

THE DURBAN HIGH SCHOOL FOUNDATION TRUST

(Registration number IT 1146/1946/PMB)

Annual Financial Statements

for the year ended 31 December 2023

Audited Financial Statements

in compliance with Companies Act 71 of 2008

THE DURBAN HIGH SCHOOL FOUNDATION TRUST

(Registration Number IT 1146/1946/PMB)

Annual Financial Statements for the year ended 31 December 2023

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General Information

Country of Incorporation and Domicile	South Africa
Trustees	Adrian Rayner Charles Hansen Arthur Athabile Jojo Barry Robert Wilson Damian James Robert Judge (Chairman) David John Vlcek Faisal Ismail Suliman (Resigned 25 January 2024) Gregory Stuart Hamilton Jonathan Alexander Hotz Linda Zondi Malcolm John David Wallis Michael Robert Speirs (Resigned 10 October 2023) Sizwe Melusi Ali Nxedlana (Resigned 3 February 2023)
Beneficiaries	Durban High School Durban Preparatory High School
Registered Office	The DHS Foundation Trust Protector Howard Stephensen Garlicke and Bousfield Inc. 7 Torsvale Crescent La Lucia Ridge Office Estate, Durban
Business Address	255 St. Thomas Road Berea Durban 4001
Independent Auditors	BDO South Africa Incorporated
Annual Financial Statement Preparers	Brandfin CC.
Trust Registration Number	IT 1146/1946/PMB
PBO Number	930022185

The Durban High School Foundation Trust

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Trustees' Responsibilities and Approval

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

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

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

The trustees are of the opinion that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss. The going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the trustees have no reason to believe that the trust will not be a going concern in the foreseeable future. The financial statements support the viability of the trust.

The financial statements have been audited by the independent auditing firm, BDO South Africa Incorporated, who have been given unrestricted access to all financial records and related data. The trustees believe that all representations made to the independent auditor during the audit were valid and appropriate. The external auditors' unqualified audit report is presented on page 5 to 6.

The trust's system of control is dependent upon the close involvement of the trustees. Where independent confirmation of the completeness of the accounting records was not available we have given our assurance as trustees that all the trust's transactions have been reflected in the records.

The annual financial statements have been prepared on the going concern basis and are not subject to any material changes to the present financial status. The annual financial statements as set out on pages 7 to 20 were approved by the trustees on 12 June 2024 and were signed on their behalf by:



Damian James Robert Judge (Chairman)



Joniathan Alexander Hotz

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Report of the Trustees

The Trustees present their annual report for the year ended 31 December 2023.

1. Objective of the Durban High School Foundation Trust ("The Foundation")

The objectives of the Trust as fully set out in the Trust Deed is to :

- Initiate and participate in fundraising ventures to raise funds for the beneficiaries of the Trust;
- Promote the goals and objectives of the beneficiaries, to provide funds or assets to the beneficiaries;
- Build and strengthen partnerships between the Durban High School, its Old Boys, Durban Preparatory High School and any other educational institution and the public;
- Establish and govern a credible, professional and high calibre entity;
- Generally promote any objects which in the view of the Trustees may be advantageous to the development and extension of the Durban High School.

2. Financial results

The financial statements reflect the financial position of the trust at 31 December 2023 and the result of its activities for the year then ended.

3. Business and operations

The Trust's business and operations and the results thereof are clearly reflected in the attached financial statements. There was no major change in the nature of the business.

4. Going concern

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

The Trustees have satisfied themselves that the trust is in a sound financial position and that it has adequate cash reserves to meet its foreseeable cash requirements.

The Trustees are not aware of any new material changes that may adversely impact the Trust other than the effect of the economic downturn on the benefactor base. The Trustees 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 trust.

5. Events after reporting date

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

Subsequent to year end, the conveyancer are currently waiting for the purchaser to resolve outstanding vat obligations before finalising the transfer of the DHS Old Boys Club.

THE DURBAN HIGH SCHOOL FOUNDATION TRUST

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Report of the Trustees

6. The Trustees during the year to the date of this report were the following:

Trustees	First Appointment	Re-Appointed	Resigned
Adrian Rayner Charles Hansen	06 August 2021		
Arthur Athabile Jojo	06 August 2021		
Barry Robert Wilson	06 August 2021		
Damian James Robert Judge (Chairman)	26 October 2018	18 August 2021	
David John Vlcek	06 August 2021		
Faisal Ismail Suliman	15 October 2015	09 February 2023	25 January 2024
Gregory Stuart Hamilton	06 August 2021		
Jonathan Alexander Hotz	06 August 2021		
Linda Zondi	05 February 2019	05 February 2022	
Malcolm John David Wallis	06 August 2021		
Michael Robert Speirs	06 August 2021		10 October 2023
Sizwe Melusi Ali Nxedlana	15 October 2015	05 December 2019	03 February 2023

7. Beneficiaries

Durban High School ("the school") is the primary beneficiary of the income and capital of the Trust. Secondary and optional beneficiaries include any association, club, activity or cause supporting the school or comprising or supporting the Schools' Old Boys, and including Durban Preparatory High School and any trust or association established for the benefit of Durban Preparatory High School, and which is in furtherance of the aims and heritage of the school, but only if and to the extent selected by unanimous resolution of the Trustees at the time of making a distribution and only if such association, club, activity or cause is an approved public benefit organisation approved in terms of section 30 of the Income Tax Act, as amended, or an institution, board or body contemplated in section 10(1)(cA)(i) of the Income Tax Act, 1962, as amended, carrying on any public benefit activity approved for purposes of section 18A of the Income Tax Act, 1962, as amended.

8. Distributions to beneficiaries

The Durban High School is a beneficiary of the funds raised by the Trust through bursaries and capital projects such as building improvements.

9. Auditors

BDO South Africa Incorporated continued as auditors for the 2023 year.

Independent Auditor's Report

To the Trustees of
The Durban High School Foundation Trust

Opinion

We have audited the financial statements of The Durban High School Foundation Trust (the trust) set out on pages 7 to 20, which comprise the statement of financial position as at 31 December 2023, and the statement of profit or loss and other comprehensive income, for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements of The Durban High School Foundation Trust, for the 31 December 2023 are prepared, in all material respects, in accordance with the basis of accounting described in note 2 to the financial statements and the requirements of the The Durban High School Foundation Trust.

Basis for opinion

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

Emphasis of Matter

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

Other Information

The trustees are responsible for the other information. The other information comprises the information included in the document titled "The Durban High School Foundation Trust Annual Financial Statements for the year ended 31 December 2023", which includes the Trustees' Report as required by the Trust Deed. 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 Trustees for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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



BDO South Africa Incorporated
Registered Auditors

Sally Jukes
Director
Registered Auditor

13 June 2024

5A Rydall Vale Office Park
38 Douglas Saunders Drive
La Lucia, 4051

The Durban High School Foundation Trust

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Financial Statements for the year ended 31 December 2023

Statement of Financial Position

Figures in R	Notes	2023	2022
Assets			
Non-Current Assets			
Property, plant and equipment	3	50 000 000	50 000 000
Investments	4	416 562	366 684
		50 416 562	50 366 684
Current Assets			
Trade and other receivables	5	2 596 409	10 504 909
Cash and cash equivalents	6	37 080 351	50 742 910
		39 676 760	61 247 819
Total Assets		90 093 322	111 614 503
Trust Funds and Liabilities			
Trust Fund			
Reserves	7	45 437 105	45 437 105
(Accumulated loss) / retained earnings	8	(15 153 757)	8 287 790
Trust Capital	9	19 955 719	19 955 719
		50 239 067	73 680 614
Current Liabilities			
Provisions	10	257 536	200 857
Trade and other payables	11	2 096 719	233 032
Deposit held for property sale		37 500 000	37 500 000
		39 854 255	37 933 889
Total Funds and Liabilities		90 093 322	111 614 503

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Statement of Comprehensive Income

Figures in R	Notes	2023	2022
Income	12	13 349 279	8 547 630
Other income	13	445 961	984 503
Operating costs		(6 767 088)	(4 204 731)
Other gains and losses		44 678	272 508
Operating profit		7 072 830	5 599 910
Finance income	14	4 056 272	4 079 498
Profit before distributions and equity transfers		11 129 102	9 679 408
Equity transfers			
Transfer to capital profits		-	(984 503)
		-	(984 503)
Distributions paid			
Durban High School - Bursaries		(3 418 727)	(4 215 372)
Durban High School - Capital Development Projects		(30 987 892)	(1 457 392)
Durban High School - Other		(164 030)	(111 971)
		<u>(34 570 649)</u>	<u>(5 784 735)</u>
(Loss) / profit after distributions and equity transfers		<u>(23 441 547)</u>	<u>2 910 170</u>
(Loss) / profit for the year		<u>(23 441 547)</u>	<u>2 910 170</u>

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Statement of Changes in Trust Funds

Figures in R	Reserves	Capital - special funds	Capital - Specific Bequests	Capital profits	Capital Tertiary Bursaries	Accumulated loss	Total
Balance at 1 January 2022	45 437 105	3 093 439	7 041 601	11 194 964	2 625 715	1 377 620	70 770 444
Total comprehensive income for the year							
Profit for the year						9 679 408	9 679 408
Total comprehensive income for the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9 679 408</u>	<u>9 679 408</u>
Distributions						(5 784 735)	(5 784 735)
Transfer of capital profits to reserve				984 503		(984 503)	-
Utilisation of distributable reserve			(4 000 000)	(984 503)		4 984 503	-
Reversal of fair value adjustment					-	(984 503)	(984 503)
Balance at 31 December 2022	<u>45 437 105</u>	<u>3 093 439</u>	<u>3 041 601</u>	<u>11 194 964</u>	<u>2 625 715</u>	<u>8 287 790</u>	<u>73 680 614</u>
Balance at 1 January 2023	45 437 105	3 093 439	3 041 601	11 194 964	2 625 715	8 287 790	73 680 614
Total comprehensive income for the year							
Profit for the year						11 129 102	11 129 102
Total comprehensive income for the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11 129 102</u>	<u>11 129 102</u>
Distributions						(34 570 649)	(34 570 649)
Balance at 31 December 2023	<u>45 437 105</u>	<u>3 093 439</u>	<u>3 041 601</u>	<u>11 194 964</u>	<u>2 625 715</u>	<u>(15 153 757)</u>	<u>50 239 067</u>
Notes	7	9.1	9.2	9.3	9.4	8	

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Statement of Cash Flows

Figures in R	Note	2023	2022
Cash flows from operating activities			
(Loss) / profit for the year		(23 441 547)	2 910 170
<i>Adjustments for:</i>			
Depreciation of tangible assets		-	1 708
Investment income		(4 056 272)	(4 079 498)
Profit on disposal of investments		-	(984 503)
Change in fair value of property, plant and equipment		(44 678)	(272 508)
Distributions to beneficiaries		34 570 649	6 769 238
Operating cash flow before working capital changes		<u>7 028 152</u>	<u>4 344 607</u>
<i>Working capital changes</i>			
Decrease / (increase) in trade and other receivables		7 908 500	(7 798 290)
Increase in trade and other payables		1 920 366	3 939 964
Net cash flows from operations		<u>16 857 018</u>	<u>486 281</u>
Investment income		4 056 272	4 079 498
Net cash flows from operating activities		<u>20 913 290</u>	<u>4 565 779</u>
Cash flows (used in) / from investing activities			
Investment acquired	4	(5 200)	(66 621)
Fair value gain		-	984 503
Proceeds on disposals of investments		-	5 000 000
Net cash flows (used in) / from investing activities		<u>(5 200)</u>	<u>5 917 882</u>
Cash flows used in financing activities			
Distribution to beneficiaries		(34 570 649)	(6 769 238)
Net cash flows used in financing activities		<u>(34 570 649)</u>	<u>(6 769 238)</u>
Net (decrease) / increase in cash and cash equivalents		(13 662 559)	3 714 423
Cash and cash equivalents at beginning of the year		50 742 910	47 028 487
Cash and cash equivalents at end of the year	6	<u>37 080 351</u>	<u>50 742 910</u>

The Durban High School Foundation Trust

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Financial Statements for the year ended 31 December 2023

Accounting Policies

1. General information

The Durban High School Foundation Trust is a trust founded in South Africa. The type of trust and its principal activities is, as fully set out in the Trust Deed, to initiate and participate in fundraising ventures to raise funds for the beneficiaries of the Trust, to promote the goals and objectives of the beneficiaries, to provide funds or assets to the beneficiaries, to build and strengthen partnerships between the Durban High School, its Old Boys, Durban Preparatory High School and any other educational institution and the public, to establish and govern a credible, professional and high calibre entity, and generally to promote any objects which in the view of the Trustees may be advantageous to the development and extension of Durban High School.

2. Summary of significant accounting policies

The annual financial statements have been prepared in accordance with entity-specific accounting policies to meet the financial reporting needs of the trustees and beneficiaries. These financial statements have been prepared under the historical cost convention and are presented in South African Rand.

In preparing the annual financial statements, the Trustees are required to make judgements, estimates and assumptions that affect the amounts represented in the annual financial statements and related disclosures. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results in the future could differ from these estimates which may be material to the annual financial statements. The accounting policies are consistent with the previous period.

2.1 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the fund raising activities in the ordinary course of the trust's activities. Revenue is shown net of value-added tax, returns, and discounts.

The trust recognises revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the trust's activities, as described below:

2.1.1 Revenue

Revenue is generally recognised on the accrual basis.

2.1.2 Dividends income

Dividends income is recognised as revenue when the right to receive payment is established and is shown as 'other income'.

2.1.3 Interest income

Interest income is recognised using the effective interest rate method and is shown as finance income.

2.2 Investment property

Investment property is recognised as an asset when, and only when, it is probable that the future economic benefits will flow to the enterprise, and the cost of the investment property can be reliably measured. Investment property is property held to earn rentals or for capital appreciation or both, rather than for use in the production or supply of goods or services, for administrative purposes, or for sale in the ordinary course of business.

Investment property is initially recognised at cost. Transaction costs are included in the initial measurement.

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Accounting Policies

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

After initial recognition, investment property whose fair value can be measured reliably without undue cost or effort shall be measured at fair value at each reporting period with changes in fair value recognised in profit or loss. If the fair value cannot be determined without undue cost and effort, the investment property is classified to property, plant and equipment.

2.3 Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Costs include 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.

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

2.4 Impairment of non-current assets

The Trustees assess at each reporting date whether there is any indication that an asset may be impaired. If the fair value less costs to sell of an asset (or group of assets) is estimated to be less than its carrying amount, the carrying amount of the asset (or group of assets) is reduced to its fair value less costs to sell. 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 assets) is increased to the revised estimate of its fair value less costs to sell, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (group of assets) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

2.5 Trade and other receivables

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

2.6 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. Bank overdrafts are shown in current liabilities on the statement of financial position.

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Accounting Policies

2.7 Trust capital and retained earnings

All funds of a capital nature received by the trust are accounted for directly to the Trust capital account. This includes the original donation received by the trustees to establish the trust, as well as all donations received by the trustees since the trust's inception. This excludes capital gains and losses realised by the trust in the normal course of its business activities. Trust capital is reduced by any capital distributed by the trustees to any capital beneficiary.

Retained earnings consists of all revenues, capital gains and capital losses retained by the trust after payment of all expenses, taxes and distributions of income and capital gains to beneficiaries.

2.8 Employee benefit obligations

2.8.1 Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as paid vacation leave 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.

2.9 Trade payables

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest rate method.

2.10 Provisions

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

2.11 Donation and Investment Policy

All investment income and capital vests with the Foundation and the Trustees have sole discretion on the utilisation of all funds.

2.12 Related Parties

A party is related to the Trust if any one of the following are met:

- Directly, or indirectly through one or more intermediaries, the party controls, is controlled by or is under common control with the Trust;
- The party is a member of the key management personnel of the Trust;
- The party is a close member of the family of an individual referred to above;
- A close member of the family includes:
 - The individuals domestic partner and children;
 - Children of the individuals domestic partner; and
 - Dependents of the individual or the individuals domestic partner.
- The party is a post-employment benefit plan for the employees of the Trust.

The Durban High School Foundation Trust

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Financial Statements for the year ended 31 December 2023

Notes to the Annual Financial Statements

Figures in R

2023

2022

3. Property, plant and equipment

	2023			2022		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
<i>Owned assets</i>						
Land and buildings	50 000 000	-	50 000 000	50 000 000	-	50 000 000
Computer equipment	10 248	(10 248)	-	10 248	(10 248)	-
	50 010 248	(10 248)	50 000 000	50 010 248	(10 248)	50 000 000

The carrying amounts of property, plant and equipment can be reconciled as follows:

	2023				2023
	Carrying value at beginning of year	Additions	Disposals	Depreciation	Carrying value at end of year
<i>Owned assets</i>					
Land and buildings	50 000 000	-	-	-	50 000 000
Computer equipment	-	-	-	-	-
	50 000 000	-	-	-	50 000 000

	2022				2022
	Carrying value at beginning of year	Additions	Disposals	Depreciation	Carrying value at end of year
<i>Owned assets</i>					
Land and buildings	50 000 000	-	-	-	50 000 000
Computer equipment	1 708	-	-	(1 708)	-
	50 001 708	-	-	(1 708)	50 000 000

	2023 R	2022 R
Details of property		
Opening balance	50 000 000	50 000 000

Erf 944, Durban North Township, Province of Kwa-Zulu Natal, Measuring 2.1936 H.

Erf 951, Durban North Township, portion No 165 Province of Kwa-Zulu Natal, Measuring 2.1193H.

As 20 Gainsborough Drive Share Block (Pty) Ltd was unable to deliver a guarantee for the purchase price payable against transfer by the latest agreed date, it was decided to cancel the sale agreement concluded in 2016 with a forfeiture of all interest paid by the Purchaser to the Foundation and to conclude a new Consolidated Sale Agreement supported by comprehensive suretyships. This Consolidated Sale Agreement and Suretyships were signed by the Purchaser and its members on the 2 March 2021 and the comprehensive suretyships has been accepted by the Foundation now that new LoA have been issued to the Trustees of the Foundation and a written resolution has been signed by all Trustees named in the new LoA.

Subsequent to year end, the conveyancer are currently waiting for the purchaser to resolve outstanding vat obligations before finalising the transfer of the DHS Old Boys Club.

The Durban High School Foundation Trust

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Financial Statements for the year ended 31 December 2023

Notes to the Annual Financial Statements

Figures in R	2023	2022
4. Investments		
Unit Trusts - at market value	Market Value	Market Value
Allan Gray Equity Fund	416 562	366 684
The carrying amounts of investments are shown at market value.		
5. Trade and other receivables		
Durban High School - WIP Capital Projects	110 000	9 642 649
- Old Boy's Pavilion (Donated 2023)	-	112 375
- Astro Turf (Donated 2023)	-	9 003 517
- PESSOA	110 000	110 000
- Cambridge (Donated 2023)	-	416 757
Deposits	95 429	65 429
Value Added Tax	1 618 642	678 659
Trust Debtors	772 338	118 172
	<u>2 596 409</u>	<u>10 504 909</u>
6. Cash and cash equivalents		
Bank balances	37 080 351	50 742 910
7. Reserves		
Balance at beginning of the year	45 437 105	45 437 105
Balance at the end of the year	<u>45 437 105</u>	<u>45 437 105</u>
8. (Accumulated loss) / retained earnings		
Profit for the year	11 129 102	9 679 408
Distributed to beneficiaries	(34 570 649)	(5 784 735)
(Accumulated loss) / undistributed retained earnings for the year	<u>(23 441 547)</u>	<u>3 894 673</u>
Retained profit at beginning of the year	8 287 790	1 377 620
(Accumulated loss) / undistributed retained earnings at the end of the year	<u>(15 153 757)</u>	<u>5 272 293</u>
9. Trust Capital		
	<u>19 955 719</u>	<u>19 955 719</u>
9.1 Capital Profits		
Durban High School Trust capital	737 803	737 803
Durban High School Trust bequest	530 577	530 577
Durban High School - 125 celebrations	56 885	56 885
Durban High School Association Scholarships	88 935	88 935
Avoidance of sexual abuse	624 945	624 945
DHS Foundation Functions	66 223	66 223
Class of 1963	259 815	259 815
Consolidation various small donations	728 256	728 256
	<u>3 093 439</u>	<u>3 093 439</u>

The Trustees have full discretion in the use of the capital and investment income earned thereon.

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Notes to the Annual Financial Statements

Figures in R	2023	2022
9.2 Capital - Specific requests		
Pat Goss Fund	2 075 661	2 075 661
Estate of Late FD Tomlin	815 940	815 940
Karel Tip Class' 62	150 000	150 000
	<u>3 041 601</u>	<u>3 041 601</u>

These bequests/donations have specific requests as to the use of the income thereon.

9.3 Capital Profits

Profit on sale of:		
• Portion 4 of Erf 951 Durban North; and	8 944 690	8 944 690
• Portions 223 & 224 (of 165) of Erf 944 Durban North.		
Distribution - Durban High School	(2 366 834)	(2 366 834)
Distribution - Durban Old Boy's Club	(3 311 217)	(3 311 217)
Profit on sale of investments	7 928 325	7 928 325
	<u>11 194 964</u>	<u>11 194 964</u>

9.4 Capital Tertiary Bursaries

Estate Readshaw Bequest	1 590 009	1 590 009
Lillian Readshaw Scholarship	244 000	244 000
LCW Theobald Scholarship	341 668	341 668
Cecil Renaud Fund	105 600	105 600
BE Masojada Fund	344 438	344 438
	<u>2 625 715</u>	<u>2 625 715</u>

Donations received in prior years with requests that they be used for tertiary educational bursaries for Durban High School learners.

10. Provisions

The following provisions are included in accounts payable:

	2023			2022
	Leave Pay	Audit Fee	Total	Total
Carrying amount at the beginning of the year	124 536	76 320	200 856	155 240
Current year provision	48 760	84 240	133 000	120 616
Amounts incurred and charged against the provision	-	(76 320)	(76 320)	(75 000)
Carrying amount at end of the year	<u>173 296</u>	<u>84 240</u>	<u>257 536</u>	<u>200 856</u>

11. Trade and other payables

Trade creditors	1 868 151	193 681
Accrued liabilities	228 568	3 654
PAYE, UIF & SDL	-	35 697
	<u>2 096 719</u>	<u>233 032</u>

The Durban High School Foundation Trust

(Registration Number IT 1146/1946/PMB)

Financial Statements for the year ended 31 December 2023

Notes to the Annual Financial Statements

Figures in R	2023	2022
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12. Income

An analysis of income is as follows:

Donations Received	4 681 923	3 948 196
Donations Received - Capex	2 906 450	-
Donations Received - Old Boys Pavilion	888 943	741 093
Sports Sponsorships	725 219	1 457 489
Membership fees	236 934	-
Contributions received from fundraising activities	711 435	918 719
Electricity recoveries	2 640 747	711 712
Rent received	557 628	770 421
	<u>13 349 279</u>	<u>8 547 630</u>

13. Other income

Profit on sale of investments	-	984 503
Sundry income	445 961	-
	<u>445 961</u>	<u>984 503</u>

14. Finance income

Interest received	3 551 222	2 497 091
REIT's & other income	136	1 737
Dividends received from listed companies	4 914	62 924
Penalty interest accrued in respect of the disposal of Old Boys Property	500 000	1 517 746
	<u>4 056 272</u>	<u>4 079 498</u>

15. Income tax expense

The Trust is not liable for taxation as it has been approved as a Public Benefit Organisation in terms of S30 of the Income Tax Act and the receipts and accruals are exempt in terms of S10(1)(cN), under registration number 930022185.

The Trust is liable for taxation on its trading income less apportioned expenditure. Its trading income comprises rental income from its property which is in the process of being sold and some sundry income.

The Durban High School Foundation Trust

(Registration Number IT 1146/1946/PMB)

Financial Statements for the year ended 31 December 2023

Notes to the Annual Financial Statements

Figures in R

	2023	2022
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16. Donations

Non-section 18A donations

Africa BU a division of Stefanutti Stocks (Pty) Ltd	40 000	-
Andrew Porteous	16 012	-
Asange Ngam	26 250	25 000
Barry Malcolm Du Plessis	20 000	-
Beier Group Pty Ltd	184 778	44 982
Chris Farrant	-	19 489
Commercial Claims Consultants Africa (Pty) Ltd t/a Insurance Claims Africa	25 000	-
Craig Catto	47 500	-
Derick Bass	67 937	59 262
Dr Chris Jennings	-	136 770
G Lomas	-	12 000
Greig Catto	13 000	-
Guy Loureiro	21 000	-
Impact DHS	79 989	71 862
Mike Tomlinson	68 220	-
Neil Lamble	32 450	-
Phepsi Buthelize Fund	44 938	-
Preston Oosthuizen		17 500
Quinton Oswald	63 712	59 936
Roger Eaton	49 095	110 810
Ryan Woolley	21 000	-
SMG North Coast (Pty) Ltd	50 000	-
Study Trust	127 620	-
The Jonsson Foundation	63 000	75 000
Thembelani Gantsho	12 500	12 500
UK Charity Fund	17 802	-
Victor Daitz Foundation	2 480 000	-
Wayne Cowden	12 982	-
William Gaboreau	41 524	-
Donations received under R12 000	338 624	120 534
	<u>3 964 932</u>	<u>765 646</u>

Section 18A donations

Allegiance (SA) Pty Ltd	-	135 130
Apparel Components Manufacturers (Pty) Ltd	50 000	50 000
BCM Management Company (Pty) Ltd	100 000	-
Charles Allan Solomon	50 000	50 000
Chris Seabrooke	690 000	650 000

...donations note continued onto next page

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Financial Statements for the year ended 31 December 2023

Notes to the Annual Financial Statements

Figures in R	2023	2022
CM Eyres	12 000	-
Colin Woodcock	-	59 500
Conrite Projects Pty Ltd	51 450	-
Conrite Walls (Pty) Ltd	-	25 000
Crisis Fire Doors (PTY) Ltd	25 000	-
Darryn Sajoe	15 000	-
Denzil Andrews	-	137 100
Edward Snell & Company	145 000	130 000
FR Waring (International) (Pty) Ltd	-	71 500
Gillian Freda Solomon	50 000	50 000
Grant Oldfield	-	50 000
IQRAA Trust (SA)	-	20 000
Isaac Sandler Charitable Trust	298 460	333 700
Jakamar Trust	-	59 600
Kenneth Herbert Douglas Solomon	50 000	50 000
Michael Speirs	43 000	-
Michane Stead	47 000	59 500
Narrowtex (Pty) Ltd	275 000	250 000
National Braiding Industries (Pty) Ltd	100 000	55 000
NCR Consulting (Pty)Ltd	64 000	50 000
POBE Investments (PTY)Ltd	148 000	-
Rand York Coretrays	71 000	59 500
Sabvest Finance & Gaurantee Corp (Pty) Ltd	515 000	585 000
Shave & Gibson	50 000	-
Sizwe Melusi Ali Nxedlana	-	15 000
SPAR Engage (Pty) Ltd	65 000	-
Sports Badge Embroiderers (Pty) Ltd	83 530	118 710
Trellidor Holdings Limited	300 000	-
Webbing Products (Pty) Ltd	60 000	60 000
Donations received under R12 000	115 000	58 310
	<u>3 473 440</u>	<u>3 182 550</u>

Old Boys Pavilion

Chris Farrant	-	20 000
Clinton Grobbelaar	-	220 000
Conrite Projects Pty Ltd	50 000	-
Glen Buchanan	-	20 000
Jeremy Carr	697 561	-
JP Rey	-	20 000
Impact DHS	-	158 065
Peter Jurgen Beier	133 787	-
Shaun McCormack	-	20 000
UK Fundraising	-	125 766
Donations received under R12 000	7 595	157 261
	<u>888 943</u>	<u>741 093</u>

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Financial Statements for the year ended 31 December 2023

Notes to the Annual Financial Statements

Figures in R	2023	2022
Sports Sponsorships		
Advance Hoopoe (Pty) Ltd	-	30 000
Bruce Hughes	-	15 000
Donald Speirs	-	30 435
G Samuel	12 000	-
GEN4FOODS (Pty) Ltd	60 000	-
Greg Hamilton	-	18 000
Nfinity Media Investments (Pty) Ltd	12 000	-
Peter O Donoghue	40 000	-
Richmark Holdings	10 000	33 391
Rupert Candy Attorneys Inc.	30 000	-
Spar KwaZulu-Natal	400 000	408 000
Stephen Bradley Saad	110 000	100 000
Trellidor Holdings Limited	-	600 000
Werner Basson	50 000	-
Contributions received under R12 000	151 219	222 663
	<u>875 219</u>	<u>1 457 489</u>

The Durban High School Foundation Trust

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Financial Statements for the year ended 31 December 2023

Detailed Income Statement

Figures in R	Notes	2023	2022
Income			
Donations Received	16.	4 681 923	3 948 196
Donations Received - Capex	16.	2 906 450	-
Donations Received - Old Boys Pavilion	16.	888 943	741 093
Sports Sponsorships	16.	725 219	1 457 489
Membership fees		236 934	-
Contributions received from fundraising activities		711 435	918 719
Electricity recoveries		2 640 747	711 712
Rent received		557 628	770 421
		<u>13 349 279</u>	<u>8 547 630</u>
Other income			
Dividends received		4 914	62 924
Fair value adjustment		44 678	272 508
Penalty interest accrued in respect of the disposal of Old Boys Property		500 000	1 517 746
Interest received		3 551 222	2 497 091
REIT's & other income		136	1 737
Profit on sale of investments		-	984 503
Sundry income		445 961	-
		<u>4 546 911</u>	<u>5 336 509</u>
Total income		<u>17 896 190</u>	<u>13 884 139</u>
Expenditure			
Accounting fees		112 930	107 700
Admin / management fees paid		439	-
Assessment rates and municipal charges		727 558	324 196
Auditors' remuneration		132 247	122 156
Bank charges		12 854	12 067
Commission paid		388 611	203 985
Computer expenses		55 118	29 819
Depreciation		-	1 708
Electricity and water		2 896 030	1 820 273
Entertainment		14 487	3 377
Fundraising expenses		763 349	564 129
Insurance		73 662	60 520
Repairs and maintenance		19 317	49 182
Salaries		964 667	889 374
Security		1 200	4 000
Sports Sponsorship expenses		533 822	-
Subscriptions		53 400	-
Sundry expenses		4 725	10 303
Travel - local		12 672	1 942
		<u>6 767 088</u>	<u>4 204 731</u>
Operating profit before distributions and equity transfers		<u>11 129 102</u>	<u>9 679 408</u>
Equity transfers			
Transfer to capital profits		-	(984 503)

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Financial Statements for the year ended 31 December 2023

Detailed Income Statement

Figures in R	Notes	2023	2022
Distributions paid			
Durban High School - Bursaries		(3 418 727)	(4 215 372)
Durban High School - Capital Development Projects		(30 987 892)	(1 457 392)
Durban High School - Other		(164 030)	(111 971)
		<u>(34 570 649)</u>	<u>(6 769 238)</u>
(Loss) / profit after distribution and equity transfers		<u>(23 441 547)</u>	<u>2 910 170</u>