

NG WELFARE

ANNUAL REPORT

2022 / 2023

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CORE BUSINESS

We provide professional social welfare services and focus mainly on the protection of children as well as families and residential care for children and older persons.

VISION

The optimal social functioning of the individual, family and community to the glory of God.

MISSION

NGW is committed to render a comprehensive, professional, social welfare service.

CORE VALUES

Honesty & Integrity
Grace & Compassion
Trust & Reliability



NG Welfare North West (referred to as NGW) is the Registered Welfare Organisation of the Dutch Reformed Church of the Synod of Goudland, operating in the North West Province and Gauteng, with a Head Office in Potchefstroom and Vanderbijlpark.

FROM THE CEO



As we reflect on another year, I'm honoured to report on NG Welfare's activities and progress. Despite confronting global realities and the challenges of our own beloved South Africa, the year concluded triumphantly, a testimony to the grace of God.

My heartfelt gratitude extends to the members of our Board of Directors, Advisory Boards, our stakeholders, and volunteers. Whether it was through financial contributions, expert perspectives, and guidance, volunteering their time, or spreading the word on our activities and service delivery, they have all demonstrated their generosity and dedication.

NG Welfare's accomplishments would be incomplete without the role of our loyal and dedicated personnel of 588 people who touched the lives and offered hope to more than 20 845 vulnerable individuals during the past year.

Amid many challenges and substantial changes, the year also saw our CEO and Financial Manager, Mr. Anderton Smith, depart after 30 years. We wish him well in his new journey.
As February 2023 came to an end, it became evident that changing times need a drastic shift in our thinking.

The significant challenges that lie ahead requires innovative determination and I fiercely believe that we will continue to make a meaningful difference in our society, creating a better future.
Your dedication, compassion and unwavering belief in our cause are appreciated.

Dr **Lisl Roodt**
Chief Executive Officer

"The world as we have created it is a process of our thinking.
It cannot be changed without changing our thinking."
-Einstein-

REGISTRATION

- **Welfare Organisation (WO)** (Act 110/1978) Non-Profit Company (NPC) (Act 71/2008 – as amended)
  Registration number: 1995/0088030/08
- **Non-Profit Organisation (NPO)** (Act 71/1997 – as amended) Registration number: 002-059 NPO
- **Public Benefit Organisation (PBO)** (Sec 30, Act 58/1962) Registration number: PBO 930 003 679
- **Designated Child Protection Organisation (CPO)** (Act 38/2005)

NORTH WEST HEAD OFFICE
104 Peter Mokaba Avenue, Potchefstroom, 2531.
Tel: 018 297 3928

GAUTENG HEAD OFFICE
3A Conan Doyle street, Vanderbijlpark.

BANKING DETAILS

NG Welfare North West
ABSA
Cheque: 01009700249
Branch Code: 632005

NG Welfare Gauteng
ABSA
Cheque: 4096115259
Branch Code: 632005

NG Welfare
ngwelfare_
NG Welfare
info@ngwelfare.co.za
www.ngwelfare.co.za

NG WELFARE BRANCHES

FAMILY CARE OFFICES

NORTH WEST

NGW Klerksdorp	018 462 9887
NGW Lichtenburg	018 632 4347
NGW Potchefstroom	018 297 7347
NGW Schweizer-Reneke	053 963 1156
Verwes Social Services-Wolmaransstad	018 596 1318
NGW Zeerust	018 642 1312

GAUTENG

Fochville Social Services	018 771 3773
NGW Krugersdorp	011 660 3183
NGW Meyerton	016 362 0864
NGW Roodepoort	011 955 6924
NGW Vanderbijlpark	016 981 1044
NGW Vereeniging	016 421 4044

CYCC

NORTH WEST

Abraham Kriel Children's Home Potchefstroom	018 294 5347

GAUTENG

Catherine Robson Children's Home Vereeniging	016 455 1733

HOMES FOR THE ELDERLY

Huis Meyerton - Meyerton	016 362 0045
Japie Kritzinger - Bloemhof	053 433 1403
Jeugland - Vanderbijlpark	016 933 3995
Huis Delarey - Delareyville	053 948 1928
Klerksdorp - Klerksdorp	018 462 5638
Koster - Koster	087 147 4513
Luipaardsvlei - Krugersdorp	011 955 2108
Wolmaransstad - Wolmaransstad	018 596 1159

COMMUNITY DEVELOPMENT

Emanang Nokeng - Roodepoort	083 268 3660

GOVERNANCE & MANAGEMENT

NGW is governed by a Board of Directors. The Board of Directors subscribes to the practices and principles as contained in the King IV report. The Board of Directors regularly monitors its application thereof. The recommendations of the King IV report are applied in as far as they are applicable to non-profit companies and as defined and qualified below. The new Companies Act, Act 71 of 2008 (the New Act), is applicable since 1 May 2011.

The Board meetings took place on: 30 May 2022, 29 August 2022(AGM), 21 November 2022 and 27 February 2023. Each of the 22 branches of NGW is governed by an Advisory Board - these meetings also take place quarterly.

LEADERSHIP & CORPORATE CITIZENSHIP

The company and its Board of Directors comply with, and subscribe to the strictest ethical values and fully practise corporate citizenship, especially in the field of social services delivered. The Company and the Board of Directors meet all legal requirements and other regulatory requirements, codes and standards.



BOARD OF DIRECTORS

Rev HJ Niemand: Chairperson
Representative: Potchefstroom
Rev BC Botha: Vice-Chairperson
Representative: NW Rural
Rev A Mieny: PSD
Executive Officer: Goudland Synod
Rev CJ van Staden: Secretary
Representative: KOSH area
Rev JAR Botha
Representative: West Rand
Rev JJ Redelinghuys
Representative: Vaal Triangle
Prof JP Fouché
Special Advisor: Financial Matters
Adv JJ Pretorius
Special Advisor: Legal Matters

SOCIAL & ETHICAL ASPECTS

NGW renders services to all people, regardless of race, creed or gender, striving to make a difference in South Africa. In all aspects, we adhere to the values of respect, accountability, integrity, honesty, and loyalty.

To ensure that we do this responsibly, we comply with all relevant legislation and codes of best practice:

- The United Nations Global Compact Principles (10 Principles on Human Rights, Labour, Environment, Anti-Corruption),
- The Organisation for Economic Co-operation and Development recommendations regarding corruption,
- The Employment Equity Act,
- The Broad-Based Black Economic Empowerment Act,
- The policies of NG Welfare and the directives of the Department of Social Development.

SUSTAINABILITY & INTEGRATION

This annual report is presented as an integrated report which addresses the annual financial statement figures as well as the social, environmental and economic aspects. Due to the nature of activities, a great deal of this report is dedicated to the social services rendered to the broad community.

The sustainability of activities forms a huge part of the focus of the Board and top management. Due to the welfare and non-profit nature of activities, the company is largely dependent on donations as well as church and government support; thus no guarantee of continued support exists. Despite all of this, the company deals with its financial matters with extreme responsibility.

STAKEHOLDER RELATIONSHIPS

The community is an important stakeholder within the service delivery areas of NGW. Regular feedback take place between local communities, congregations and the company. The relationships with the community, as well as with the church, government and other welfare institutions are actively managed .

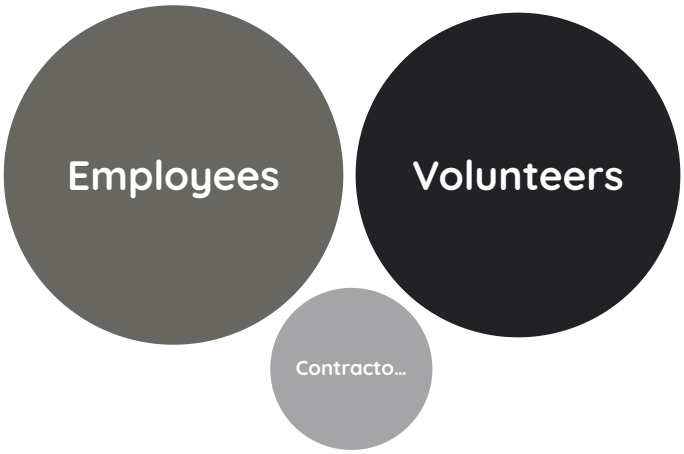


BENEFICIARIES

Family Care Services	8751	Services to Older People	2387
Emanang Nokeng Community Work	8138	Child & Youth Care Centres	1569

TOTAL NUMBER OF BENEFICIARIES: 20 845

EMPLOYEES & VOLUNTEERS



Employees	588
Volunteers	538
Contractors	134

BENEFACTORS & STAKEHOLDERS

A special word of appreciation to our loyal benefactors, stakeholders and volunteers for their continuous support. Their financial contributions and time greatly strengthen our hands to protect the vulnerable.

NGK SINODE GOUDLAND

social development
Department:
Social Development
REPUBLIC OF SOUTH AFRICA

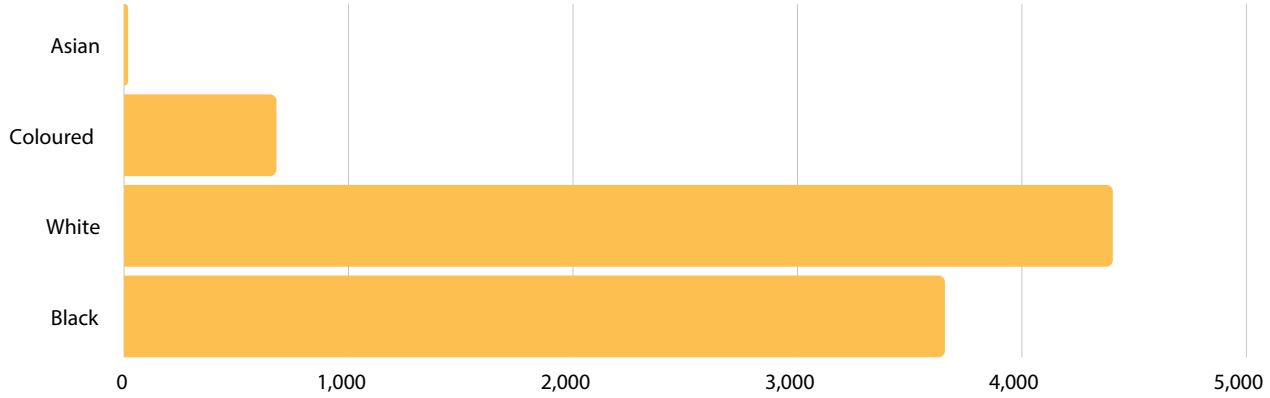
Beeld Kinderfonds

NATIONAL LOTTERIES COMMISSION
LOTTO FUNDED

FAMILY CARE SERVICES

STATISTICS: CASE WORK

A total of 8751 individuals, consisting of 2589 families were reached through case work including consultations, counseling and therapy. Of these 7 124 individuals, 4026 were children. The population distribution of the total is as follows:



OBJECTIVES & ACCOMPLISHMENTS:

- Strengthening family life and improving the general well-being of dysfunctional families.
- Monitoring placement of children in alternative care.
- Protecting vulnerable children, orphans and other children-at-risk.

Children had to be removed from the care of their parents or caregivers urgently to secure their safety.	129
Cases of serious abuse and neglect were reported.	77
Children in foster care receiving foster care supervison services.	1033
Parenting plans were ratified by court order to ensure the stability of the family unit.	52
Number of children placed in alternative care following investigation	117
Number of parenting plans that have been completed and a court order has been issued.	62
Number of children in Children's Home.	196
Number of children in Schools of Industry.	12

GROUP- & COMMUNITY WORK SERVICES

STATISTICS: CASE WORK

Number of people (not on our case load) reached by means of Group Work	415
Number of people (on our case load) reached by means of Community Work	583
Number of people (not on our case load) reached by means of Community Work	7140

TOTAL: 8138

RESIDENTIAL CHILD CARE SERVICES

CHILD AND YOUTH CARE CENTRES

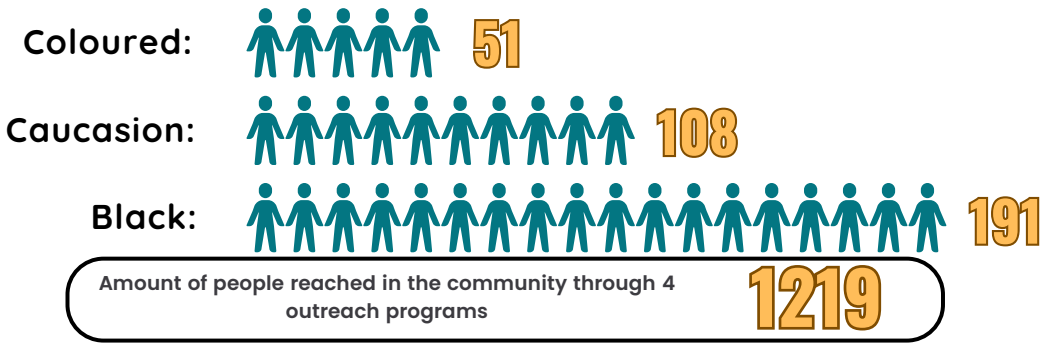
OBJECTIVES & ACCOMPLISHMENTS:

Provide a safe environment for holistic care:

These children had been removed from their parents' care by means of a Children's Court Order, often because of traumatic circumstances, such as serious neglect or abuse.

Amount of children loved and cared for in 2 Residential Child and Youth Care Centres	350

POPULATION DISTRIBUTION



Amount of people reached in the community through 4 outreach programs	1219

RESIDENTIAL CARE SERVICES
FOR OLDER PERSONS

OBJECTIVES:

We provide a safe and caring environment to frail and debilitated older persons

RESIDENTIAL FRAIL CARE **24/7 Nursing care in 8 homes for the elderly**	**746**
ASSISTED LIVING **Independent residents in apartments**	**653**
COMMUNITY OUTREACH **People reached by means of 22 projects**	**988**

TOTAL: **2387**

R9 130

Average unit cost per person per month.

39.4%

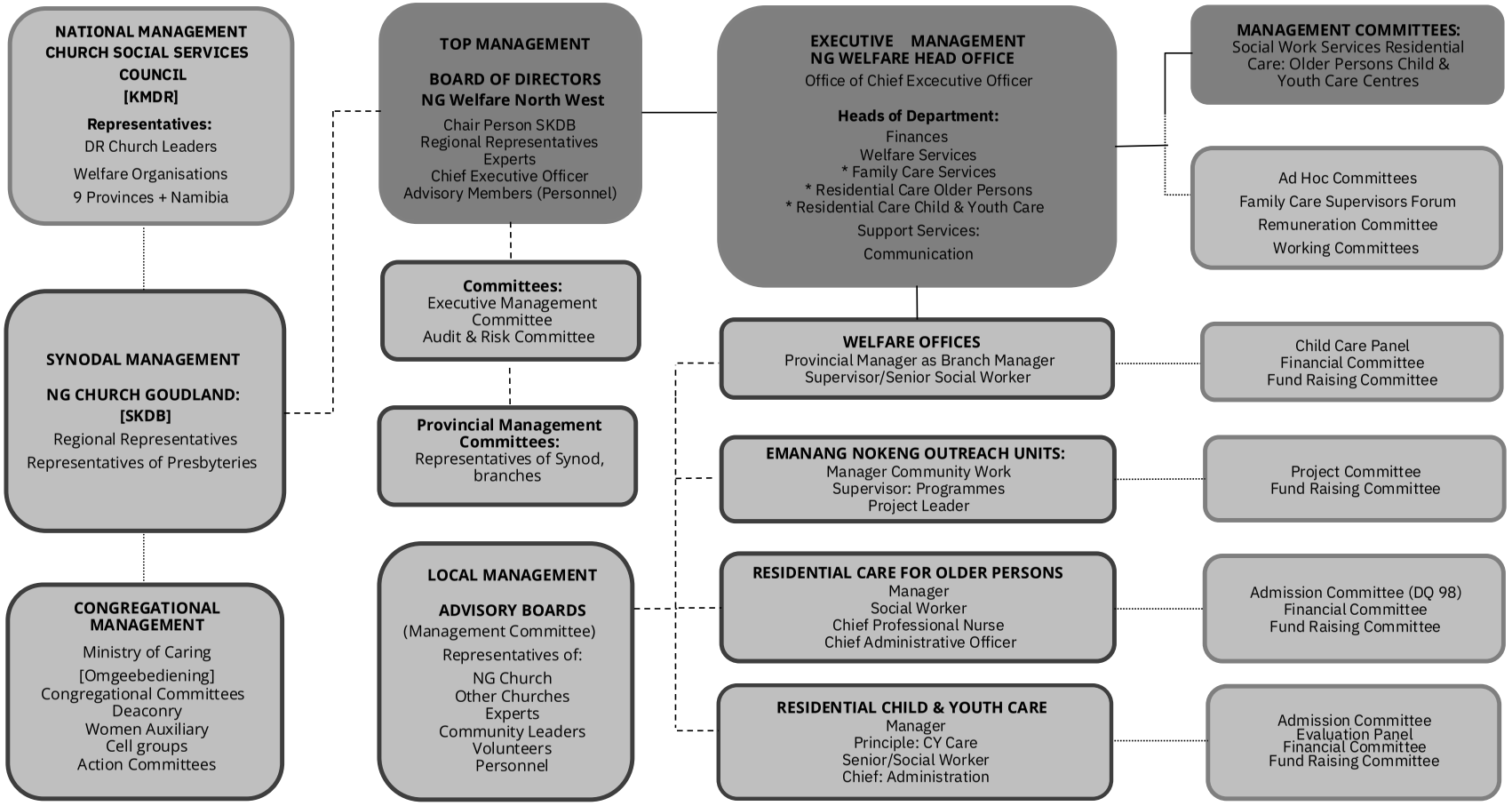
Percentage of residents that can afford this amount.

Percentage of residents that needs financial assistance.

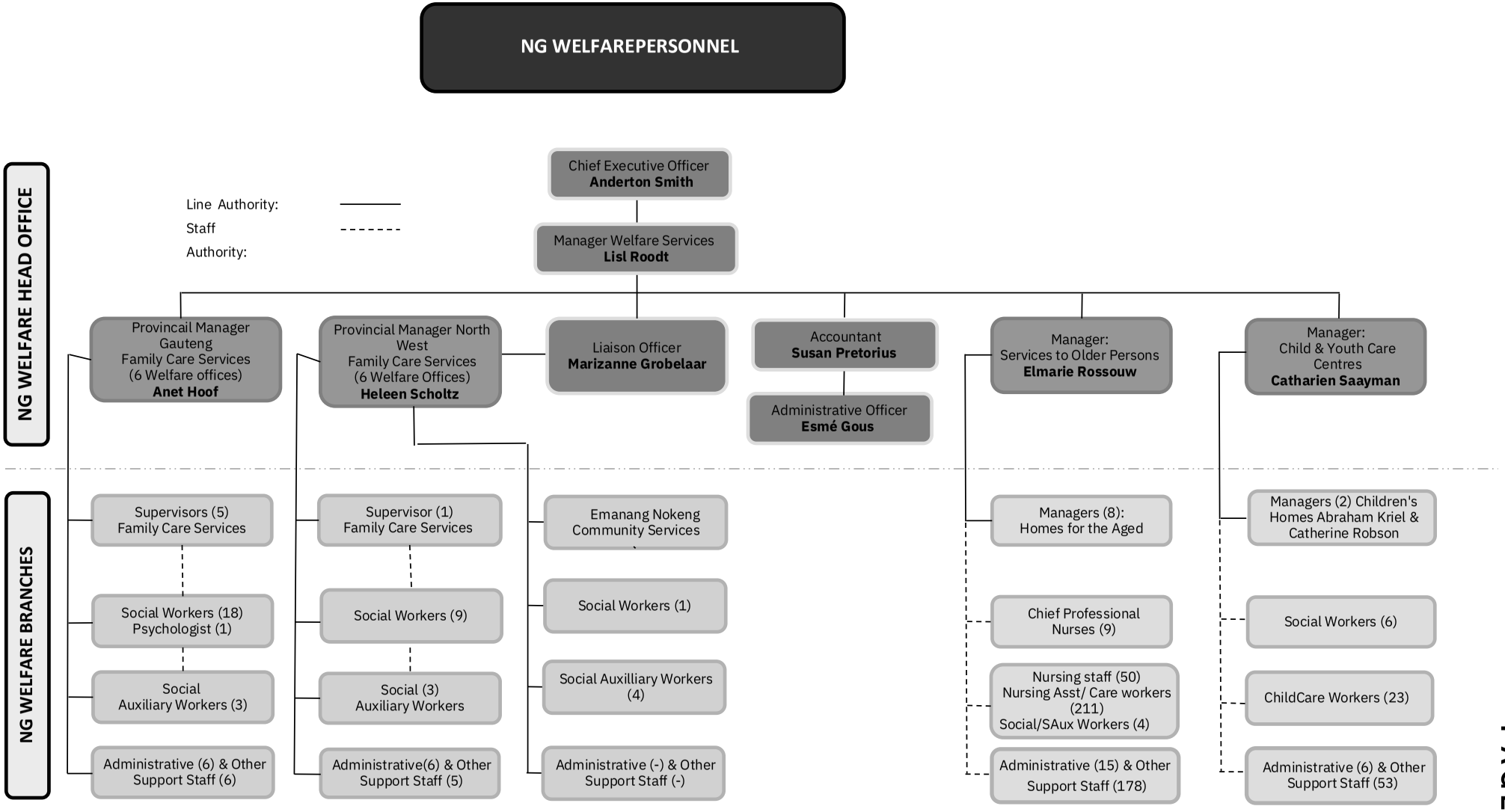
60.6%

NG WELFARE NPC

GOVERNANCE & MANAGEMENT STRUCTURES



NG WELFARE NPC PERSONNEL ORGANOGRAM



AUDIT & RISK COMMITTEE REPORT

We hereby present our report for the financial year that ended February 28, 2023 to the Board of Directors. The Audit Committee is an independent committee, appointed by the Board of Directors that also delegates duties and responsibilities to the Committee.

The Audit Committee is of the opinion that this report meets the requirements of the Companies Act (Act 71 of 2008, as amended) and all the material recommendations of the King Code of Governance for South Africa (King IV). The committee has done several self-evaluations and has improved.

The Audit Committee's duties were formalised in a charter that had been approved by the Board of Directors and updated during the year. The Audit Committee has managed its activities in accordance with the charter.

Composition
The Companies Act and King IV require that the Audit Committee must comprise of at least three members. Every member of the committee must be an independent non-executive director. The past year there were three independent non-executive directors on the committee as well as three nominated independent financial experts.

The CEO/Financial Manager and Secretary attend the meetings ex-officio but do not have any voting power.

Skills and experience
One member of the committee (Chairperson) is a CA(SA). The remaining directors are pastors involved in congregations. There are also additional financial experts with various levels of expertise.

Diversity
The committee does not reflect diversity in terms of race and age, but the composition is in line with the broader membership in the company.

Chairperson of the board and the audit committee
The Chairperson of the Board of Directors is appointed on the committee, he does however not chair the committee.

Meetings
Quarterly meetings were held before each meeting of the Board of Directors where this Committee gave feedback and made recommendations.

Responsibilities
The Audit Committee is responsible for: The nomination of the registered independent auditor; The assessment of the independence of the registered independent auditor; An overview of all matters pertaining to the appointment, audit fees, completion and closing of the independent audit; The overview of the annual financial statements prior to submission to and approval by the Board of Directors, taking into consideration the company's going-concern status; The revision of the annual report and all sustainability matters prior to submitting it to the Board of Directors; Maintaining a proper risk management process; Monitoring the internal audit function; Monitoring a proper internal control system; and Monitoring the processes and procedures concerning ethical behaviour within the company.

Risk management

Sustainable finances remain the organisation's largest challenge linked to the current economic and political climate. Cash flow management, along with late payment of subsidies at branch level remains a challenge in many instances and is continuously managed. Meeting the requirements of the Department of Social Development as crucial stakeholder is important. The risk of material changes in allocated subsidies may have a huge impact on service delivery and staffing. Measures are in place to allow for whistle blowing and complaint resolution. The Company shortfall for 2022/2023 financial year was R 5,046,048. This indicates the pressure resulting from increased needs and a poor economic environment. Various fundraising efforts are underway at Head Office as well as at the branches. The company also hopes to receive substantial Lotto funding again in future - with Lotto applications submitted where possible. The biggest threats to the sustainability of the activities of the company is the possibility of reduced government subsidies (as threatened in Gauteng in 2023) and underutilisation or non-payment at old age homes.

Reporting

The Audit Committee therefore reports that all the duties and responsibilities, as described, have been honoured. The Audit Committee specifically report that: The registered auditor is indeed independent; The annual financial statements have been evaluated and recommended to the Board (the audit report and the accounting policy and compliance with International Financial Reporting standards have been emphasised); The going-concern status of the Company has been reviewed and the Audit Committee is satisfied that the company has adequate resources available to continue to operate in the foreseeable future; The annual report has been reviewed for recommendation to the Board and to determine if corporate governance matters and sustainability reporting are sufficiently covered, taking into consideration the nature and size of the company; To the best of our knowledge, management has placed no limitations on the independent auditors in the execution of their duties; The risk management process has been executed, with the Board of Directors assuming complete responsibility for maintaining an efficient risk management system. Additionally, the Board of Directors holds full accountability for the Company's internal controls, while the Audit Committee actively supports the Board in assessing their effectiveness and sufficiency.; The internal audit function has been performed by the CEO, due to the nature and limited extent of activities, as well as the limited resources available for this task. The Audit Committee acknowledges the lack of independence of this function, but also realises that financial resources can be better applied for the Company's main task and aim; and The Audit Committee has established that the CEO and finance team has appropriate expertise and experience to act in this capacity. The Audit Committee is also satisfied that the Company's finance function has the required expertise and sufficient resources available to fulfil their responsibilities. It needs to be noted that the CEO and accountant subsequently resigned after year end.

The Audit Committee noted gratefully that all the audited financial statements of the Company and its branches' have received unqualified audit reports.



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Jaco Fouché

Chairperson of the Audit Committee

GENERAL TRENDS, RISKS & CHALLENGES

MANAGEMENT:

- Recruitment of new staff with appropriate experience and expertise.
- Transformation of the Board of Directors and Advisory Boards.
- Recruitment and retainment of volunteers.

STAFF:

- Recruitment and retainment of personnel difficult due to non-competitive remuneration in NPO-sector.
- High turnover of professional staff due to financial constraints with regards to remuneration.
- Skills shortage especially in professional nursing services.
- Inaccessibility of skilled & experienced social workers for complicated cases of child protection.
- Burnout.
- Safety of social workers in the field.

STAKEHOLDERS:

- Internal administrative challenges at Department of Health and Social Development leads to late signing of Service Level Agreements, late payment of subsidies and delayed issue of CPO Certificates as well as Compliance Certificates from the NPO Directorate.
- Late payments of subsidies lead to severe financial constraints and cashflow problems.
- Uncertainty of future partnership with the Department of Social Development with regards to the service delivery and funding.

SERVICE DELIVERY

- Deterioration of municipal services in rural areas and deterioration of quality of life as a result.
- Limited resources.
- Sustainability of services due to financial constraints/staff turnover.
- Safety of staff in the field.

FUNDS

- Financial planning & budgeting complicated by:
  - Decreased funding from the different Presbytery Rings of the Dutch Reformed Church.
  - Delayed payments of government funding.
- Fundraising difficulties due to economic climate in the country.
- Contingency funds being utilised to cover operational costs.

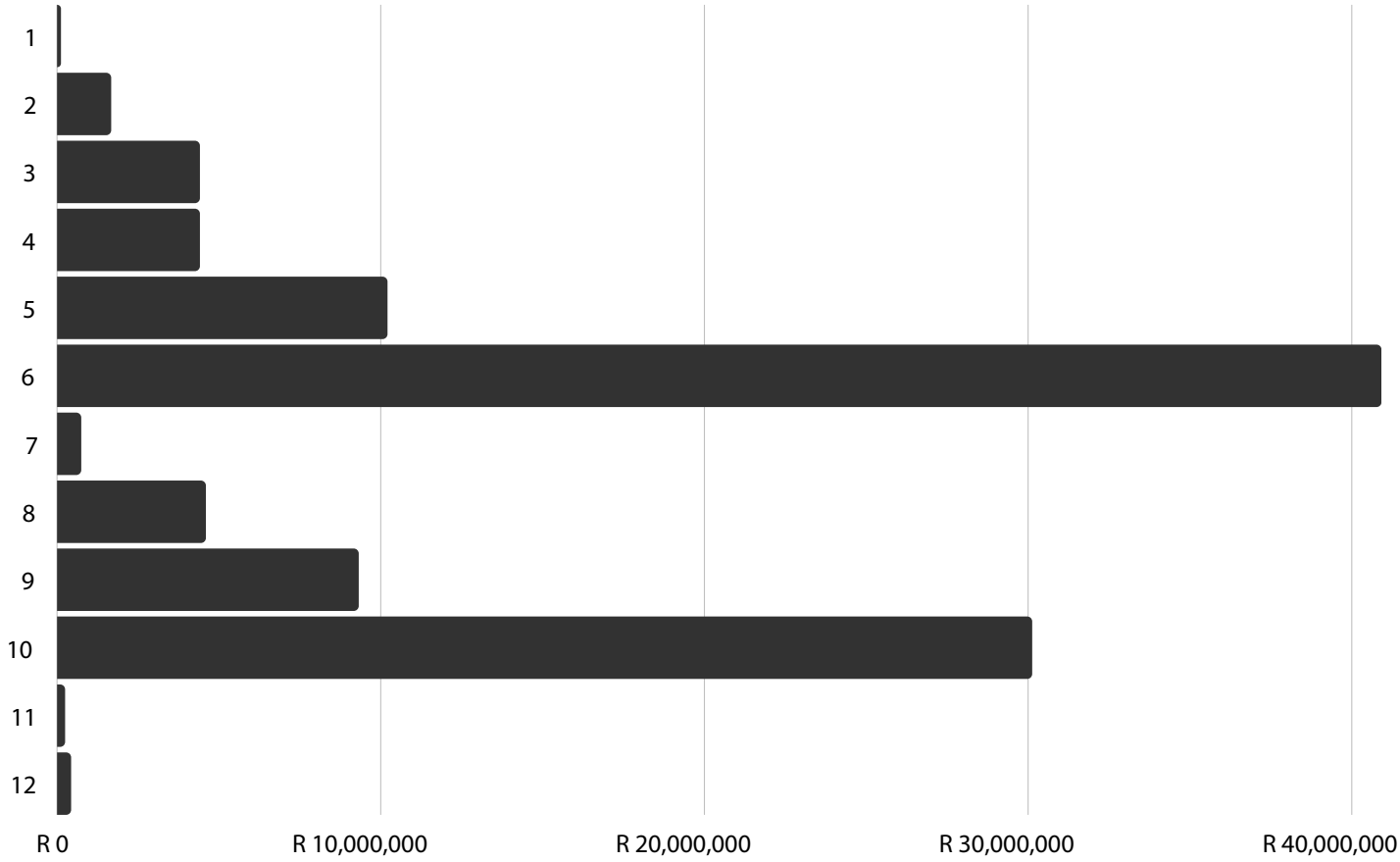
NEEDS

- Need of formal Staff Support Programme.
- Need for improved partnership and joint ventures with other NGOs, especially in Gauteng due to uncertainty of partnership with the DSD.
- Increased need for Pro Bono services of legal experts for social casework management and partnership agreements with the DSD.

INFRASTRUCTURE

- Old buildings require constant maintenance.
- Funds constrained for maintenance of vehicles and office equipment.

REVENUE 2022 - 2023



TOTAL REVENUE: R 110 754 710.00

1. Bad Debts Recovered — R104 482
2. Collections & Recoupments — R 1 655 960
3. Congregations & Synod Contributions — R 4 397 547
4. Donations & Bequests — R 8 124 306
5. Fundraising & Projects — R10 192 734
6. Government Grants — R40 902 717
7. Insurance claims received — R730 846
8. LOTTO income — R4 581 713
9. Rent received — R9 303 830
10. Residential & other service fees — R30 110 029
11. Sale of goods — R232 229
12. Sundry income — R417 957

ABRIDGED ANNUAL FINANCIAL STATEMENTS

NG WELFARE NORTH WEST NPC

(Registration Number 1995/008030/08)
Abridged Annual Financial Statements for the year ended 28 February 2023

General Information

Country of Incorporation and Domicile	South Africa
Registration Number	1995/008030/08
Registration Date	02 August 1995
Nature of Business and Principal Activities	To provide welfare and charitable services as the registered welfare organisation of the Dutch Reformed Church in the North West Province and in the Vaal and West Rand regions of Gauteng.
Directors	Botha, B.C. Mieny, A. Botha, J.A.R. Van Staden, C.J. Pretorius, J.J. Niemand, H.J. Fouché, J.P.
Registered Office	104 Peter Mokaba Street Potchefstroom 2531
Bankers	ABSA
Tax Number	9050/709/61/8
Independent Auditors	Philip Miller & Co. 12 Holtzhausen Road Baillie Park Potchefstroom 2526
Preparer	J.J. Conradie The Views Lifestyle Centre 34 Klinkenberg Street Van Der Hoffpark Potchefstroom 2531
Website	www.ngwelsyn.co.za

INDEPENDENT AUDITORS REPORT

PHILIP MILLER & CO. /KIE

REGISTERED AUDITORS / GEREGISTREERDE OUDITEURE
PRACTICE NUMBER – SAICA 03045752 / IRBA 904260-0000
KRAUSE VAN DER WALT CA (SA) Ph.D. - SAICA 00247961 / IRBA 584177
GERALDINE SMUTS CA (SA) M.COM. - SAICA 08184011 / IRBA 837558
HANNES MARAIS CA (SA) - SAICA 30676035 / IRBA 499712

12 Holtzhausen Road, Baillie Park, POTCHEFSTROOM. 2526
✉ 40, POTCHEFSTROOM. 2520
☎ (018) 290 3000
Fax (018) 290 3048 / (086) 537 1800
info@pmiller.co.za

VAT Number: 4640108504

To the Members of NG WELFARE NORTH WEST NPC

Opinion

We have audited the financial statements of NG WELFARE NORTH WEST NPC set out on pages 5 to 9, which comprise the statement of financial position as at 28 February 2023, and the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including
a summary of significant accounting policies.

The abridged annual financial statements are consistent, in all material respects, with these complete audited annual financial statements, from which it was derived.

Responsibilities of the Directors for the Abridged Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act
of South Africa, 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.

Accounting policy and limitation of distribution and use

The abridged annual financial statements have been derived from the audited annual financial statements and is only presented as an illustrative summary of information. Accordingly the abridged annual financial statements may not be suitable for any decision-making or other specific purposes, and distribution and use should be limited accordingly.

To better understand the scope of our audit and the financial position of the company, the abridged annual financial statements should be read in conjunction with our complete audit report, accounting policy and explanatory notes, included in the audited annual financial statements.

Philip Miller & Co. **28 August 2023**

Per: Dr. K. van der Walt
Partner
Registered Auditor

12 Holtzhausen
Road Baillie Park
Potchefstroom
2526

DIRECTORS' RESPONSIBILITIES AND APPROVAL

NG WELFARE NORTH WEST NPC

(Registration Number 1995/008030/08)
Abridged Annual Financial Statements for the year ended 28 February 2023

The directors are required by the Companies Act of South Africa to maintain adequate accounting records and are responsible for the content and integrity of the abridged annual financial statements and related financial information included in this report. It is their responsibility to ensure that the abridged 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 company, and explain the transactions and financial position of the business of the company at the end of the financial year. The abridged annual financial statements are based upon appropriate accounting policies consistently applied throughout the company 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 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 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.

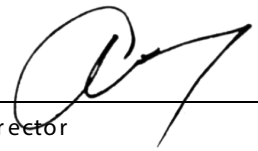
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the abridged annual financial statements. However, any system of internal 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 directors have no reason to believe that the company will not be a going concern in the foreseeable future. The abridged annual financial statements support the viability of the company.

The abridged annual financial statements have been audited by the independent auditing firm, Philip Miller & Co., who have been given unrestricted access to all financial records and related data, including minutes of all meetings of the member, the directors and committees of the directors. The directors 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 page 4.

The abridged annual financial statements set out on pages 5 to 9 which have been prepared on the going concern basis, were approved by the directors and were signed on 28 August 2023 on their behalf by:



Director



Director

STATEMENT OF FINANCIAL POSITION

NG WELFARE NORTH WEST NPC

(Registration Number 1995/008030/08)
Abridged Annual Financial Statements for the year ended 28 February 2023

Figures in R	2023	2022
Assets		
Non-current assets		
Property, plant and equipment	43,922,787	44,276,055
Other loans and receivables	181,737	181,737
Total non-current assets	**44,104,524**	**44,457,792**
Current assets		
Inventories	2,340,878	1,425,805
Trade and other receivables	5,702,704	8,287,508
Investments	37,840,566	36,183,929
Other loans and receivables	-	42,000
Cash and cash equivalents	6,405,555	10,197,335
Total current assets	**52,289,703**	**56,136,577**
Total assets	**96,394,227**	**100,594,369**
Equity and liabilities		
Equity	25,631,380	20,666,543
Reserves	17,011,226	20,554,957
Accumulated surplus	**42,642,606**	**41,221,500**
Total equity		
Liabilities		
Non-current liabilities		
Other loans and payables	25,000	85,000
Borrowings	40,302,413	40,530,223
Total non-current liabilities	**40,327,413**	**40,615,223**
Current liabilities		
Trade and other payables	5,865,027	10,771,149
Other loans and payables	7,559,181	7,986,497
Total current liabilities	**13,424,208**	**18,757,646**
Total liabilities	**53,751,621**	**59,372,869**
Total equity and liabilities	**96,394,227**	**100,594,369**

STATEMENT OF COMPREHENSIVE INCOME

NG WELFARE NORTH WEST NPC

(Registration Number 1995/008030/08)
Abridged Annual Financial Statements for the year ended 28 February 2023

Figures in R	2023	2022
Revenue	110,754,710	109,944,486
Administrative expenses	(3,364,622)	(3,143,594)
Other expenses	(116,419,884)	(107,512,638)
Other gains and (losses)	618,040	705,338
Deficit from operating activities	**(8,411,756)**	**(6,408)**
Investment income	3,365,708	1,335,459
(Deficit) / surplus for the year	**(5,046,048)**	**1,329,051**
Other comprehensive income net of tax		
Components of other comprehensive income that will not be reclassified to surplus or deficit		
Gains on reserve fund	2,706,249	-
Total other comprehensive income net of tax	**2,706,249**	**-**
Total comprehensive income	**(2,339,799)**	**1,329,051**

STATEMENT OF CHANGES IN EQUITY

Figures in R	Special trust funds & reserves	Accumulated surplus	Total
Balance at 1 March 2021	19,629,901	19,629,118	39,259,019
Changes in equity			
Surplus for the year	-	1,329,051	1,329,051
Total comprehensive income	-	1,329,051	1,329,051
Transfer to/(utilising of) reserves and funds	1,138,757	-	1,138,757
Transfer from reserves and funds - Prior year adjustment	-	(30)	(30)
Branch office derecognised on withdrawal from group	(102,115)	(403,182)	(505,297)
Balance at 28 February 2022	**20,666,543**	**20,554,957**	**41,221,500**
Balance at 1 March 2022	20,666,543	20,554,957	41,221,500
Changes in equity			
Deficit for the year	-	(5,046,048)	(5,046,048)
Other comprehensive income	2,706,249	-	2,706,249
Total comprehensive income	2,706,249	(5,046,048)	(2,339,799)
Transfer to/(utilising of) reserves and funds	2,948,132	393,683	3,341,815
Branch office recognised - transfered from Jeugland Service Centre for Seniors	-	1,108,634	1,108,634
Balance at 28 February 2023	**25,631,380**	**17,011,226**	**42,642,606**

STATEMENT OF CASH FLOWS

NG WELFARE NORTH WEST NPC

(Registration Number 1995/008030/08)
Abridged Annual Financial Statements for the year ended 28 February 2023

Figures in R	2023	2022
Cash flows from / (used in) operations		
(Deficit) / surplus for the year	**(5,046,048)**	**1,329,051**
Adjustments to reconcile (deficit) / surplus		
Adjustments for investment income	(3,365,708)	(1,335,459)
Adjustments for increase in inventories	(915,073)	(413,104)
Adjustments for decrease / (increase) in trade accounts receivable	1,923,189	(1,357,005)
Adjustments for decrease / (increase) in other operating receivables	105,529	(475,082)
Adjustments for (decrease) / increase in trade accounts payable	(4,906,122)	5,919,279
Adjustments for depreciation and amortisation expense	3,960,785	3,301,111
Adjustments for impairment losses and reversal of impairment losses recognised in surplus or deficit	556,086	1,055,050
Adjustments for provisions	2,706,249	-
Adjustments for fair value gains and losses	1,039,014	(705,338)
Property, plant and equipment transfers and adjustments	716,656	575,055
Adjustments for gains and losses on disposal of non-current assets	(1,657,054)	-
Other adjustments to reconcile surplus (deficit) - Rounding	2	(48)
Total adjustments to reconcile (deficit) / surplus	**163,553**	**6,564,459**
Net cash flows (used in) / from operations	**(4,882,495)**	**7,893,510**
Reserve transfers (non-cash flow)	393,681	-
Dividends received	194,516	99,562
Interest received	3,171,192	1,235,897
Other fair value gains	(1,039,014)	705,338
Net cash flows (used in) / from operating activities	**(2,162,120)**	**9,934,307**
Cash flows used in investing activities		
Proceeds from sales of property, plant and equipment	2,545,084	975,835
Purchase of property, plant and equipment	(5,212,203)	(13,455,132)
Purchase of other financial assets	(1,614,637)	2,539,862
Cash flows used in investing activities	**(4,281,756)**	**(9,939,435)**
Cash flows from financing activities		
Proceeds from issuing other equity instruments	2,258,588	1,036,642
Proceeds from other financial liabilities	(715,126)	3,391,067
Other inflows (outflows) of cash	1,108,634	(403,194)
Cash flows from financing activities	**2,652,096**	**4,024,515**
Net (decrease) / increase in cash and cash equivalents before effect of exchange rate changes	**(3,791,780)**	**4,019,387**
Net (decrease) / increase in cash and cash equivalents	**(3,791,780)**	**4,019,387**
Cash and cash equivalents at beginning of the year	10,197,335	6,177,948
Cash and cash equivalents at end of the year	**6,405,555**	**10,197,335**

NOTES TO THE ABRIDGED FINANCIAL STATEMENTS

NG WELFARE NORTH WEST NPC

(Registration Number 1995/008030/08)
Abridged Annual Financial Statements for the year ended 28 February 2023

The abridged annual financial statements have been derived from the audited annual financial statements and is presented as an illustrative summary of information. The complete audited annual financial statements, together with a copy of the unqualified audit report issued by the independent auditor, will be available for inspection at the registered offices of the company or on the website of the company (http://www.en.ngwelsyn.co.za).

These financial statements have been prepared under the historical cost convention and are presented in South African Rands.

END OF FINANCIAL STATEMENTS