
(Registration Number IT 540/2011)
Annual Financial Statements
for the year ended 31 December 2022

Audited Financial Statements



AUDIT • TAX • ADVISORY

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Annual Financial Statements for the year ended 31 December 2022

Index

	Page
General Information	2
Independent Auditor's Report	3 - 5
Trustees' Responsibilities and Approval	6
Trustees' Report	7
Statement of Financial Position	8
Statement of Comprehensive Income	9
Statement of Changes in Trust Funds	10
Statement of Cash Flows	11
Accounting Policies	12 - 13
Notes to the Financial Statements	14 - 20
The supplementary information presented does not form part of the Financial Statements and is unaudited:	
Detailed Income Statement	21 - 22

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Annual Financial Statements for the year ended 31 December 2022

General Information

Country of Incorporation and Domicile	South Africa
Registration Number	IT 540/2011
Non-Profit Organisation Registration Number	094-737 NPO
Nature of Business and Principal Activities	The trust is a non-profit organisation of a public character, established to promote the full appreciation and realisation of social justice, equality and human rights of all people living in South Africa and beyond.
Trustees	Shuaib Manjra (Chairperson) Phumeza Mlungwana Michael Evans Mercy Brown-Luthango Ruth Hall Nomfundo Ramalekana Alan Roberts (Appointed 25 May 2022) Irene Owloch (Treasurer) (Appointed 1 August 2022) Wandisa Pama (Resigned 4 October 2022)
Business Address	18 Roeland Street Cape Town 7100
Bankers	Standard Bank
Auditors	BGC Registered Auditors Chartered Accountants (SA) Suite 201, 200 on Main 200 Main Road Claremont 7708



AUDIT • TAX • ADVISORY



P.O. BOX 23502, CLAREMONT 7735
SUITE 201, 200 ON MAIN, MAIN ROAD
CLAREMONT 7708



TEL : +27 21 674 1115
FAX : +27 21 674 2772



EMAIL : GENERAL@BGC.CO.ZA
WWW.BGC.CO.ZA

Independent Auditor's Report

To the Trustees of Ndifuna Ukwazi Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Ndifuna Ukwazi Trust set out on pages 8 to 20, which comprise the statement of financial position as at 31 December 2022, and the statement of comprehensive income, the statement of changes in trust funds and the 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 financial statements of Ndifuna Ukwazi Trust for the year ended 31 December 2022 are prepared, in all material respects, in accordance with the basis of accounting described in note 2 to the financial statements and the requirements of the Trust Property Control Act.

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 trust 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 opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the trust's own accounting policies to satisfy the financial information needs of the trust's beneficiary. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Information

The trustees are responsible for the other information. The other information comprises the information included in the document titled "Ndifuna Ukwazi Trust Financial Statements for the year ended 31 December 2022", which includes the Trustees' Report, and the statement of Trustees' Responsibilities and Approval as required by the Trust Property Control Act, which we obtained prior to the date of this report, and the supplementary information set out on pages 21 to 22. The other information does not include 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.

PARTNERS :

GA GORDON CA (SA), L SHER BCOM CA (SA), DI SHONE BCOM CA (SA), NP GORDON BCOM CA (SA),
SR WALKER BCOM CA (SA), T HOWIE B.BUS SCI CA(SA)

IRBA NO. 913480E | SAICA NO. 03039893

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.

Responsibilities of the Trustees for the Financial Statements

The trustees are responsible for the preparation of the financial statements in accordance with the basis of accounting described in note 2 to the financial statements and the requirements of the Trust Property Control Act, and for such internal control as the trustees 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 trustees are responsible for assessing the trust'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 trustees either intend to liquidate the trust 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 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 trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' 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 trust'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 trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the trustees 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.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of Section 17(2) of the Nonprofit Organisations Act, we report as follows:

- the financial statements of the Trust are consistent with its accounting records;
- the accounting policies of the Trust are appropriate and have been appropriately applied in the preparation of the financial statements; and
- the Trust has complied with the provisions of the Nonprofit Organisations Act and of its constitution which relate to financial matters.



BGC
Registered Auditors
Chartered Accountants (SA)

Per: S. Walker CA (SA)
Registered Auditor
Partner

30th June 2023

Date

Suite 201, 200 on Main
Main Road
Claremont
7708

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Annual Financial Statements for the year ended 31 December 2022

Trustees' Responsibilities and Approval

The trustees are required by the Trust Property Control Act 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 satisfy the financial reporting standards with regards to form and content and present fairly the statement of financial position, results of operations and business of the trust, and explain the transactions and financial position of the business of the trust at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the trust and supported by reasonable and prudent judgements and estimates.

The trustees acknowledge that they are ultimately responsible for the system of internal financial control established by the trust and place considerable importance on maintaining a strong control environment. To enable the trustees to meet these responsibilities, the trustees set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the trust and all employees are required to maintain the highest ethical standards in ensuring the trust's business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the trust is on identifying, assessing, managing and monitoring all known forms of risk across the trust. While operating risk cannot be fully eliminated, the trust endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The trustees 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 going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the trustees have no reason to believe that the trust will not be a going concern in the foreseeable future. The annual financial statements support the viability of the trust.

The annual financial statements have been audited by the independent auditing firm, BGC, who have been given unrestricted access to all financial records and related data, including minutes of all meetings of the beneficiary, the trustees and committees of the trustees. The trustees believe that all representations made to the independent auditor during the audit were valid and appropriate. The external auditor's unqualified audit report is presented on pages 3 to 5.

The annual financial statements set out on pages 8 to 20, and the supplementary information set out on pages 21 to 22 which have been prepared on the going concern basis, were approved by the trustees and were signed on 30/06/2023 on their behalf by:



Trustee



Trustee

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Annual Financial Statements for the year ended 31 December 2022

Trustees' Report

The trustees present their report for the year ended 31 December 2022.

1. Review of activities

Main business and operations

The trust is a non-profit organisation of a public character, established to promote the full appreciation and realisation of social justice, equality and human rights of all people living in South Africa and beyond. There were no major changes herein during the year.

The operating results and statement of financial position of the trust are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. Going concern

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

The trustees believe that the trust 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.

3. Events after reporting date

The trustees are not aware of any matter or circumstance arising since the end of the financial year to the date of this report that could have a material effect on the financial position of the trust.

4. Trustees

The trustees of the trust during the year and up to the date of this report are as follows:

Shuaib Manjra (Chairperson)

Phumeza Mlungwana

Michael Evans

Mercy Brown-Luthango

Ruth Hall

Nomfundo Ramalekana

Alan Roberts (Appointed 25 May 2022)

Irene Owloch (Treasurer) (Appointed 1 August 2022)

Wandisa Pama (Resigned 4 October 2022)

5. Independent Auditors

BGC were the independent auditors for the year under review.

BGC is a firm of Registered Auditors and Chartered Accountants (SA), registered with both the Independent Regulatory Board for Auditors and the South African Institute of Chartered Accountants.

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Statement of Financial Position

Figures in R

Notes

2022

2021

Assets

Non-current assets

Property, plant and equipment	3	61,189	115,396
-------------------------------	---	--------	---------

Current assets

Trade and other receivables	4	75,225	75,225
-----------------------------	---	--------	--------

Cash and cash equivalents	5	5,459,265	5,796,938
---------------------------	---	-----------	-----------

Total current assets		5,534,490	5,872,163
-----------------------------	--	------------------	------------------

Total assets

		5,595,679	5,987,559
--	--	------------------	------------------

Equity and liabilities

Equity

Litigation Reserve	6	278,333	373,119
--------------------	---	---------	---------

Accumulated surplus / (accumulated deficit)		1,111,546	(76,720)
---	--	-----------	----------

Funds under Administration	7	328,256	497,935
----------------------------	---	---------	---------

Total equity		1,718,135	794,334
---------------------	--	------------------	----------------

Liabilities

Current liabilities

Trade and other payables	8	244,068	201,836
--------------------------	---	---------	---------

Income received in advance	9	3,633,476	4,991,389
----------------------------	---	-----------	-----------

Total current liabilities		3,877,544	5,193,225
----------------------------------	--	------------------	------------------

Total equity and liabilities

		5,595,679	5,987,559
--	--	------------------	------------------

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Statement of Comprehensive Income

Figures in R

	Note	2022	2021
Revenue	11	10,389,229	7,625,903
Other income		(152,036)	196,451
Finance income		251,439	163,749
Total income		10,488,632	7,986,103
Operating expenses		(3,666,004)	(3,381,160)
Direct project costs		(5,729,148)	(4,862,607)
Surplus / (deficit) for the year		1,093,480	(257,664)

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Statement of Changes in Trust Funds

Figures in R	NU Litigation Reserve	Reclaim the City	Litigation SJC	Jared Bertha Fellowship	Tramway Reserve	Accumulated surplus / (accumulated deficit)	Total
Balance at 1 January 2021	177,917	137,331	116,600	81,593	146,049	376,146	1,035,636
Changes in equity							
Deficit for the year	-	-	-	-	-	(257,664)	(257,664)
Net funds received/ (disbursed) on behalf of Open Shuhada Street	-	-	-	-	2,010	-	2,010
Net funds received/ (disbursed) on behalf of Reclaim the City	-	29,327	-	-	-	-	29,327
Net funds received/ (disbursed) on behalf of Litigation SJC	-	-	3,821	-	-	-	3,821
Net funds received/ (disbursed) on behalf of Jared Bertha Fellowship	-	-	-	(18,796)	-	-	(18,796)
Transfer of surplus to the reserve	195,202	-	-	-	-	(195,202)	-
Balance at 31 December 2021	373,119	166,658	120,421	62,797	148,059	(76,720)	794,334
Balance at 1 January 2022	373,119	166,658	120,421	62,797	148,059	(76,720)	794,334
Changes in equity							
Surplus for the year	-	-	-	-	-	1,093,480	1,093,480
Net funds received/ (disbursed) on behalf of Open Shuhada Street	-	-	-	-	3,827	-	3,827
Net funds received/ (disbursed) on behalf of Reclaim the City	-	9,688	-	-	-	-	9,688
Net funds received/ (disbursed) on behalf of Litigation SJC	-	-	(120,421)	-	-	-	(120,421)
Net funds received/ (disbursed) on behalf of Jared Bertha Fellowship	-	-	-	(62,773)	-	-	(62,773)
Transfer of surplus/(deficit) to the reserve	(94,786)	-	-	-	-	94,786	-
Balance at 31 December 2022	278,333	176,346	-	24	151,886	1,111,546	1,718,135

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Statement of Cash Flows

Figures in R

Note

2022

2021

Cash flows (used in) / from operations

Surplus / (deficit) for the year 1,093,480 (257,664)

Adjustments to reconcile surplus / (deficit)

Adjustments for finance income (251,439) (163,749)

Adjustments for increase in other operating payables 42,239 10,423

Adjustments for (decrease) / increase in deferred income (1,357,920) 640,380

Adjustments for depreciation and amortisation expense 132,118 103,462

Total adjustments to reconcile surplus / (deficit) (1,435,002) 590,516

Net cash flows (used in) / from operations (341,522) 332,852

Interest received 251,439 163,749

Net cash flows (used in) / from operating activities (90,083) 496,601

Cash flows used in investing activities

Purchase of property, plant and equipment (77,911) (38,448)

Net movement in funds held on behalf of other organisations (169,679) 16,363

Cash flows used in investing activities (247,590) (22,085)

Net (decrease) / increase in cash and cash equivalents (337,673) 474,516

Cash and cash equivalents at beginning of the year 5,796,938 5,322,422

Cash and cash equivalents at end of the year 5 5,459,265 5,796,938

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Accounting Policies

1. General information

Ndifuna Ukwazi Trust ('the trust') is a non-profit organisation of a public character, established to promote the full appreciation and realisation of social justice, equality and human rights of all people living in South Africa and beyond.

2. Basis of preparation and summary of significant accounting policies

The financial statements of Ndifuna Ukwazi Trust have been prepared in accordance with the basis of accounting set out below and the Trust Property Control Act. The financial statements have been prepared under the historical cost convention. 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 Revenue

Revenue comprises grant income received, donation income received and interest received.

Revenue from grants and donations received is recognised upon receipt. Where there are constructive obligations to expend monies received in future periods the grant income is deferred until the requisite obligation to spend the monies have been met. If the relevant criteria for recognising the grant as income has not been met then the related receipts are carried on the statement of financial position as a liability under "income received in advance". Management estimates the amount of monies still to be spent on each grant at the end of each financial year when recognising the amount of income to be deferred at year-end.

Interest received is recognised on a time proportion basis, taking account of the principal outstanding and the effective rate over the period to maturity, when it is determined that such income will accrue to the trust.

Revenue received from donors for specific use in the 2023 year is recognised as a current liability, 'income received in advance'.

Where revenue received for the current financial year has not been completely utilised, the surplus revenue is transferred to income roll-overs to be utilised in the 2023 year.

2.2 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 trustees.

The trust 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 trust. 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.

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following rates are used for the depreciation of property, plant and equipment:

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Accounting Policies

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

Asset class

Fixtures and fittings	1 - 6 years
Office equipment	1 - 6 years
Computer equipment	3 years
Computer software	3 years
ICT - Furniture & Fixtures	1 year

Expenditure on additions and improvements to property, plant and equipment including the cost of related interest is capitalised as the expenditure is incurred.

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.

2.3 Trade and other payables

Payables are recognised in the balance sheet when it is probable that an outflow of resources embodying economic benefits will result from the settlement of a present obligation, and the amount at which the settlement will take place can be measured reliably.

2.4 Funds under administration

Ndifuna Ukwazi has been approached to be a "host organisation" for funds earmarked for various non-profit projects who do not have the capacity to administer their own project funds. Funds received and administered for these projects are not recorded in the Statement of comprehensive Income but are recorded directly in a reserve account created for these "Funds under Administration". These funds received, are deposited into a separate bank account to ring-fence the funds and keep them separate from the Trust's cash reserves. Any expenditure incurred for these projects is recorded directly in the equity account so that the funds held in reserve in the statement of changes in equity directly correlates with the balance for that specific project's bank account.

2.5 Reserves

Ndifuna Ukwazi has created a separate reserve to ring fence funds received specifically for advocate fees relating to various cases in what has been termed the "NU Litigation Reserve". Income specifically received for these litigation matters has been recorded under other income with the corresponding costs related to the litigation being recorded under direct expenditure so the statement of comprehensive income reflects a net amount of surplus funds received for specifically relating to the litigation matters for the financial period. Any portion of these funds which is not spent in the financial year has been allocated in equity to a separate reserve so that these funds are ring-fenced to fund litigation in future periods.

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Notes to the Financial Statements

Figures in R

3. Property, plant and equipment

Balances at year end and movements for the year

	Fixtures and fittings	Office equipment	Computer equipment	Computer software	ICT - Furniture & Fixtures	Total
Reconciliation for the year ended 31 December 2022						
Balance at 1 January 2022						
At cost	161,993	365,148	110,019	19,050	201,678	857,888
Accumulated depreciation	(161,993)	(253,939)	(105,832)	(19,050)	(201,678)	(742,492)
Carrying amount	-	111,209	4,187	-	-	115,396
Movements for the year ended 31 December 2022						
Additions from acquisitions	-	-	-	-	77,911	77,911
Depreciation	-	(50,021)	(4,186)	-	(77,911)	(132,118)
Property, plant and equipment at the end of the year	-	61,188	1	-	-	61,189
Closing balance at 31 December 2022						
At cost	161,993	365,148	110,019	19,050	279,589	935,799
Accumulated depreciation	(161,993)	(303,960)	(110,018)	(19,050)	(279,589)	(874,610)
Carrying amount	-	61,188	1	-	-	61,189

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Notes to the Financial Statements

Figures in R

Property, plant and equipment continued...

Reconciliation for the year ended 31 December 2021

Balance at 1 January 2021

At cost	238,725	440,056	153,342	19,050	171,816	1,022,989
Accumulated depreciation	(238,639)	(277,831)	(135,243)	(19,050)	(171,816)	(842,579)
Carrying amount	86	162,225	18,099	-	-	180,410

Movements for the year ended 31 December 2021

Additions from acquisitions	-	-	-	-	38,448	38,448
Depreciation	(86)	(51,016)	(13,912)	-	(38,448)	(103,462)
Property, plant and equipment at the end of the year	-	111,209	4,187	-	-	115,396

Closing balance at 31 December 2021

At cost	161,993	365,148	110,019	19,050	201,678	857,888
Accumulated depreciation	(161,993)	(253,939)	(105,832)	(19,050)	(201,678)	(742,492)
Carrying amount	-	111,209	4,187	-	-	115,396

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Notes to the Financial Statements

Figures in R

2022

2021

4. Trade and other receivables

Deposits	75,225	75,225
----------	--------	--------

5. Cash and cash equivalents

Current assets	5,459,265	5,796,938
----------------	-----------	-----------

Favourable bank balances:

Cash on hand	1,847	826
Standard Bank Money Market account - Income in advance	3,250,235	4,809,787
Standard Bank Money Market account - Roll over	383,095	-
Standard Bank Money Market account - Savings	1,146,872	2,455
Standard Bank Money Market account - NU Litigation reserve	278,333	436,499
Standard Bank Money Market account - Misereor	117	-
Standard Bank Current account	70,610	49,436

Funds held under administration	328,156	497,935
	5,459,265	5,796,938

6. NU Litigation matters

Net NU Litigation income and costs as disclosed in the income statement

Balance at beginning of period		
Funds received earmarked for litigation	371,062	480,905
Funds expensed on litigation	(529,228)	(285,703)
Accumulated surplus transfer to NU Litigation Reserve	63,379	-
Net surplus / (shortfall) of income and expenditure related to NU litigation matters during the year	(94,787)	195,202

NU Litigation reserve analysis as presented on the statement of financial position

Opening balance of NU Litigation Reserve	373,119	177,917
Transfer of surplus funds on NU Litigation matters for the current year	(158,166)	195,202
Accumulated surplus transfer to NU Litigation Reserve	63,379	-
Balance of funds held at year end	278,332	373,119

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Notes to the Financial Statements

Figures in R

2022

2021

7. Funds under Administration

Jared Bertha Fellowship

Balance at beginning of period	62,797	81,593
Funds expensed on behalf of Bertha Fellowship	(62,773)	(18,796)
Balance of funds held under administration at year end	24	62,797

Tramway

Balance at beginning of period	148,059	146,049
Interest received on behalf of Tramway	3,827	2,010
Balance of funds held under administration at year end	151,886	148,059

Reclaim the City

Balance at beginning of period	166,658	137,331
Funds received on behalf of Reclaim the City	73,919	52,878
Interest received on behalf of Reclaim the City	4,909	2,043
Funds expensed on behalf of Reclaim the City	(69,140)	(25,594)
Balance of funds held under administration at year end	176,346	166,658

SJC Litigation

Balance at beginning of period	120,421	117,000
Interest received on behalf of SJC Litigation	3,490	3,821
Funds expensed on behalf of SJC Litigation	(123,911)	-
Balance of funds held under administration at year end	-	120,421
	328,256	497,935

8. Trade and other payables

Other Accruals	297	297
Provision for workmen's compensation	14,368	14,368
Leave pay accrual	229,403	187,171
	244,068	201,836

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Notes to the Financial Statements

Figures in R

2022

2021

9. Income received in advance

Open Society Foundation	-	864,775
Raith Foundation	2,631,708	2,200,250
Cameron Schrier Foundation	-	786,750
Comic Relief	600,000	-
	3,231,708	3,851,775

Income Roll-Overs

Comic Relief	140,502	114,355
Bertha Foundation	26,616	101,506
Constitutionalism Fund	198,069	-
Open Society Foundation	-	473,754
Raith Foundation	-	450,000
Other donations	36,581	-
	401,768	1,139,615
	3,633,476	4,991,389

Income received in advance comprises income received from donors for specific use in the 2023 year. Income Roll-overs relates to the income not completely utilised in the current financial year to be utilised in the 2023 year.

10. Income tax expense

No provision has been made for taxation as the trust is an exempt organisation in terms of section 10(1)(CN) of the Income Tax Act

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Notes to the Financial Statements

Figures in R

2022

2021

11. Grant income earmarked for the year

Open Society Foundation	1,338,529	929,621
Open Society Foundation Refund	-	(64,775)
Claude Leon Foundation	900,000	650,000
Misereor	415,728	-
The Ford Foundation	-	626,413
Comic Relief	2,578,320	2,031,175
Bertha Foundation	1,101,506	900,000
Raith Foundation	2,650,250	2,094,750
Constitutionalism Fund	1,333,333	1,333,334
Cameron Schrier Foundation	786,750	665,000
	<u>11,104,417</u>	<u>9,165,517</u>
Income Roll-overs	(365,188)	(1,139,615)
Bertha Foundation	(26,616)	(101,506)
Comic Relief	(140,502)	(114,355)
Open Society Foundation	-	(473,754)
Raith Foundation	(100,000)	(450,000)
Constitutionalism Fund	(98,069)	-
Transferred to NU Litigation Reserve	(350,000)	(400,000)
Constitutionalism Fund	(100,000)	(100,000)
Raith Foundation	(100,000)	-
Comic Relief	-	(100,000)
Open Society Foundations	-	(100,000)
Claude Leon Foundation	(150,000)	(100,000)
	<u>10,389,229</u>	<u>7,625,903</u>
Total grant income earmarked for the year		

12. Reclassification of prior year amounts

During the current financial year it was noted that there was a classification error.

The identified error has been corrected retrospectively so the comparative figures in the current financial statements have been amended to disclose the correct and appropriate figures in the note detail.

The effect of the corrections on the comparative figures is disclosed as follows:

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Financial Statements for the year ended 31 December 2022

Notes to the Financial Statements

Figures in R

2022

2021

Reclassification of prior year amounts continued...

Grant income earmarked for the year

In the prior period, certain grant amounts were incorrectly disclosed at a net figure, after taking into account transfers to the NU litigation reserve and income roll-overs. The effect of this reclassification has no impact on profit and loss.

Amounts were reclassified as follows: year ended 31 December 2022

	<u>As previously presented</u>	<u>Re-classification amount</u>	<u>As currently presented</u>
Open Society Foundation	291,092	638,529	929,621
Claude Leon Foundation	550,000	100,000	650,000
Comic Relief	1,816,820	214,355	2,031,175
Constitutionalism Fund	1,233,334	100,000	1,333,334
Raith Foundation	1,644,750	450,000	2,094,750

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Annual Financial Statements for the year ended 31 December 2022

Detailed Income Statement

Figures in R

Note

2022

2021

Revenue

11

Grant income earmarked for the year

10,389,229

7,625,903

Other income

Interest received

251,439

163,749

Net (deficit) / surplus of NU Litigation receipts and payments

(158,166)

195,202

Other income - Refunds and reimbursements

6,130

1,249

99,403

360,200

Total income

10,488,632

7,986,103

Less: Operational expenditure as per schedule

3,701,628

3,412,416

Less: Direct project costs as per schedule

5,729,148

4,862,607

Net surplus / (deficit) for the year

1,057,856

(288,920)

Allocated from / (to) Litigation Reserve

94,786

(195,202)

Net surplus / (deficit) to Retained Income

1,152,642

(484,122)

Ndifuna Ukwazi Trust

(Registration Number IT 540/2011)

Annual Financial Statements for the year ended 31 December 2022

Detailed Income Statement

Figures in R

Note

2022

2021

Operational expenditure

Accounting and audit fees		135,178	117,004
Ad-Hoc		5,630	-
Bank charges		26,709	17,755
Books and magazines		2,405	1,839
Catering		31,183	11,884
Computer expenses		-	13,150
Consulting fees		137,622	11,500
Crisis Response/support		43,747	64,093
Depreciation		132,118	103,462
Donations		10,000	-
Furniture and equipment - small assets		29,773	260
ICT		67,209	26,811
Insurance		38,592	38,517
Internet costs		7,428	7,428
Leave pay provision adjustment		42,239	10,423
Postage, printing and stationery		46,553	29,644
Recruitment		-	88,523
Refund of unspent funds		-	64,775
Rent		520,976	498,060
Salaries		2,132,426	2,092,146
Salaries - UIF		35,624	31,256
Staff events		48,793	53,654
Staff welfare		79,786	37,588
Storage		5,144	5,144
Telephone		16,240	14,467
Training		20,944	32,080
Travel expenses		53,744	22,882
Trustee costs		14,875	830
Workmen's compensation paid		16,690	17,242
		3,701,628	3,412,416

Direct Costs

Law Centre		1,995,571	1,929,515
Campaigns		317,248	154,019
Organising		1,348,454	1,082,812
Policy, Research and Education		1,722,307	1,658,246
Resisting Evictions and Displacements		115,374	38,015
Equitable Access		184,044	-
Security of Tenure		46,150	-
		5,729,148	4,862,607