Durban Child and Youth Care Centre

(Registration Number 002-363-NPO)

Annual Financial Statements
for the year ended 31 March 2026

Telephone : 031-2011301

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General Information

Country of Incorporation and Domicile	South Africa
Nature of Business and Principal Activities	The organisation is a charitable organization dedicated to the care, protection, and development of orphaned, abandoned, or vulnerable children.
Members	TN Radebe (Chair) A Ram (Vice-Chair) DA Campbell (Treasurer) P Pillay (Secretary) N Smith NT Msane M Nyathi M Seedat G Fincham
Registered Office	222 Lena Ahrens Road Glenwood Durban 3629
Postal Address	222 Lena Ahrens Road Glenwood Durban 3629

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Members' Responsibilities and Approval

The members are required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the organisation as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the basis of accounting described in Note 1. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the basis of accounting described in Note 1 and are based upon appropriate accounting policies consistently applied 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 organisation and place considerable importance on maintaining a strong control environment. To enable the members to meet these responsibilities, the board sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the organisation and all employees are required to maintain the highest ethical standards in ensuring the organisation's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the organisation is on identifying, assessing, managing and monitoring all known forms of risk across the organisation. While operating risk cannot be fully eliminated, the 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 members have reviewed the organisation's cash flow forecast for the year ahead and, in the light of this review and the current financial position, they are satisfied that the organisation has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the organisation's financial statements. The financial statements have been examined by the organisation's external auditors and their qualified audit report is presented on pages 9 to 11.

The annual financial statements set out on pages 12 to 19, which have been prepared on the going concern basis, as well as the Presidents Report and Treasurers Report and the supplementary information were approved by the board and were signed on their behalf by:

Member

Date: 26/08/2026

Member

President's Report

In preparing this annual report on the accomplishments and challenges of the Durban Child and Youth Care Centre, I was drawn to Theodore Roosevelt's words: "Far and away the best prize that life has to offer is the chance to work hard at work worth doing." As President of this remarkable organisation, I see the dedication required to ensure that the needs of the children in our care are met. During this financial year, we cared for 82 children. When one considers the individual needs behind that number — a two-year-old living with a physical disability resulting from neglect, a 12-year-old carrying the pain of family rejection, or a 17-year-old preparing for adulthood without the safety net many young people rely on — it is clear that this is work worth doing.

This report reflects on the year's work through four key lenses: the children entrusted to our care, the staff and partners who make the work possible, the financial pressures facing the organisation, and the governance responsibilities carried by the Board. Together, these areas demonstrate both the impact of the Centre and the continued need for committed support.

According to statistics presented by the Department of Social Development when informing NPOs of their new Sector Funding Policy, the eThekwini Metro has a child population of between 1.4 and 1.6 million. These demographics reflect a large youth population, diverse communities, and significant numbers of migrant children. Factors contributing to children's vulnerability include child poverty in informal settlements, exposure to violence and abuse, and overcrowded schools. Against this backdrop, Durban Child and Youth Care Centre has worked resolutely over the past year to create, maintain, and consistently provide a safe and nurturing home for children in need of care and protection, while making every effort to meet their emotional, physical, social, educational, and spiritual needs.

This hard work is carried out by the organisation's 39 loyal and committed employees. From the child care team to the catering team, the administration team to the domestic support team, and the drivers to the general assistant, every role contributes purposefully to the lives of our children. Each person serves with dedication and conviction, trusting that the results of this meaningful work may only become visible long after the child has left our care.

The following statistics, recorded for 2025/2026, demonstrate the intensive nature of the work required to ensure that the Residential and Amaqhawe Special Care Centre Programmes met the needs of the children in our care during the period.

- 82 boys and girls, between the ages of 2 and 18 years, were cared for over the 12-month period.
- 16 children in need of a safe and therapeutic environment were admitted.
- 12 children were reunited with family and community.
- A Parental Support Programme was offered to the families of the 12 children who left the programme.
- 23 families accessed the Aftercare Support Service following children being reunited.
- 63 food parcels were provided to families to enable children to spend time with them during school holidays.
- 94 090 meals were prepared by the catering team.
- 81 children attended school.
- 1 child, unable to attend pre-primary school due to his physical disability, was cared for by a dedicated caregiver.
- 19 schools were used to provide children with access to education.
- 35 children attended local primary schools.
- 17 adolescents attended high school.
- 10 children of pre-primary age attended a local Edu-care centre.
- 19 children attended special-needs schools.

President's Report

- 148 school visits were conducted.
- High school children attended an academic support programme.
- Remedial lessons were offered to children in primary school needing extra support.
- Daily structured homework time, supervised by Child and Youth Care Workers, was accessed by all children.
- 12 children were treated for chronic illness.
- 117 clinic visits were made in attending to children's health needs.
- 3 young people completed Grade 12.

We are particularly proud of our three matriculants. Grade 12 is demanding for any young person; it requires discipline, resilience, and sustained support. For young people who have also faced abuse, neglect, rejection, and hostile environments, this achievement carries even greater significance. We admire the long hours they committed to individual study, overnight study sessions at school, and extra classes. We celebrate their accomplishment and deeply appreciate the enabling environment created by our staff, which encouraged them to reach this milestone and use it as a launching pad for their future.

Their success is also a reminder that educational progress at the Centre is never the result of one intervention alone. It reflects the steady encouragement, structure, and practical support provided by many members of our team throughout the year.

We are proud of the results of this work, delivered by our loyal and committed staff under the leadership of our Director, Mandy Goble. As communities in our country continue to struggle with high levels of unemployment and related social ills, I acknowledge the persistent efforts of our Multi-Disciplinary Team, who work tirelessly to ensure that every child and family receive the attention required from their agency social workers. Their work supports every possible effort to enable family reunification in the shortest time possible, as required by the Children's Act.

We are aware of the significant challenges facing agency social workers, and we acknowledge their efforts. We have also witnessed the significant role that connection to family plays in the overall well-being of children placed in our care. Regardless of the circumstances that led to a child's removal, the longing for attachment, relationship, and the hope of reunification never diminishes. The right to family life is enshrined in the constitutional rights of every child and is interwoven with the mission of our organisation. For this reason, we remain committed to the reunification process, no matter how despairing the situation may seem.

While we have noted a decline in the number of individual volunteers over the past year, which can be attributed to the lengthy statutory requirements for application and screening, it has been encouraging to see an increase in the number of service and church groups volunteering their time and expertise. These groups have provided our children with a wide range of workshops, sporting events, and programmes that have contributed significantly to the richness of the services we offer.

A further year without increase in funding from the Department of Social Development, increased our reliance on donor funding. With an operational shortfall of R6 949 692.00 for the year, we drew heavily on the expertise of our Development and Relationship Manager, Nicolette Modicka. We thank her for her commendable efforts in maintaining our current donor base, and identifying, nurturing, and onboarding new donors.

Our donors are undoubtedly the life support of this organisation. Without their faith in our work and the funds they contribute towards our operational shortfall, specified needs, and maintenance projects, we would be unable to continue serving children with the care and consistency they deserve. On behalf of the Board and employees, I thank them for their unwavering belief in the service we strive to offer and for their generous financial support. It is the support of individuals, small, medium, and large companies, trusts, and foundations that enables us to meet the required standard of care and protection.

President's Report

We acknowledge the Department of Social Development, which remains our principal funder, and appreciate their continued support of the services delivered by Durban Child and Youth Care Centre. We remain committed to working constructively with the Department to uphold statutory norms and standards, while ensuring that the services we provide are delivered in an environment that responds to the needs of the children in our care.

Our stable board and staff team has demonstrated cohesive, efficient, and reliable service. The trust built through consistency has yielded excellent results, high morale, and a strong organisational culture, ensuring that every challenge faced has been approached as an opportunity for growth and development. We acknowledge and thank the following board member and employees for their committed long service, loyalty, and dedication to the organisation: previous Treasurer and current board member Grant Fincham, 10 years; Senior Child Care Worker Xolisile Mtambo, 20 years; Domestic Worker Angel Nkabinde, 20 years; and Child and Youth Care Worker Gloria Ngema, 10 years.

As we continue to strive towards improved service delivery, I commend our Board for its unfailing efforts to strengthen our governance responsibilities. We remain fully committed to compliance at all levels and have worked purposefully and with determination towards this end. I thank this group of committed people for their regular attendance at monthly meetings, for sharing their expertise on matters requiring organisational guidance, and for supporting the various functions requiring Board presence. I am deeply aware of the time sacrificed and sincerely thank each of you.

In closing, I return to Theodore Roosevelt's words: “Far and away the best prize that life has to offer is the chance to work hard at work worth doing.” By God's grace, Durban Child and Youth Care Centre has continued to work hard, at work worth doing. It has been my privilege to lead this organisation for another year, and as I look to the year ahead, I do so knowing that with His favour resting on this organisation, there is no limit to what we can achieve.

Ms TN Radebe
President

Treasurer's Report

The year under review continued to place pressure on the organisation’s finances. While fundraising income improved and closing cash reserves of R 8 427 808 provided important support, the reported deficit of R 864 864 highlights the need for continued discipline in managing expenditure, strengthening donor relationships and planning for infrastructure needs.

A central strategic challenge remains the organisation’s ability to sustain essential services in an environment where government subsidy levels have not kept pace with costs, infrastructure demands are increasing, and long-term sustainability depends on widening and stabilizing income streams.

The following matters shaped the financial position for the year under review:

- The Fund Development Strategic Plan continued to guide fundraising activity and donor engagement.
- Cash reserves were affected by the deficit recorded for the year, with year-end cash reserves of R 8 427 808. These funds continue to be managed carefully to obtain appropriate returns while preserving liquidity.
- We remain grateful for God’s continued provision for our cause.

The financial highlights for the year are summarised in the table below:

	2026	2025	2024 Restated
Revenue: Department of Social Development Income	3,542,480	3,494,480	3,674,480
Expenditure:			
Costs of running the centre	(9,816,087)	(9,787,517)	(8,879,531)
Deficit to be funded	(6,273,607)	(6,293,037)	(5,205,051)
Fundraising income (+other)	5,027,887	4,410,220	4,691,306
Surplus (shortfall to be covered)	(1,245,714)	(1,882,817)	(513,745)
Income(deficit) from investments & sundry	380,850	431,932	617,579
Reported surplus (deficit)	(864,864)	(1,450,885)	103,834

- Department of Social Development revenue remained broadly consistent with the prior year. With no meaningful increase in the per capita subsidy since 2019, fundraising and diversified income remain essential to maintaining services.
- Operating expenses were managed with care. Donations of food and other items helped reduce pressure on catering expenditure while supporting the standard of care provided to the children.

The table below expands on the operating expense movements by highlighting the main cost categories and the key year-on-year changes.

Expense category	2026	2025
Catering costs	733,134	837,822
Cleaning & maintenance	180,422	138,789
Education costs	355,401	413,482
Insurance	157,630	151,705
Project costs	1,880,758	1,055,943
Repairs & maintenance	201,515	238,900
Salaries, CTC, professional services	5,737,558	5,924,179
Water & electricity	933,421	838,461

Treasurer's Report

- Salary-related costs reduced following the managed changes within the staffing structure.
- Project costs increased as maintenance and renovation needs became more pressing. The ageing infrastructure requires ongoing attention to ensure that the environment remains safe for the children, and the fundraising team continues to seek donors willing to support specific renovation projects.
- The management team has done an excellent job of containing day-to-day operating expenses while continuing to provide a high standard of child care. In the context of cost-of-living increases affecting both the organisation and its employees, the Board considered it important to support staff through an inflation-related increase. Other expense items were well controlled, and donations in kind contributed meaningfully to this outcome.
- Fundraising income reflected the challenging economic environment, but also the determination of the development team and staff. Other income, including donations, bequests and fundraising activities, improved from the prior year, and Nicolette Modicka, our Development and Resource Manager, continued to pursue donor funding with energy and focus. The Board's Fundraising Committee will continue exploring sustainable income streams, building on the success of the 120-year anniversary ball, which raised both funds and awareness of the organisation's work in the community.
- Investment income and cash reserves remain important buffers. However, reserve growth and active investment management will be critical, as over-reliance on Department of Social Development funding continues to present a long-term sustainability risk.

In closing, I extend my appreciation to the staff and Board of the organisation for their continued dedication and perseverance. The year required careful stewardship, focused effort and disciplined decisions about every rand spent. I echo the President's reminder that there is no limit to what can be achieved when we commit ourselves to hard work that is worth doing. This shared commitment ensures that the children placed in our care continue to access the best possible environment in which to heal, develop and thrive.

Mr. DA Campbell
Treasurer

bakertilly
MORRISON MURRAY

Registered Auditors
Chartered Accountants (SA)

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Independent Auditor's Report

To the Members of Durban Child and Youth Care Centre

Qualified Opinion

We have audited the financial statements of Durban Child and Youth Care Centre set out on pages 12 to 19, which comprise the statement of financial position as at 31 March 2026, and the statement of comprehensive income and the statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effect of the matter described in the Basis for Qualified Opinion section of our report, the financial statements of Durban Child and Youth Care Centre for the year ended 31 March 2026 are prepared, in all material respects, in accordance with the basis of accounting described in note 2 to the financial statements.

Basis for Qualified Opinion

In common with similar organisations, it is not feasible for the organisation to institute accounting controls over cash collections prior to initial entry of collections in the accounting records. Accordingly, it was impractical for us to extend our examination beyond the funds actually recorded.

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 organisation 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 qualified opinion.

Independent Auditor's Report

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 organisation's own accounting policies to satisfy the financial information needs of the organisation's member. 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 members are responsible for the other information. The other information comprises the information included in the document titled "Durban Child and Youth Care Centre Financial Statements for the year ended 31 March 2026", which includes the statement of Members' Responsibilities and Approval, the President's Report, and the Treasurer's Report, which we obtained prior to the date of this report, and the supplementary information set out on page 20. 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.

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 Members for the Annual Financial Statements

The members are responsible for the preparation of the annual financial statements in accordance with the basis of accounting described in note 2 to the financial statements, and for such internal control as the members determine is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the members are responsible for assessing the organisation'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 members either intend to liquidate the organisation 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.

Independent Auditor's Report

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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the members.
- Conclude on the appropriateness of the members' 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 organisation'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 organisation 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 members 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.

Baker Tilly Morrison Murray

Baker Tilly Morrison Murray

Partner: Oveshan Chetty CA(SA)
Registered Auditor

Date: 27 August 2026

Westville

Durban Child and Youth Care Centre

(Registration Number 002-363-NPO)
Financial Statements for the year ended 31 March 2026

Statement of Financial Position

Figures in Rands	Note	2026	2025
Assets			
Non-current assets			
Fixed assets	3	-	1
Investments	4	7 097 705	6 821 764
		7 097 705	**6 821 765**
Current assets			
Accounts receivable	5	123 480	265 458
Cash and cash equivalents	6	1 369 200	2 613 229
		1 492 680	**2 878 687**
Total assets		**8 590 385**	**9 700 452**
Equity and liabilities			
Equity			
Accumulated funds		2 201 105	3 107 016
Reserves	7	6 226 685	6 185 638
		8 427 790	**9 292 654**
Liabilities			
Current liabilities			
Accounts payable	8	162 595	407 798
Total equity and liabilities		**8 590 385**	**9 700 452**

Statement of Comprehensive Income

Figures in Rands	Notes	2026	2025
Revenue	9	3 542 480	3 494 480
Other income	10	6 949 692	5 181 753
Operating expenses	11	(11 737 886)	(10 559 050)
Loss from operating activities		**(1 245 714)**	**(1 882 817)**
Investment income	12	380 850	431 932
Loss for the year		**(864 864)**	**(1 450 885)**

Statement of Changes in Equity

Figures in Rands	Project reserve	Retained income	Total equity
Balance at 1 April 2024	6 470 046	4 273 493	10 743 539
Loss for the year	-	(1 450 885)	(1 450 885)
Transfer between reserves	(284 408)	284 408	-
Balance at 31 March 2025	**6 185 638**	**3 107 016**	**9 292 654**
Balance at 1 April 2025	6 185 638	3 107 016	9 292 654
Loss for the year	-	(864 864)	(864 864)
Transfer to reserves	41 047	(41 047)	-
Balance at 31 March 2026	**6 226 685**	**2 201 105**	**8 427 790**

Accounting Policies

1. General information

Durban Child and Youth Care Centre ('the organisation') is a charitable organization dedicated to the care, protection, and development of orphaned, abandoned, or vulnerable children.

The organisation is incorporated as a organisation and domiciled in South Africa. The address of its registered office is 222 Lena Ahrens Road, Glenwood, Durban, 3629.

2. Basis of preparation and summary of significant accounting policies

The annual financial statements have been prepared on a going concern basis in accordance with the accounting policies as set out below. The annual financial statements have been prepared on the historical cost basis, except where otherwise stated. They are presented in South African Rands.

These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Fixed assets

Buildings have been written off in the current year as they are on freehold land which reverts to the donor with no compensation in the event of the Centre ceasing existence and are therefore of no commercial value.

Other fixed assets - additions and replacements are written off on acquisition.

2.2 Financial instruments

Accounts receivables
Accounts receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the organisation will not be able to collect all amounts due according to the original terms of the receivables.

Other financial assets
Other financial assets are recognised initially at the transaction price, including transaction costs except where the asset will subsequently be measured at fair value.

Cash and cash equivalents
Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less.

Accounts payables
Accounts payables are obligations on the basis of normal credit terms and do not bear interest.

2.3 Revenue

Revenue compromises of money received by way of donations and subsidy from external funders and cash collection which is recognised to the extent that it is probable that economic benefits will flow to the organisation and the income can be reliably measured.

Interest and dividends are recognised, in profit or loss, using the effective interest rate method.

Accounting Policies

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

2.4 Employee benefits

Short-term employee benefits

Compensation paid to employees for the rendering of services are recognised at the undiscounted amount paid or expected to be paid in the accounting period in which the services were rendered.

Notes to the Financial Statements

Figures in Rands	2026	2025

3. Fixed assets

Balance at 31 March 2026	At cost	Accumulated depreciation	Carrying amount
Land	-	-	-

Balance at 31 March 2025	At cost	Accumulated depreciation	Carrying amount
Land	1	-	1

4. Investments

	2026	2025
Investec Unit Trust - Local at cost	5 613 796	5 383 154
Investec Unit Trust - Foreign at fair value	1 483 909	1 438 610
	7 097 705	**6 821 764**

5. Accounts receivable

	2026	2025
Trade receivables	33 479	144 682
Deposits	17 787	17 787
Staff loans	4 900	40 285
Sundry debtors	7 500	-
Value added taxation	59 814	62 704
	123 480	**265 458**

6. Cash and cash equivalents

Cash and cash equivalents comprise of:

	2026	2025
Cash on hand	3 804	8 000
Balance with bank	1 365 396	2 605 229
	1 369 200	**2 613 229**

Notes to the Financial Statements

Figures in Rands	2026	2025

7. Project reserve

Reconciliation of project reserve - 2026

	Opening balance	Movement	Closing balance
Amaqhawe special projects	-	-	-
Asset replacement programme	100 155	294 470	394 625
CPP re-imbursive	-	-	-
DCYCC training academy	(6 934)	431 241	424 307
Estate Late MLP R Bequest	5 000 000	-	5 000 000
Hwseta learnership funding	353 820	(353 820)	-
NACCW rental income and expenses	65 175	(65 175)	-
Other project expenses	89 941	(5 000)	84 941
Prepaid expenses	(7 300)	-	(7 300)
Property maintenance programme	22 589	-	22 589
Reimbursive expenses	56 517	(13 596)	42 921
Small funding and catering / maintenance requirements	434 937	(248 233)	186 704
Transitional care centre	76 738	1 160	77 898
	6 185 638	**41 047**	**6 226 685**

Reconciliation of project reserve - 2025

	Opening balance	Movement	Closing balance
Amaqhawe special projects	6 992	(6 992)	-
Asset replacement programme	164 331	(64 176)	100 155
CPP re-imbursive	77 650	(77 650)	-
DCYCC training academy	(26 924)	19 990	(6 934)
Estate Late MLP R Bequest	5 000 000	-	5 000 000
Hwseta learnership funding	353 820	-	353 820
NACCW rental income and expenses	65 175	-	65 175
Other project expenses	89 941	-	89 941
Prepaid expenses	(7 300)	-	(7 300)
Property maintenance programme	80 482	(57 893)	22 589
Reimbursive expenses	56 517	-	56 517
Small funding and catering / maintenance requirements	532 161	(97 224)	434 937
Transitional care centre	77 201	(463)	76 738
	6 470 046	**(284 408)**	**6 185 638**

8. Accounts payable

	2026	2025
Trade payables	109 461	355 498
Accrued expenses	53 134	52 300
	162 595	**407 798**

9. Revenue

	2026	2025
Subsidy income residential	3 542 480	3 494 480

Notes to the Financial Statements

Figures in Rands	2026	2025

10. Other income

Fundraising and donations income	4 977 087	4 403 430
Project income	1 921 805	771 533
Other income	50 800	6 790
	6 949 692	**5 181 753**

11. Operating expenses

Operating expenses include the following expenses:

Catering programme	733 134	837 822
Education	355 401	413 482
Project expenses	1 880 758	1 055 943
Repairs and maintenance	201 515	238 900
Salaries and wages	5 693 658	5 406 459
Water, electricity and sewage	933 421	838 461

12. Finance income

Dividends - public company	-	2 061
Dividends and interest on unit trusts	276 943	251 311
Investment savings - interest	103 907	178 560
	380 850	**431 932**

13. 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.

14. Events after the reporting date

The members are not aware of any material event which occurred after the reporting date and up to the date of this report.

Detailed Income Statement

Figures in Rands	Notes	2026	2025
Revenue			
Department of Social Development Subsidies - residential programme	9	3 542 480	3 494 480
Other income			
Fundraising and donations income		4 977 087	4 403 430
Other income		50 800	6 790
Project income		1 921 805	771 533
	10	**6 949 692**	**5 181 753**
Operating expenses			
Auditors remuneration		62 634	57 600
Bad debts		3 148	-
Bank charges		37 734	34 128
Catering programme	11	733 134	837 822
Cleaning and laundry		180 422	138 789
Clothing		104 641	92 017
Computer expenses		33 656	30 349
Contractual services		401 000	-
Education	11	355 401	413 482
Entertainment		-	9 680
Fundraising expenses		165 127	127 027
General expenses		51 228	1 810
Gifts, pocket money and birthdays		15 673	20 078
Household replacements		3 758	7 063
Insurance		157 630	151 705
Licences		12 980	3 018
Medical and dental		3 788	5 590
Motor vehicle and transport expenses	11	339 582	230 091
Portfolio management fees		4 376	6 746
Printing and stationery		76 636	98 670
Professional fees	11	43 900	517 720
Project expenses	11	1 880 758	1 055 943
Relief services		128 002	123 694
Repairs and maintenance	11	201 515	238 900
Salaries and wages	11	5 693 658	5 406 459
Security		11 652	9 585
Staff welfare		1 970	3 780
Telephone, fax and postage		100 462	98 843
Water, electricity and sewage	11	933 421	838 461
		11 737 886	**10 559 050**
Loss from operating activities		**(1 245 714)**	**(1 882 817)**
Interest income	12	380 850	431 932
Loss for the year		**(864 864)**	**(1 450 885)**

The supplementary information presented does not form part of the financial statements and is unaudited