

# **Umnotho for Empowerment**

**(Registration Number 070-858-NPO)**

**Annual Financial Statements  
for the year ended 31 March 2022**

## **Reviewed Financial Statements**

in compliance with the Non-profit organisations Act of South Africa

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Annual Financial Statements for the year ended 31 March 2022

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# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Annual Financial Statements for the year ended 31 March 2022

## General Information

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<b>Country of Incorporation and Domicile</b>	South Africa
<b>Registration Number</b>	070-858-NPO
<b>Nature of Business and Principal Activities</b>	Community social development
<b>Members</b>	Sam Ngoma Lesego Mokoena Ofentse Khumalo Dimakatso Munthali
<b>Registered Office</b>	Plot 79 Rietvlei Muldersdrift Mogale 1747
<b>Business Address</b>	Plot 79 Rietvlei Muldersdrift Mogale 1747
<b>Postal Address</b>	Plot 79 Rietvlei Muldersdrift Mogale 1747
<b>Bankers</b>	Standard Bank
<b>Professional Accountants (SA)</b>	Moloi & Co Accountants PO Box 114 Fourways North Johannesburg South Africa 2086
<b>Preparer</b>	Moloi & Co Accountants PO Box 114 Fourways North Johannesburg South Africa 2086

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Annual Financial Statements for the year ended 31 March 2022

## Members' Responsibilities and Approval

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The members are required by the Non-profit organisations Act of South Africa 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 non-profit organisation, and explain the transactions and financial position of the business of the non-profit organisation at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the non-profit organisation and supported by reasonable and prudent judgements and estimates.


The members acknowledge that they are ultimately responsible for the system of internal financial control established by the non-profit organisation and place considerable importance on maintaining a strong control environment. To enable the members to meet these responsibilities, the members 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 non-profit organisation and all employees are required to maintain the highest ethical standards in ensuring the non-profit organisation's business is conducted in a manner that in all reasonable circumstances is above reproach.

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


The members 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 members have no reason to believe that the non-profit organisation will not be a going concern in the foreseeable future. The financial statements support the viability of the non-profit organisation.

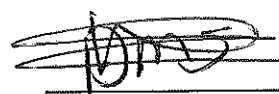
The independent reviewers are responsible for independently reviewing and reporting on the non-profit organisation's annual financial statements. The independent reviewers report is presented on page 5.

The annual financial statements set out on pages 6 to 18, and the supplementary information set out on pages 19 to 20 which have been prepared on the going concern basis, were approved by the members and were signed on 20 October 2022 on their behalf by:

  
\_\_\_\_\_  
Sam Ngoma

  
\_\_\_\_\_  
Lesego Mokoena

  
\_\_\_\_\_  
Ofentse Khumalo

  
\_\_\_\_\_  
Dimakatso Munthali

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Annual Financial Statements for the year ended 31 March 2022

## Members' Report

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The members present their report for the year ended 31 March 2022.

### 1. Review of financial results and activities

#### Main business and operations

The principal activity of the non-profit organisation is community social development. There were no major changes herein during the year.

The non-profit organisation generated a deficit after tax for the year ended 31 March 2022 of R2,320,896 (2021: R1,459,984).

Non-Profit Organisation revenue increased from R1,342,231 in the prior year to R2,103,869 for the year ended 31 March 2022.

Non-Profit Organisation cash flows from operating activities changed from an outflow of R1,035,149 in the prior year to an outflow of R1,500,276 for the year ended 31 March 2022.

### 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.

### 3. Events after reporting date

All events subsequent to the date of the annual financial statements and for which the applicable financial reporting framework requires adjustment or disclosure have been adjusted or disclosed.

The members 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 non-profit organisation.

### 4. Borrowing limitations

In terms of the Memorandum of Incorporation of the non-profit organisation, the members may exercise all the powers of the non-profit organisation to borrow money, as they consider appropriate.

### 5. Members

The members of the non-profit organisation during the year and up to the date of this report are as follows:

Sam Ngoma

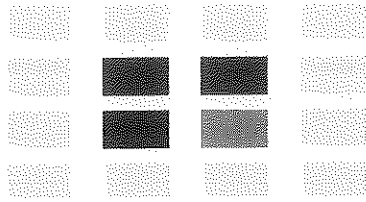
Lesego Mokoena

Ofentse Khumalo

Dimakatso Munthali

### 6. Independent Reviewers

Moloi & Co Accountants were the independent reviewers for the year under review.



## Report of the Independent Reviewer

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### To the Member of Umnotho for Empowerment

We have reviewed the financial statements of Umnotho for Empowerment set out on pages 6 to 18, which comprise the statement of financial position as at 31 March 2022, 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.

### Members' Responsibility for the Annual Financial Statements

The members are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Non-profit organisations Act of South Africa, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Independent Reviewer's Responsibility

Our responsibility is to express a conclusion on these financial statements. We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements (ISRE 2400 (Revised)). ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The independent reviewer performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of Umnotho for Empowerment as at 31 March 2022, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Non-profit organisations Act of South Africa.

### Basis of Accounting

Without modifying our conclusion, 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 non-profit organisation's own accounting policies to satisfy the financial information needs of the non-profit organisation's shareholders. As a result, the financial statements may not be suitable for another purpose.

Moloi & Co Accountants

18 October 2022

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Per:  
Director / Partner  
Professional Accountant (SA)

PO Box 114  
Fourways North  
Johannesburg  
South Africa  
2086

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Statement of Financial Position

Figures in R

	Notes	2022	2021
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	8,401,917	8,090,747
<b>Total non-current assets</b>		<b>8,401,917</b>	<b>8,090,747</b>
<b>Current assets</b>			
Trade and other receivables	5	25,200	25,200
Cash and cash equivalents	6	988,969	806,056
<b>Total current assets</b>		<b>1,014,169</b>	<b>831,256</b>
<b>Total assets</b>		<b>9,416,086</b>	<b>8,922,003</b>
<b>Member investments and liabilities</b>			
<b>Member investments</b>			
Member Contributions	7	17,406,593	15,015,415
Accumulated deficit		(8,414,312)	(6,093,416)
<b>Total member investments</b>		<b>8,992,281</b>	<b>8,921,999</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	8	423,805	4
<b>Total liabilities</b>		<b>423,805</b>	<b>4</b>
<b>Total member investments and liabilities</b>		<b>9,416,086</b>	<b>8,922,003</b>

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Statement of Comprehensive Income

Figures in R

	Notes	2022	2021
Revenue	9	2,103,869	1,342,231
Other income	10	352,114	514,480
Administrative expenses	11	(293,312)	(337,789)
Other expenses	12	(4,438,085)	(2,916,864)
<b>Deficit from operating activities</b>		<b>(2,275,414)</b>	<b>(1,397,942)</b>
Finance costs	13	(45,482)	(62,042)
<b>Deficit for the year</b>		<b>(2,320,896)</b>	<b>(1,459,984)</b>



# Umnotho for Empowerment

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Financial Statements for the year ended 31 March 2022

## Statement of Changes in Equity

Figures in R	Member Contributions	Accumulated deficit	Total
Balance at 1 April 2020	12,458,319	(4,633,432)	7,824,887
Changes in member investments			
Deficit for the year	-	(1,459,984)	(1,459,984)
Total comprehensive income	-	(1,459,984)	(1,459,984)
Increase through other contributions by member	2,557,096	-	2,557,096
Balance at 31 March 2021	15,015,415	(6,093,416)	8,921,999
Balance at 1 April 2021	15,015,415	(6,093,416)	8,921,999
Changes in member investments			
Deficit for the year	-	(2,320,896)	(2,320,896)
Total comprehensive income	-	(2,320,896)	(2,320,896)
Increase through other contributions by member	2,391,178	-	2,391,178
Balance at 31 March 2022	17,406,593	(8,414,312)	8,992,281

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# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Statement of Cash Flows

Figures in R

	Note	2022	2021
<b>Cash flows used in operations</b>			
Deficit for the year		(2,320,896)	(1,459,984)
<b>Adjustments to reconcile deficit</b>			
Adjustments for finance costs		45,482	62,042
Adjustments for increase in trade accounts receivable		-	(10,200)
Adjustments for increase in trade accounts payable		327,461	4
Adjustments for increase in other operating payables		96,340	-
Adjustments for depreciation and amortisation expense		396,819	303,511
Adjustments for impairment losses and reversal of impairment losses recognised in surplus or deficit		-	131,520
<b>Total adjustments to reconcile deficit</b>		<b>866,102</b>	<b>486,877</b>
<b>Net cash flows used in operations</b>		<b>(1,454,794)</b>	<b>(973,107)</b>
Interest paid		(45,482)	(62,042)
<b>Net cash flows used in operating activities</b>		<b>(1,500,276)</b>	<b>(1,035,149)</b>
<b>Cash flows used in investing activities</b>			
Purchase of property, plant and equipment		(707,989)	(1,603,211)
<b>Cash flows used in investing activities</b>		<b>(707,989)</b>	<b>(1,603,211)</b>
<b>Cash flows from financing activities</b>			
Changes in member contributions		2,391,178	2,557,096
<b>Cash flows from financing activities</b>		<b>2,391,178</b>	<b>2,557,096</b>
Effect of other changes on cash and cash equivalents		-	(2)
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>182,913</b>	<b>(81,266)</b>
Cash and cash equivalents at beginning of the year		806,056	887,322
<b>Cash and cash equivalents at end of the year</b>	<b>6</b>	<b>988,969</b>	<b>806,056</b>

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Accounting Policies

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### 1. General information

Umnotho for Empowerment ('the non-profit organisation') Community social development.

The non-profit organisation is incorporated as a Non-Profit Organisation and domiciled in South Africa. The address of its registered office is Plot 79, Rietvlei, Muldersdrift, Mogale, 1747.

### 2. Basis of preparation and summary of significant accounting policies

The financial statements of Umnotho for Empowerment have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the Non-profit organisations Act of South Africa. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment property, certain property, plant and equipment, biological assets and derivative financial instruments at fair value. They are presented in South African Rand.

The preparation of financial statements in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the non-profit organisation's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

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

#### 2.1 Property, plant and equipment

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

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

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

Asset class	Useful life / depreciation rate
Land	0%
Generator	20%
Motor vehicles	20%
Containers	10%
Fixtures and fittings	20%
Tools equipment	50%
Computer equipment	33%
Buildings and improvements	10%
Mobile Offices	10%
Wendy Houses	10%

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Accounting Policies

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

### 2.2 Revenue

Revenue is measured at the fair value of the consideration received or receivable. Revenue is shown net of value-added tax, returns, rebates and discounts.

Revenue from the sale of goods is recognised when:

- significant risks and rewards of ownership of the goods have been transferred to the buyer;
- the entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably; and
- it is probable that the economic benefits associated with the transaction will flow to the entity; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably; and
- it is probable that the economic benefits associated with the transaction will flow to the entity; and
- the stage of completion of the transaction at the end of the reporting period can be measured reliably; and
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

When the outcome of transactions involving the rendering of services cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

The stage of completion of a transaction may be determined by a variety of methods, depending on the nature of the transaction:

- surveys of work performed;
- services performed to date as a percentage of total services to be performed;
- the proportion that costs incurred to date bear to the estimated total costs of the transaction. Only costs that reflect services performed to date are included in costs incurred to date. Only costs that reflect services performed or to be performed are included in the estimated total costs of the transaction.

Interest income is recognised using the effective interest method.

Rental income from investment property that is leased to a third party under an operating lease is recognised in the statement of comprehensive income on a straight-line basis over the lease term and is included in 'other income'.

Dividend income is recognised when the non-profit organisation's right to receive payment has been established and is shown as 'finance income'.

Royalties are recognised on an accrual basis in accordance with the substance of the relevant agreement.

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Accounting Policies

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

### 2.3 Government grants

Grants from the government are recognised at their fair value in profit or loss where there is a reasonable assurance that the grant will be received and the non-profit organisation has complied with all attached conditions. Grants received where the non-profit organisation has yet to comply with all attached conditions are recognised as a liability (and included in deferred income within trade and other payables) and released to income when all attached conditions have been complied with. Government grants received are included in 'other income' in profit or loss.

### 3. Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

# Umnotho for Empowerment

(Registration Number 070-858-NPO)  
Financial Statements for the year ended 31 March 2022

## Notes to the Financial Statements

Figures in R

### 4. Property, plant and equipment

Balances at year end and movements for the year

	Land	Generator	Motor vehicles	Containers	Fixtures and fittings	Tools equipment	Computer equipment	Buildings and improvements	Mobile Offices	Wendy Houses	Total
<b>Reconciliation for the year ended 31 March 2022</b>											
Balance at 1 April 2021	7,010,000	19,070	339,735	228,945	52,872	40,134	173,192	662,125	512,009	376,358	9,414,440
At cost	-	(3,814)	(246,460)	(55,789)	(31,117)	(40,134)	(94,413)	(329,550)	(307,205)	(215,211)	(1,323,693)
Accumulated depreciation	-	15,256	93,275	173,156	21,755	-	78,779	332,575	204,804	161,147	8,090,747
Net book value	7,010,000	-	-	-	-	-	-	-	-	-	-
<b>Movements for the year ended 31 March 2022</b>											
Additions from acquisitions	-	-	250,100	77,461	56,107	-	109,080	215,241	-	-	707,989
Depreciation	-	(3,814)	(78,720)	(30,641)	(17,540)	-	(89,530)	(87,737)	(51,201)	(37,636)	(396,819)
Property, plant and equipment at the end of the year	7,010,000	11,442	264,655	219,976	60,322	-	98,329	460,079	153,603	123,511	8,401,917
<b>Closing balance at 31 March 2022</b>											
At cost	7,010,000	19,070	589,835	306,406	108,979	40,134	282,272	877,366	512,009	376,358	10,122,429
Accumulated depreciation	-	(7,628)	(325,180)	(86,430)	(48,657)	(40,134)	(183,943)	(417,287)	(358,406)	(252,847)	(1,720,512)
Net book value	7,010,000	11,442	264,655	219,976	60,322	-	98,329	460,079	153,603	123,511	8,401,917
<b>Reconciliation for the year ended 31 March 2021</b>											
Balance at 1 April 2020	5,710,000	-	196,235	228,945	38,872	40,134	96,551	612,125	512,009	376,358	7,811,229
At cost	-	-	(196,235)	(32,895)	(24,799)	(28,157)	(41,182)	(263,338)	(256,005)	(177,575)	(1,020,186)
Accumulated depreciation	-	15,256	93,275	173,156	21,755	-	78,779	332,575	204,804	161,147	8,090,747
Net book value	5,710,000	-	-	-	-	-	-	-	-	-	-
<b>Movements for the year ended 31 March 2021</b>											
Additions from acquisitions	1,300,000	19,070	143,500	-	14,000	-	76,641	50,000	-	-	1,603,211
Depreciation	-	(3,814)	(50,225)	(22,894)	(6,318)	(11,977)	(53,231)	(66,212)	(51,200)	(37,636)	(303,507)
Property, plant and equipment at the end of the year	7,010,000	15,256	93,275	173,156	21,755	-	78,779	332,575	204,804	161,147	8,090,747

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the Year ended 31 March 2022

## Notes to the Financial Statements

Figures in R

### Property, plant and equipment continued...

Closing balance at 31 March 2021

At cost	7,010,000	19,070	339,735	228,945	52,872	40,134	179,192	662,125	512,009	376,358	9,414,440
Accumulated depreciation	-	(3,814)	(246,460)	(55,789)	(31,117)	(40,134)	(94,413)	(329,550)	(307,205)	(215,211)	(4,323,693)
Net book value	7,010,000	15,256	93,275	173,156	21,755	-	78,779	332,575	204,804	161,147	8,090,747

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Notes to the Financial Statements

Figures in R

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2021

### 5. Trade and other receivables

Trade and other receivables comprise:

Loans to members	25,200	25,200
<b>Total trade and other receivables</b>	<b>25,200</b>	<b>25,200</b>

### 6. Cash and cash equivalents

Cash and cash equivalents comprise:

<b>Cash</b>		
Cash on hand	667	279
Balances with banks	988,302	805,777
<b>Total cash</b>	<b>988,969</b>	<b>806,056</b>

**Total cash and cash equivalents included in current assets**

**988,969**      **806,056**

**Net cash and cash equivalents**

**988,969**      **806,056**

### 7. Member Contributions

**Member Contributions**

Members' contribution	18,388,363	15,218,787
Refund on member withdrawal	(981,770)	(203,372)
	<b>17,406,593</b>	<b>15,015,415</b>

### 8. Trade and other payables

Trade and other payables comprise:

Trade creditors	327,465	4
Unallocated deposits	96,340	-
<b>Total trade and other payables</b>	<b>423,805</b>	<b>4</b>

### 9. Revenue

Revenue comprises:

Interest received	31,697	24,707
Fees received	447,562	128,067
Other revenue	173,850	126,766
Government grants received	1,450,760	1,062,691
<b>Total revenue</b>	<b>2,103,869</b>	<b>1,342,231</b>



# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Notes to the Financial Statements

Figures in R

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### 10. Other income

Other income comprises:

Recoveries - Service charges	158,190	351,739
Recoveries - Electricity	190,697	161,984
Recoveries - Bank charges	3,227	757
<b>Total other income</b>	<b>352,114</b>	<b>514,480</b>

### 11. Administrative expenses

Administrative expenses comprise:

Accounting, Legal and Professional Fees	41,800	131,953
Admin expenses	5,324	15,699
Bank charges	22,189	38,891
Computer expenses	51,333	9,352
Staff Uniforms	3,309	14,689
Small value assets	8,198	13,636
Telephone & Internet	161,159	113,569
<b>Total administrative expenses</b>	<b>293,312</b>	<b>337,789</b>

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Notes to the Financial Statements

Figures in R

2022

2021

### 12. Other expenses

Other expenses comprise:

Advertising & marketing	54,435	49,118
Bad debts	-	131,520
Banking overs/shorts	-	(55,889)
Branding	4,610	16,300
Cleaning	12,525	29,773
Depreciation	396,819	303,511
Donations	(5,425)	7,436
Employee benefit expenses	1,962,093	1,505,834
Entertainment	20,859	5,131
Generator expenses	1,292	3,684
Grant to CFI	22,629	-
Hire of equipment	15,310	13,080
Information and referral	1,553	4,533
Insurance and security	129,052	79,877
Meals and refreshments	83,056	86,433
Municipal charges	476,897	205,670
Office consumables	28,124	43,600
Petrol and oil	23,594	29,007
Postage	765	-
Printing and stationery	40,019	24,870
Prior period adjustment	-	(143,500)
Professional fees	581,229	-
Repairs and maintenance - Vehicles	16,382	40,968
Repairs and maintenance -general	201,711	186,841
Staff functions and activities	26,475	26,686
Staff uniforms	20,284	5,074
Training - Umnotho Youth	230,148	198,877
Transport	88,449	118,430
Venue hire	5,200	-
<b>Total other expenses</b>	<b>4,438,085</b>	<b>2,916,864</b>

### 13. Finance costs

Finance costs included in surplus or deficit:

Interest paid	45,482	62,042
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# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Financial Statements for the year ended 31 March 2022

## Notes to the Financial Statements

Figures in R	2022	2021
<b>14. Municipal charges</b>		
Municipal charges comprise:		
Municipal charges - electricity	140,942	195,950
	<u>140,942</u>	<u>195,950</u>
Municipal charges - rates and water (Mogale City)	327,465	-
	<u>327,465</u>	<u>-</u>
Refuse removal	8,490	9,720
	<u>8,490</u>	<u>9,720</u>
<b>Total municipal charges</b>	<u><b>476,897</b></u>	<u><b>205,670</b></u>
<b>15. Going concern</b>		

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.

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Annual Financial Statements for the year ended 31 March 2022

## Detailed Income Statement

Figures in R

	Notes	2022	2021
<b>Other expenses</b>	12		
Advertising & marketing		(54,435)	(49,118)
Bad debts		-	(131,520)
Banking overs/shorts		-	55,889
Branding		(4,610)	(16,300)
Cleaning		(12,525)	(29,773)
Depreciation - property, plant and equipment		(396,819)	(303,511)
Donations		5,425	(7,436)
Employee costs - salaries		(1,962,093)	(1,505,834)
Entertainment		(20,859)	(5,131)
Generator expenses		(1,292)	(3,684)
Grant to CFI		(22,629)	-
Hire of equipment		(15,310)	(13,080)
Information and referral		(1,553)	(4,533)
Insurance and security		(129,052)	(79,877)
Meals and refreshments		(83,056)	(86,433)
Municipal charges		(476,897)	(205,670)
Office consumables		(28,124)	(43,600)
Petrol and oil		(23,594)	(29,007)
Postage		(765)	-
Printing and stationery		(40,019)	(24,870)
Prior period adjustment – recognition of vehicle		-	143,500
Professional fees – Land survey, EIT, TIA, Rezoning		(581,229)	-
Repairs and maintenance - Vehicles		(16,382)	(40,968)
Repairs and maintenance -general		(201,711)	(186,841)
Staff functions and activities		(26,475)	(26,686)
Staff uniforms		(20,284)	(5,074)
Training - Umnotho Youth		(230,148)	(198,877)
Transport		(88,449)	(118,430)
Venue hire		(5,200)	-
<b>Total other expenses</b>		<b>(4,438,085)</b>	<b>(2,916,864)</b>
<b>Deficit from operating activities</b>		<b>(2,275,414)</b>	<b>(1,397,942)</b>
<b>Finance costs</b>	13		
Interest paid		(45,482)	(62,042)
<b>Total finance costs</b>		<b>(45,482)</b>	<b>(62,042)</b>
<b>Deficit for the year</b>		<b>(2,320,896)</b>	<b>(1,459,984)</b>

# Umnotho for Empowerment

(Registration Number 070-858-NPO)

Annual Financial Statements for the year ended 31 March 2022

## Detailed Income Statement

Figures in R

	Notes	2022	2021
<b>Revenue</b>	9		
Government grant		1,450,760	1,062,691
Interest received		31,697	24,707
Other income		1,300	86,036
Project admin cost - recoveries		172,550	40,730
Registration fees		447,562	128,067
<b>Total revenue</b>		<b>2,103,869</b>	<b>1,342,231</b>
<b>Other income</b>	10		
Bank charges - recoveries		3,227	757
Electricity - recoveries		190,697	161,984
Municipal charges - recoveries		158,190	351,739
<b>Total other income</b>		<b>352,114</b>	<b>514,480</b>
<b>Administrative expenses</b>	11		
Accounting Fees		(41,800)	(131,953)
Admin expenses		(5,324)	(15,699)
Bank charges		(22,189)	(38,891)
Computer expenses		(51,333)	(9,352)
Small value assets		(8,198)	(13,636)
Staff Uniforms		(3,309)	(14,689)
Telephone & Internet		(161,159)	(113,569)
<b>Total administrative expenses</b>		<b>(293,312)</b>	<b>(337,789)</b>