

ANNUAL REPORT 20²⁰/21



1 ORGANISATIONAL BACKGROUND

The Kwazulu-Natal Society for the Blind (KZN-SB) was established in 1919 and has evolved into a dynamic organization offering a multi-disciplinary approach to access to human rights related services for blind and partially sighted people of KwaZulu-Natal. The organisation prides itself of a 100 years of successful service delivery to blind / partially sighted people, their families and communities they leave in.

The organisation was awarded 'Proudly South African' status for the period of 2003 – 2013. The eThekweni Municipality also awarded the organisation with a certificate of appreciation during the 9th Living Legends Award Ceremony of the Municipality in August 2016.

KZN-SB has a Broad-Based Black Economic Empowerment (B-BBEE) rating A Level One (1) status.

OUR PURPOSE

KZNSB exist to support and initiate the development and implementation of policies, strategies and programmes that impacts on the lives of blind and partially sighted persons of the KwaZulu-Natal Province of South Africa.

OUR VISION

An inclusive society where blind and partially sighted people are treated with dignity and respect.

OUR MISSION

The KZN-SB strives to be a pro-active, vibrant, strategically focused organisation in terms of operations and sustainability bringing together partners and potential partners within government, funding agencies, DPOs, civil society and the private sector to improve the quality of life of the blind and partially sighted community.

OUR CORE VALUES

In pursuit of its Vision and Mission, the KZNSB will be guided by the following fundamental values, which also define the culture of the organisation:

- a) Human rights;
- b) Ethical and collective responsibility;
- c) Integrity and accountability;
- d) Respect and dignity;
- e) Empowerment.



GOALS / PROGRAMS

This five-year Strategic Plan, which covers the period 2020-2025, focuses on the following strategic goals as the basis for the implementation/coordination of its programmes:

1. Ethical leadership, organisational capacity development and economic sustainability;
2. Provision of Quality Education;
3. Gender Equality;
4. Health and HIV/AIDS;
5. Training and Skills Development
6. Economic empowerment;
7. Disability Awareness, advocacy and Transformation;
8. Youth empowerment;
9. Community-based consultation, participation and support;
10. Sports, Recreation, Arts and Culture and social development;
11. Organizational Research.

2 ANNUAL ACTIVITIES IMPLEMENTED

2.1 Ethical leadership, organisational capacity development and economic sustainability

During the period of October 2020 to March 2021, the organisation embarked on a process of reviewing its strategic plan with the aim of ensuring the sustainability of the organisation. Dr Siva Moodley a disability activist and former lecturer at the University of Pretoria was engaged to assist with the process.

Following the review of the strategic plan, training workshops were organised for both Board of Directors and Staff members of the organisation for purposes of orientation on the strategic. The workshops also covered issues of governance on King 4 Report on Corporate governance and management.

Code Of Ethics and Conduct were developed for both Board of Directors and Staff Members of the organisation which were also discussed during the orientation workshops.

A total of 12 staff members of the organisation were trained as facilitators. Our long-term plan is to have internal facilitators for purposes of providing more training and skills sessions for blind and partially sighted people.

The dwindling economic strength of the country and the world at large has resulted in decline of development partners' funding to Non-Profit Organisations. The KZN Society for the blind has therefore prioritised issues of sustainability. The following activities have been implemented:

- Negotiations were initiated with Robert Printing to partner with them on 3D printing. The aim is to establish a printing company for the organisation to generate income.
- A Memorandum of Understanding was signed with Durban Coastal and Mental Health Society for purposes of sharing skills and assisting on project development and implementation. The first identified project is for the accommodation of mentally disabled people.
- Several contacts and concepts have been sent to more than 10 partners for funding purposes. As much as we have not yielded positive results, the attempts are a sign of positive results in the future.



2.2 Provision of Quality Education;

The program aims at:

- Providing equitable quality education and lifelong learning opportunities for blind and partially sighted persons.
- Providing greater access to early childhood development (ECD) programmes for blind and partially-sighted children.

The following activities were implemented during the period under review:

- a. Undertook marketing and awareness-related activities to attract more blind and partially sighted children for the ECD centre.
- b. A meeting was held with the heads of the ECDs from the Ethekeeni west area.
- c. One child was referred for enrolment with Arthur Blaxall School for the Blind in Pietermaritzburg and One with Ethembeni School for the Blind for 2021 enrolment.



2.3 Training and Skills Development

Key objectives of the program are to:

- Promote daily living and skills development programmes that contribute to the personal and economic independence of blind and partially sighted persons.
- Facilitate the provision of and training in the use of assistive devices and access technology.

We continued to provide training session on computer training, FP&M Seta funded furniture production training and Orientation and Mobility.

- a. Although four students were busy with computer training in December 2020, only one of them returned in January 2021.
- b. The accreditation application with Mict Seta is still in process, an indication of approval during the last quarter of 2020 – 2021 financial year has been received.
- c. Ten clients were trained in sighted guide techniques.
- d. A total of 15 (Talking watch 3, cane tip 3, folding canes 8, liquid level indicator 1), assistive devices have been sold to different clients.

2.4 Economic empowerment;

The Economic Empowerment program aims at promoting employment opportunities for blind and partially-sighted persons.

Implementation of the recycling project in Ray Nkonyeni was stopped due to challenged experienced with the administration of the municipality. The project provided employment opportunity to a total of 15 people with disabilities.



2.5 Disability Awareness, advocacy and Transformation;

The project aims at promoting greater awareness on the rights of blind and partially sighted persons.

First Rand Bank Limited Event.

On 17 October 2019 we had an opportunity to participate in an event by Chukululu and First Rand Bank Limited. First Rand Bank Limited invited along with ourselves a number of Disabled People's Organisation who participated by presenting and sharing views from their informed perspective. We were given a podium to make a presentation and in so doing, we drew a vivid picture of our organisation. Furthermore, we assure them that blind and partially sighted people are academically skilled, qualified and also gifted with intelligence to form part of their workforce. In conclusion we gave them our understanding of meaningful, desirable and complete economic inclusion by them to the blind and partially sighted people as that which includes among other things, mentorship and support of blind-led businesses, employment of suitably qualified blind and partially sighted professionals and braille numbering on First National Bank cards.

Awareness and Transformation through Ukhozi-FM Disability 365 Radio Program.

A good working relation we established with the Programs Manager of Ukhozi-FM earned us an opportunity to be interviewed during the live radio broadcast. The radio program on which our interview was aired is a day-time program running on week days from 12h00 to 15h00. At this time, ears of loyal radio station listeners are glued on the radio. The target audience

during this time are potential employers from both the public sector and the private sector, possible work colleagues of employed blind and partially sighted people, parents, friends and relatives of blind and partially sighted people and also just interested parties and individuals who have no relations and knowledge of blind and partially sighted people. We took an advantage of the geographical area covered by Ukhozi-FM broadcast. This is one of the national radio stations. Here, we showcased our organisation, informing the program's target audience about all the services that we offer to the public. In conclusion, we requested for funding and donation and stated that such would go a long way towards affording us the realization of all that we stand for.

Dialogues with Department of Transport, Community Safety and Liaison, Department of Human Settlement and Public Works and Department of Social Development.

We had a great opportunity of attending the dialogues arranged by the above-mentioned KZN Provincial Departments. To these dialogues, Disability Sector representatives from all eleven provincial districts were invited and we had an opportunity to directly engage and influence the MECs and high-ranking departmental management to the benefit of our organisation, our clients and all that which we stand for. We are very proud to state that our presence in these dialogues left an indelible mark. Our blind

and partially sighted friendly contribution can be told from resolutions such as the one which says: "Criminal form of identification for blind and partially sighted person must not only be limited to the sense of sight. Instead, sense of smell, hearing, touch must also be allowed and be given a legal consideration". Success of our engagement can be learned from the fact that MECs from the above-mentioned portfolios publicly committed to make their subordinates account for failing to employ the required percentage of qualified disabled professionals.

Commemoration of the International day of people with Disabilities.

Once again, it is through the common understanding and good working relation we established with SABC News and current affairs management and broadcasting crew that we were able to craft a 07 December 2019 Saturday morning live radio broadcast starting at 06h00 to 07h30. Participants to this program were invited from all over South Africa and they included disabled people from various Disabled People's Organisations and also those individuals who are not affiliates of any organisations. Also in this program, we were very fortunate to have among ourselves, Community Safety and Liaison MEC Bhekuyise Muzikayise Ntuli and Department of Social Development MEC Nonhlanhla Khoza. Through this we achieved the following;

For our organisation, a platform to preach Disability awareness and Transformation. For MECs, a chance to hear directly from disabled people. For disabled people, a platform on the radio to present themselves and also to get to meet the MECs in person.

Kokstad 2019 Disability Parliament.

The KwaZulu-Natal Premier's Office convened a Disability Parliament which took place on 11, 12 and 13 December 2019. This is a yearly provincial event. To this event, different Disabled People's Organisations and also representatives for all disabled people in the province are invited to attend and participate in this parliament. Invitation and participation ensured us as an organisation a further mileage in the quest for bringing to the realization the attainment of disability rights and equal opportunity for the blind and partially sighted people, those who are our clients and also for those who are not. In this specific event, we got a special opportunity to engage and influence to our advantage the Premier of KwaZulu-Natal province and the departmental MECs at large. As it is the case on previous provincial events we attended, we made our indelible mark. Our contributions are identifiable in the 2019 Disability Parliament resolutions which are currently with the KwaZulu-Natal Provincial Disability Forum. We can safely say that, by ourselves, blind and partially sighted people of our province are fought for, always rightfully and properly represented with the main aim to protect their interests.

An awareness - raising walk around Umbilo was organised on the 3rd December 2020 in commemoration of the 16 days of activism against GBV, International HIV/AIDS day and International Day of the Disabled.



2.6 Community-based consultation, participation and support;

The Community-based consultation, participation and support program aims at establishing strong links with the local community in order to support the work of the KZNSB.

The program focuses on providing needs-based social work support to identified individuals, families and community-based organisations.

We have continued to identify new clients for accessing our social services related services which include:

- a) Provision of residential services
- b) Counselling and coaching
- c) Community and family support services



2.7 Sports, Recreation, Arts and Culture and social development;

Objective is to promote sports, recreation, arts and culture and social development programmes for blind and partially-sighted persons.

Activities implemented during the period include the following:

- We have been approached by The Wentworth Art and Culture Organization for collaboration in implementing a dance project funded by the department of arts and culture. The project will focus on training blind, partially sighted and physically disabled on dancing skills.
- We have also requested that they consider our elderly clients at JEP for the same project.
- Our cricket team has continued with its activities, though the COVID19 lockdown has affected them hugely.



2.8 Organizational Research.

The research program aims at conducting surveys or research to assess the impact of services provided to blind and partially-sighted persons.

During the period under review, a research proposal on Economic Impact of COVID-19 on the Lives of Employed and Unemployed Blind and Partially-Sighted Persons in Kwazulu-Natal has been developed together with data collection tools. The research implementation commenced during the first week of March 2021. We expect to finish with the report and organise a dissemination meeting in June 2021.

ANNUAL
REPORT 20²⁰21FINANCIAL
STATEMENTS

The KwaZulu - Natal Society for the Blind NPC
(Registration number 1993/003889/08)
Financial statements
for the year ended 31 March 2021

These financial statements were prepared by:
Zazi Ngubane
 CA (SA)

Masakhane Auditors and Accountants
 Chartered Accountants (SA)
 Registered Auditors

These financial statements have been audited in compliance with the applicable requirements of the Non profit Organisation Act of 1997.
 Issued 13 August 2021

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Welfare organisation for the blind and partially sighted
Board of Management	FTB Mbolekwa PK Ngcama LPM Nzimande Simon Zwane Bongani Gcabashe Elcome Sabelo Nyawo
Registered office	194 Umbilo Road Durban KwaZulu Natal 4001
Business address	194 Umbilo Road KwaZulu Natal 4001
Postal address	PO Box 18702 Dalbridge KwaZulu Natal 4014
Bankers	First National Bank a division of First Rand Bank Limited
Company registration number	1993/003889/08
Level of assurance	These financial statements have been audited in compliance with the applicable requirements of the Non profit Organisation Act of 1997.
Preparer	The financial statements were independently compiled by: Zazi Ngubane CA (SA)

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Contents

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

	Page
Board of Management's Responsibilities and Approval	3
Board of Management's Report	4 - 5
Independent Auditor's Report	6 - 8
Statement of Financial Position	9
Statement of Comprehensive Income	10
Statement of Changes in Equity	11
Statement of Cash Flows	12
Accounting Policies	13 - 15
Notes to the Financial Statements	16 - 19

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

Detailed Income Statement	20 - 21
---------------------------	---------

Level of assurance

These financial statements have been audited in compliance with the applicable requirements of the Non profit Organisation Act of 1997.

Preparer

Zazi Ngubane
CA (SA)

Published

13 August 2021

The KwaZulu Natal Society for the Blind NPC

(Registration number: 1993 003889 08)

Financial Statements for the year ended 31 March 2021

Board of Management's Responsibilities and Approvals

The directors are required by the Non profit Organisation Act of 1997, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium sized Entities. The external auditors are engaged to express an independent opinion on the financial statements.

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

The directors acknowledge that they are ultimately responsible for the system of internal financial controls established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board of directors sets standards for internal controls 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 controls provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial controls can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 31 March 2022 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on page 6.

The financial statements set out on pages 9 to 19, which have been prepared on the going concern basis, were approved by the board of directors on 13 August 2021 and were signed on its behalf by:

Approvals of financial statements

Director

Director

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Board of Mangement's Report

The directors have pleasure in submitting their report on the financial statements of The KwaZulu - Natal Society for the Blind NPC for the year ended 31 March 2021.

1. Nature of business

The KwaZulu - Natal Society for the Blind NPC was incorporated in South Africa as a welfare organisation for the blind and partially sighted sector and operates in South Africa.

There have been no material changes to the nature of the company's business from the prior year.

2. Review of financial results and activities

The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Non profit Organisation Act of 1997. The accounting policies have been applied consistently compared to the prior year.

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

3. Board of manament

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

Board of manament

FTB Mbolekwa
PK Ngcama
LPM Nzimande
Simon Zwane
Bongani Gcabashe
Elcome Sabelo Nyawo

There have been no changes to the directorate for the period under review.

4. Events after the reporting period

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

5. Going concern

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

6. Litigation statement

The company becomes involved from time to time in various claims and lawsuits incidental to the ordinary course of business. The company is not currently involved in any such claims or lawsuits, which individually or in the aggregate, are expected to have a material adverse effect on the business or its assets.

7. Auditors

Masakhane Auditors and Accountants continued in office as auditors for the company for 2021.

At the AGM, the shareholder will be requested to reappoint Masakhane Auditors and Accountants as the independent external auditors of the company and to confirm Matthew van Rensburg as the designated lead audit partner for the 2022 financial year.

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Board of Mangement's Report

The financial statements set out on pages 9 to 19, which have been prepared on the going concern basis, were approved by the board of directors on 13 August 2021, and were signed on its behalf by:

Approval of financial statements

Director
Executive
Friday, 13 August 2021

Director
Executive
Friday, 13 August 2021



+27 (0) 31 572 2079
 info@masakhanzauditors.co.za
 masakhanzauditors.co.za
 36 Newport Avenue, Glenashley
 Durban, 4051, South Africa

Independent Auditor's Report

To the Shareholder of The KwaZulu - Natal Society for the Blind NPC

Qualified opinion

We have audited the financial statements of The KwaZulu - Natal Society for the Blind NPC (the company) set out on pages 9 to 19, which comprise the statement of financial position as at 31 March 2021, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the 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 present fairly, in all material respects, the financial position of The KwaZulu - Natal Society for the Blind NPC as at 31 March 2021, 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 Organisation Act of 1997.

Basis for Qualified opinion

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

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the corresponding sections of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the document titled "The KwaZulu - Natal Society for the Blind NPC financial statements for the year ended 31 March 2021", which includes the Board of Management's Report as required by the Non profit Organisation Act of 1997 and the supplementary information as set out on pages 20 to 21, which we obtained prior to the date of this report, and the Annual Report, which is expected to be made available to us after that date. 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 and will 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 on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



+27 (0) 31 572 2079
 info@masakhanzauditors.co.za
 masakhanzauditors.co.za
 36 Newport Avenue, Glenashley
 Durban, 4051, South Africa

Independent Auditor's Report

Responsibilities of the Directors for the 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 Non profit Organisation Act of 1997, 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.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the 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 International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

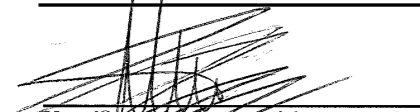
We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**MASAKHANE
AUDITORS &
ACCOUNTANTS**

+27 (0) 31 572 2079
 info@masakhaneauditors.co.za
 masakhaneauditors.co.za
 36 Newport Avenue, Glenashley
 Durban, 4051, South Africa

Independent Auditor's Report


 Masakhane Auditors and Accountants
 Matthew van Rensburg
 Partner
 Chartered Accountants (SA)
 Registered Auditors

13 August 2021
 Durban

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)
 Financial Statements for the year ended 31 March 2021

Statement of Financial Position as at 31 March 2021

Figures in Rand	Note(s)	2021	2020
Assets			
Non-Current Assets			
Property, plant and equipment	2	342 612	570 275
Investment property on the cost model	3	9 201 710	9 201 710
		9 544 322	9 771 985
Current Assets			
Inventories	4	142 134	142 134
Trade and other receivables	5	20 244	282 424
Other financial assets	6	-	200
Cash and cash equivalents	7	12 696	633 009
		175 074	1 057 767
Total Assets		9 719 396	10 829 752
Equity and Liabilities			
Equity			
Retained income		8 990 758	10 753 626
Liabilities			
Current Liabilities			
Trade and other payables	8	728 638	76 126
Total Equity and Liabilities		9 719 396	10 829 752

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Statement of Comprehensive Income

Figures in Rand	Note(s)	2021	2020
Revenue	9	6 327 534	5 838 601
Other income	10	1 571 199	1 706 696
Operating expenses		(9 654 456)	(12 731 231)
Operating loss	11	(1 755 723)	(5 185 934)
Investment revenue	12	21 805	189 750
Finance costs	13	(28 950)	(27 306)
Loss for the year		(1 762 868)	(5 023 490)
Other comprehensive income		-	-
Total comprehensive loss for the year		(1 762 868)	(5 023 490)
Revenue			
Rental income		8 870	22 140
		8 870	22 140

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
Balance at 01 April 2019	15 777 116	15 777 116
Loss for the year	(5 023 490)	(5 023 490)
Other comprehensive income	-	-
Total comprehensive loss for the year	(5 023 490)	(5 023 490)
Balance at 01 April 2020	10 753 626	10 753 626
Loss for the year	(1 762 868)	(1 762 868)
Other comprehensive income	-	-
Total comprehensive loss for the year	(1 762 868)	(1 762 868)
Balance at 31 March 2021	8 990 758	8 990 758

Note(s)

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Statement of Cash Flows

Figures in Rand	Note(s)	2021	2020
Cash flows from operating activities			
Cash used in operations	14	(613 368)	(4 713 408)
Interest income		21 805	189 750
Finance costs		(28 950)	(27 306)
Net cash from operating activities		(620 513)	(4 550 964)
Cash flows from investing activities			
Purchase of property, plant and equipment	2	-	(191 355)
Purchase of investment property on the cost model	3	-	(24 178)
Net movement in financial assets		200	(200)
Net cash from investing activities		200	(215 733)
Total cash movement for the year		(620 313)	(4 766 697)
Cash at the beginning of the year		633 009	5 399 706
Total cash at end of the year	7	12 696	633 009

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Non profit Organisation Act of 1997. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Investment property

Investment property is land and buildings held to earn rentals or for capital appreciation or both, rather than for use in the production or supply of goods or services or for administrative purposes; or for sale in the ordinary course of business.

Investment property is initially measured at cost and subsequently at fair value with changes in fair value recognised in profit or loss. If the fair value of investment property cannot be measured reliably without undue cost or effort, then it is measured at cost less accumulated depreciation and accumulated impairment.

The cost of investment property comprises its purchase price and any directly attributable costs incurred to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Costs include costs incurred initially to acquire or construct an investment property and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of investment property, the carrying amount of the replaced item is derecognised.

The fair value is determined annually by an external valuator derived from current market prices of comparable real estate.

1.2 Property, plant and equipment

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

Property, plant and equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

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

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

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

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

Item	Depreciation method	Average useful life
Plant and machinery	Straight line	10 years
Furniture and fixtures	Straight line	10 years
Motor vehicles	Straight line	4 years
Computer equipment	Straight line	4 years

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Accounting Policies

1.2 Property, plant and equipment (continued)

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

1.3 Tax

Tax expenses

The entity is exempt from taxation in terms of Section 30 of the Income Tax act.

1.4 Inventories

Inventories are measured at the lower of cost and estimated selling price less costs to complete and sell, on the first-in, first-out (FIFO) basis.

1.5 Impairment of assets

The company assesses at each reporting date whether there is any indication that property, plant and equipment or intangible assets or goodwill or investment property on the cost model may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

1.6 Employee benefits

Short-term employee benefits

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

Termination benefits

Termination benefits are recognised as an expense with its resulting liability when the entity is demonstrably committed either:

- to terminate the employment of an employee or group of employees before the normal retirement date; or
- to provide termination benefits as a result of an offer made in order to encourage voluntary redundancy.

The termination benefits are measured at the best estimate of the expenditure that would be required to settle the obligation at the reporting date.

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Accounting Policies

1.7 Revenue

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

1.8 Borrowing costs

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

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Notes to the Financial Statements

Figures in Rand

2. Property, plant and equipment

	2021			2020		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Plant and machinery	216 971	(238 675)	(21 704)	216 971	(222 193)	(5 222)
Furniture and fixtures	1 322 366	(1 218 750)	103 616	1 322 366	(1 169 859)	152 507
Motor vehicles	1 254 533	(1 165 137)	89 396	1 254 533	(1 030 766)	223 767
IT equipment	633 992	(568 888)	65 104	633 992	(540 969)	93 023
Assistive devices	106 200	-	106 200	106 200	-	106 200
Total	3 534 062	(3 191 450)	342 612	3 534 062	(2 963 787)	570 275

Reconciliation of property, plant and equipment - 2021

	Opening balance	Depreciation	Closing balance
Plant and machinery	(5 222)	(16 482)	(21 704)
Furniture and fixtures	152 507	(48 891)	103 616
Motor vehicles	223 767	(134 371)	89 396
IT equipment	93 023	(27 919)	65 104
Assistive devices	106 200	-	106 200
	570 275	(227 663)	342 612

Reconciliation of property, plant and equipment - 2020

	Opening balance	Additions	Depreciation	Closing balance
Plant and machinery	11 260	-	(16 482)	(5 222)
Furniture and fixtures	211 065	-	(58 558)	152 507
Motor vehicles	272 983	85 155	(134 371)	223 767
IT equipment	99 717	-	(6 694)	93 023
Other property, plant and equipment	-	106 200	-	106 200
	595 025	191 355	(216 105)	570 275

3. Investment property on the cost model

	2021			2020		
	Cost	Accumulated depreciation and impairment	Carrying value	Cost	Accumulated depreciation and impairment	Carrying value
Investment property	9 201 710	-	9 201 710	9 201 710	-	9 201 710

Reconciliation of investment property on the cost model - 2021

	Opening balance	Total
Investment property	9 201 710	9 201 710

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Notes to the Financial Statements

Figures in Rand

3. Investment property on the cost model (continued)**Reconciliation of investment property on the cost model - 2020**

	Opening balance	Additions	Total
Investment property	9 177 532	24 178	9 201 710

Details of property

The properties are described as :

Sub 58 (of 10) of the Farm Spring Vale No.2170 situated in the development area of Rosetta Administrative District of Natal, in extent of 4 9371 hectares.

Sub C of Block A No. 2 of farm Brickfield No. 806, situated in the city and country of Durban, Province of Natal, in extent of 2 5615 acres.

The Subdivision 3 in extent of 827 square meters, inclusive of portion of lane, bounded North Easterly by remainder of subdivision A, south easterly by Umbilo Road. South Westerly by Subdivision 3 and North Westerly by Subdivision 5.

The remainder of Lot A of block C of Town Lands Durban No. 1737, situated in the city of Durban, Administrative district of Natal, in extent of 2893 square metres.

4. Inventories

Finished goods	142 134	142 134
----------------	---------	---------

5. Trade and other receivables

Trade receivables	20 244	20 244
VAT	-	262 180
	20 244	282 424

6. Other financial assets**At amortised cost**

Other loans and receivables	-	200
-----------------------------	---	-----

Current assets

At amortised cost	-	200
-------------------	---	-----

7. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	12 696	633 009
---------------	--------	---------

8. Trade and other payables

VAT	247 692	-
Accrued expenses	341 866	14 026
Staff loans	139 080	62 100
	728 638	76 126

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 20

Notes to the Financial Statements

Figures in Rand

9. Revenue

Profit/(loss) on sale of goods
Trusts and Foundation
Grant - The John & Ester Ellerman
Donations - Tin Placement
Other Donations
Grant - F Vreede
Department of Labour - Subsidy
Department of Social Development Grant - Subsidy
Department of Human Settlement Grant
The Fibre Processing and Manufacturing (FP&M) SE
Donations in Kind
Bequests
Grant - The Concord Trust

7 5 4	5
-------	---

10. Other income

Rental income
JEP Rent
ECD School Fees
Membership
Recoveries

1 216 417	1
348 174	
2 421	
100	
4 087	
<u>1 571 199</u>	<u>1</u>

11. Operating loss

Operating loss for the year is stated after accounting for the following:

Operating lease charges

Equipment
• Contractual amounts

-	6 913
---	-------

Depreciation on property, plant and equipment
Employee costs

227 663	216 105
<u>4 069 674</u>	<u>4 077 613</u>

12. Investment revenue

Interest revenue
Bank

21 805	189 750
--------	---------

13. Finance costs

Interest paid

28 950	27 306
--------	--------

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Notes to the Financial Statements

Figures in Rand

2021 2020

14. Cash used in operations

Loss before taxation	(1 762 868)	(5 023 490)
Adjustments for:		
Depreciation and amortisation	227 663	216 105
Interest received	(21 805)	(189 750)
Finance costs	28 950	27 306
Changes in working capital:		
Inventories	-	106 365
Trade and other receivables	262 180	(5 594)
Trade and other payables	652 512	155 650
	<u>(613 368)</u>	<u>(4 713 408)</u>

15. Directors' and prescribed officer's remuneration

No emoluments were paid to the directors or any individuals holding a prescribed office during the year.

16. Going concern

The 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.

17. Events after the reporting period

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

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021

Detailed Income Statement

Figures in Rand	Note(s)	2021	2020
Revenue			
Surplus/ (deficit) on own production		63 749	6 284
Trusts and Foundation		696 654	1 443 618
Grant - The John & Ester Ellerman		159 438	126 718
Donations - Tin Placement		8 870	22 140
Department of Human Settlement Grant		783 514	1 040 583
Other Donations		375 526	27 710
Grant - F Vreede		297 000	382 501
The Fibre Processing and Manufacturing (FP&M) SETA		576 400	179 800
Grant - The Concord Trust		1 000 000	-
Department of Labour_Subsidy		1 065 546	1 103 600
Bequests		-	436 271
Department of Social Development Grant		1 090 358	880 376
Donations in Kind		210 479	189 000
	9	6 327 534	5 838 601
Cost of sales			
		-	-
Other income			
Rental income		1 216 417	1 272 976
Recoveries		348 174	320 180
Membership fees and Training		2 421	42 869
Other income		100	-
Recoveries		4 087	70 671
		1 571 199	1 706 696
Expenses (Refer to page 21)			
		(9 654 457)	(12 731 231)
Operating loss			
	11	(1 755 724)	(5 185 934)
Investment income	12	21 805	189 750
Finance costs	13	(28 950)	(27 306)
		(7 145)	162 444
Loss for the year			
		(1 762 869)	(5 023 490)

The KwaZulu - Natal Society for the Blind NPC

(Registration number: 1993/003889/08)

Financial Statements for the year ended 31 March 2021


Detailed Income Statement


Figures in Rand	Note(s)	2021	2020
Operating expenses			
Accounting fees		(79 005)	(308 099)
Advocacy and Awareness		(10 505)	(66 986)
Assistive devices		-	(106 200)
Bank charges		(100 122)	(144 052)
COIDA - WCA		(31)	(37 608)
Cleaning		(154 773)	(139 130)
Comm Sensitization and Awareness		(7 500)	-
Community Sensitization and Awareness		-	(20 890)
Computer expenses		(183 900)	(268 345)
Consulting fees - Finance		(141 064)	(332 880)
Consumables		(202 730)	(361 824)
Depreciation, amortisation and impairments		(227 663)	(216 105)
Disability Awareness, Advocacy and Transformation		(6 972)	-
Donations made		(5 000)	(2 500)
Electricity & Water		(182 686)	(997 151)
Employee costs		(4 069 674)	(4 077 613)
Entertainment		-	(8 550)
Equipment rental		-	(6 913)
Fund raising expenses		(76 087)	(79 163)
Governance		(31 602)	(12 129)
Insurance		(194 059)	(175 007)
Legal expenses		(3 500)	(30 992)
Marketing		(150 965)	(227 462)
Motor vehicle expenses		(365 283)	(411 600)
Networking and collaboration		(3 266)	(18 945)
Office Expenses		(6 532)	(6 203)
Other expenses		(25 116)	(541 647)
Partner's Sensitisation		(10 505)	(43 079)
Printing and stationery		(75 380)	(191 691)
Recycling Awareness Workshop		(30 430)	(560 955)
Renovations ECD		(168 636)	-
Repairs - Claredone Home		(2 020 009)	(2 063 959)
Repairs and maintenance		(240 979)	(369 186)
Security		(494 742)	(283 766)
Sports and Recreation		(11 208)	(85 401)
Staff Training/Development		(6 043)	(42 112)
Staff expenses		(27 316)	(32 337)
Subscriptions		(49 220)	(11 705)
Telephone and fax		(212 544)	(268 464)
Transformation & Development Program		(10 705)	(37 890)
Travel & Accommodation		(68 705)	(30 337)
Women & Girls Participation		-	(38 293)
Workshop expenses		-	(74 062)
		(9 654 457)	(12 731 231)



Together Building Hope and Excellence
KwaZulu-Natal
SOCIETY FOR THE BLIND
Established 31st August 1918

102nd
YEAR CELEBRATION

 194 Umbilo Road, Umbilo, Durban – 4000
P. O. Box 18702, Dalbridge, 4001

 Tel: +27 31 202 7277
Cell: +27 66 024 2908
Fax: +27 31 202 2830

 www.kznblind.org.za

 E-mail: bhekijele@kznblind.org.za
info@kznblind.org.za