

TOKOLOGO

MUNICIPALITY

FINANCIAL

STATEMENTS

2008/2009

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**GENERAL INFORMATION
MEMBERS OF THE COUNCIL**

Councillors
B E Seakge
G K Mokgobo
L Mabote
S M Fourie
N Van der Hever
B E Seekoeie
K G Ditira

Mayor / Speaker
Clr. B D Obotseng

GRADING OF MUNICIPALITY

Low capacity (Grade2)

AUDITORS

Auditor General
The Office of the Auditor General
P O Box 315
Bloemfontein
9300

BANKERS

First National Bank, Boshof

REGISTERED OFFICE

Voortrekker Street
Market Square
BOSHOF
8340

P/Bag x 46
BOSHOF '8340

Tel: 053 / 5410014
Fax: 053 / 5410360

MUNICIPAL MANAGER

Mr. LMA Mofokeng

CHIEF FINANCIAL OFFICER

MR. MK Khoabane

APPROVAL OF FINANCIAL STATEMENTS

I am responsible for the preparation of these financial statements, which are set out on page 2 to 19, in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 12 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Office Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

.....

MUNICIPAL MANAGER
Mr. LMA Mofokeng

.....

CHIEF FINANCIAL OFFICER

.....

DATE

.....

DATE

TOKOLOGO LOCAL MUNICIPALITY
TREASURERS REPORT -- 2008/2009

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1 OPERATING RESULTS

Details of the operating results per department are included in appendix E. The overall operating results for the year ended 30 June 2009 are as follows:

| Income | Actual 2008 R | Actual 2009 R | Variance 2008/2009 % | Budget 2009 R | Variance Actual / Budget % |
|------------------------------------|------------------------------|------------------------------|-------------------------------------|------------------------------|---|
| Beginning Surplus/(Deficit) | 11 459 744 | 7 299 864 | | | |
| Operating income for the year | 23 469 320 | 41 118 400 | 42.92 | 32 812 000 | 25.32 |
| | 34 929 065 | 48 418 264 | | | |
| Expenditure | | | | | |
| Operating expenditure for the year | 32 710 596 | 43 816 645 | 25.35 | 32 752 917 | -25.25 |
| Sundry transfers | 5 081 395 | (11 349 954) | | | |
| Closing surplus/deficit | 7 299 864 | (6 748 334) | | | |
| | 45 091 855 | 25 718 357 | | 59 083 | |

1.1 Rates and general services

| | Actual 2008 R | Actual 2009 R | Variance 200/2009 % | Budget 2009 R | Variance Actual / Budget % |
|--|------------------------------|------------------------------|------------------------------------|------------------------------|---|
| Income | 14 079 170 | 28 782 777 | 104.44 | 24 605 077 | 16.98 |
| Expenditure | 24 013 066 | 32 617 178 | -35.83 | | -100.00 |
| Surplus (deficit) | (9 933 896) | (3 834 401) | | 24 605 077 | |
| Surplus (deficit) as % of total income | (71) | (13) | | 100.00 | |

**1.2 Trading services
Electricity**

| | Actual 2008 R | Actual 2009 R | Variance 2008/2009 % | Budget 2009 R | Variance Actual / Budget % |
|--|------------------------------|------------------------------|-------------------------------------|------------------------------|---|
| Income | 5 970 842 | 7 433 333 | 24.49 | 6 858 000 | 8.39 |
| Expenditure | 7 179 935 | 8 921 957 | -24.26 | | -100.00 |
| Surplus (deficit) | (1 209 092) | (1 488 623) | | 6 858 000 | |
| Surplus (deficit) as % of total income | (20.25) | (20.03) | | 100.00 | |

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1.3**Water works**

| | Actual 2008 R | Actual 2009 R | Variance 2008/2009 % | Budget 2009 R | Variance Actual / Budget % |
|---|------------------------------|------------------------------|-------------------------------------|------------------------------|---|
| Income | 3 419 307 | 4 902 290 | 43.37 | 1 289 840 | -73.69 |
| Expenditure | 1 517 595 | 2 277 511 | 50.07 | | 100.00 |
| Surplus (deficit) | 1 901 712 | 2 624 779 | | 1 289 840 | |
| Surplus (deficit) as % of total income | 55.62 | 53.54 | | 100.00 | |

2**EXTERNAL LOANS, INVESTMENTS AND CASH**

External loans outstanding on 30 June 2008 amounted to R 0

More information regarding loans and investments are disclosed in the notes (3 and 6) and appendix B to the financial statements.

3**FUNDS AND RESERVES**

More information regarding funds and reserves are disclosed in the notes (1 and 2) and appendix A to the financial statements.

I am grateful to the Mayor/Speaker, Councillors and the Municipal Manager for the support they have given me and to the staff of my own department for their assistance and support during the year.

Chief Financial Officer

Mr. MK Khoabane

ACCOUNTING POLICIES : 2008/2009

1.BASIS OF PRESENTATION

- 1.1. The financial statements have been prepared so as to confirm to the standards laid down by the Institute of Municipal Treasurers and Accountants in its Code of Practice (1992) and Report on Published Annual Financial Statements (Second Edition - January 1996).
- 1.2. The financial statements are prepared on the historical cost basis,adjusted for fixed assets as more fully detailed in Accounting Policy - Note 3.The accounting policies are consistent with those applied in the previous year,except if otherwise indicated.
- 1.3. The financial statements are prepared on the accrual basis stated :

* Income is accrued when measurable and available to finance operations.Certain direct Income is accrued when received,such as traffic fines and certain licenses.

* Expenditure is accrued in the year it is incurred.

2.CONSOLIDATION

The financial statements include the Rates and General services,Housing services,Trading services and the different funds and reserves.All inter departmental charges are set-off against each other, with the exception of assessment rates,refuse removal,sewerage,electricity and water,which are treated as income and expenditure in the respective departments.

3.FIXED ASSETS

- 3.1.Fixed Assets are stated :

* At historical cost,or

* At valuation (based on the market price at the date of acquisition),where assets have been acquired by grant or donation,while they are in existence and fit for use,except in the case of bulk assets which are written off at the end of their estimated life as determined by the Treasurer.

- 3.2.Depreciation

The balance shown against the heading "Loans Redeemed and Other Capital Receipts" in the notes to the balance sheet is an amount to a provision for depreciation,however,certain structural differences do exist.By way of this "Provision"assets are written down over their estimated usefull life.Apart from advances from the various council funds,assets may also be acquired through:

ACCOUNTING POLICIES : 2008/2009

*Appropriations from income, where the full cost of the asset forms an immediate and direct charge against the operating income, and therefore it is unnecessary to make any further provision for depreciation.

*Grant or donation, where the amount representing the value of such grant or donation is immediately credited to the "Loans Redeemed and Other Capital Receipts" account.

3.3. Fixed assets are financed from different sources, including external loans, operating income, endowments and internal advances. These loans and advances are repaid within the estimated times of the assets acquired from such loans or advances. Interest is charged to the service concerned at the ruling interest rate applicable at the time that the advance is made.

3.4. All net proceeds from the sale of fixed property are credited to the Fixed Property Sales Fund. Net proceeds from the sale of all other assets are credited either to the Special Capital Fund or the Capital Development Fund.

4. FUNDS AND RESERVES

REVOLVING FUND

The Ordinance requires a minimum contribution of 7.5% of rates income received during the previous year.

5. SURPLUSES AND DEFICITS

Any surpluses or deficits arising from the operation of Electricity and Water services are transferred to Rates and General Services.

6. TREATMENT OF ADMINISTRATION AND OTHER OVERHEAD EXPENSES

The cost of internal support services are transferred to the different services in accordance with the Institute Report on Accounting for Support Services (June 1990).

7. LEASED ASSETS

Fixed assets held under finance leases are capitalised. Such assets are effectively amortised over the time of the lease agreement.

Lease finance charges are allocated to accounting periods over the duration of the leases, by the effective interest rate method, which reflects the extent and cost of lease finance utilised in each accounting period.

All other leases are treated as operating leases and the relevant rentals are charged to the operating account in a systematic manner related to the period of use of the assets concerned.

8. INVESTMENTS

Investments are shown at the lower of cost or market value if a permanent decline in the value occurred

ACCOUNTING POLICIES : 2008/2009

9.INCOME RECOGNITION

9.1.ELECTRICITY AND WATER BILLINGS

Meters on all properties are read and billed monthly.

9.2.ASSESMENT RATES

The Municipality applied a fixed rating system.

10.INVENTORY

Inventory is valued at the lower of cost,determined on the weighted average basis and net realisable value.

11.RETIEMENT BENEFITS

The retirement benefit plan is subject to the Pensions Act,1956,with pensions being calculated on the final pensionable remuneration paid.Current contributions are charged against operating income on the basis of current service costs.

12.DEFERRED CHARGES

The balance outstanding of the costs incurred in raising loans on the capital market are recovered from income over the periods of the loans involved.

**TOKOLOGO LOCAL MUNICIPALITY
BALANCE SHEET AS AT 30 JUNE 2009**

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| | Note | 2009 | 2008 |
|---|------|-------------------|-------------------|
| CAPITAL EMPLOYED | | | |
| FUNDS AND RESERVES | | 7 338 962 | 7 338 962 |
| Accumulated Funds | 1 | 6 443 415 | 6 443 415 |
| Housing Trading Account | 3 | 558 395 | 558 395 |
| Reserves | 2 | 337 152 | 337 152 |
| (ACCUMULATED DEFICIT) RETAINED SURPLUS | | -6 748 335 | 7 299 864 |
| | | 590 627 | 14 638 826 |
| TRUSTFUNDS | 4 | 9 476 931 | 10 000 |
| LONG-TERM LIABILITIES | 6 | 0 | 16 399 |
| CONSUMERS' DEPOSITS: | 5 | 281 531 | 258 048 |
| | | 10 349 090 | 14 923 273 |
| EMPLOYMENT OF CAPITAL | | | |
| FIXED ASSETS | 6 | 0 | 0 |
| | | 0 | 0 |
| NET CURRENT ASSETS / (LIABILITIES) | | 10 349 090 | 14 923 273 |
| CURRENT ASSETS | | 78 333 291 | 81 770 707 |
| Investments | 7 | 56 549 296 | 58 737 406 |
| Inventory | 9 | 1 526 960 | 1 880 029 |
| Debtors | 8 | 30 445 935 | 19 471 756 |
| Cash | | -10 188 900 | 1 681 516 |
| CURRENT LIABILITIES | | 67 984 201 | 66 847 434 |
| Provisions | 10 | 1 513 253 | 4 838 551 |
| Creditors | 11 | 66 470 948 | 62 008 883 |
| | | 10 349 090 | 14 923 273 |

TOKOLOGO LOCAL MUNICIPALITY

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

| 2007/2008 ACTUAL INCOME | 2007/2008 ACTUAL EXPEND. | 2007/2008 SURPLUS/ (DEFICIT) | | 2008/2009 ACTUAL INCOME | 2008/2009 ACTUAL EXPEND. | 2008/2009 SURPLUS/ (DEFICIT) | 2008/2009 BUDGETED SURP./ (DEFICIT) |
|-------------------------------|--------------------------------|------------------------------------|---|-------------------------------|--------------------------------|------------------------------------|---|
| 14 079 170 | 24 013 066 | -9 933 896 | RATES & GENERAL | 28 782 777 | 32 617 178 | -3 834 401 | 24 605 077 |
| 6 168 738 | 19 945 988 | -13 777 250 | Community Services | 16 108 133 | 28 401 582 | -12 293 449 | 17 279 806 |
| 237 049 | 674 633 | -437 584 | Subsidised Services | 470 999 | 739 887 | -268 888 | 403 900 |
| 7 673 384 | 3 392 445 | 4 280 938 | Economic Services | 12 203 645 | 3 475 709 | 8 727 936 | 6 921 371 |
| 0 | 0 | 0 | HOUSING SERVICES | 0 | 0 | 0 | 0 |
| 9 390 150 | 8 697 530 | 692 620 | TRADING SERVICES | 12 335 623 | 11 199 467 | 1 136 156 | 8 147 840 |
| 23 469 320 | 32 710 596 | -9 241 276 | TOTAL | 41 118 400 | 43 816 645 | -2 698 245 | 32 752 917 |
| | | 5 081 395 | Appropriation for the year | | | -11 349 955 | |
| | | -4 159 880 | Net surplus/(deficit) for year | | | -14 048 200 | |
| | | 11 459 744 | Accumulated surplus/ (Accumulated deficit): beginning of the year | | | 7 299 864 | |
| | | 7 299 864 | Accumulated Surplus (Accumulated deficit) at end of the year | | | -6 748 335 | |

REFER NOTE 16

TOKOLOGO LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009

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| | 2009 | 2008 |
|--|--------------------------|--------------------------|
| 1. STATUTORY FUNDS | | |
| Capital Development Fund | 4 563 170 | 4 563 170 |
| Erven Development Fund | 138 829 | 138 829 |
| Capital Reserve Fund | 195 743 | 195 743 |
| Renewal Fund | 1 545 673 | 1 545 673 |
| | <u>6 443 415</u> | <u>6 443 415</u> |
| (Refer to appendix A for more detail) | | |
| 2. RESERVES | | |
| Library | 3 714 | 3 714 |
| Water Services | 39 000 | 39 000 |
| Sewerage | 237 703 | 237 703 |
| Camps | 33 012 | 33 012 |
| Kareehof | 23 723 | 23 723 |
| | <u>337 152</u> | <u>337 152</u> |
| 3. HOUSING TRADING ACCOUNT | | |
| Build new houses | 558 395 | 558 395 |
| | <u>558 395</u> | <u>558 395</u> |
| 4. TRUST FUNDS | | |
| F A Swanepoel Trust | 10 145 | 10 000 |
| FNB (620293 035 42) | 7 413 338 | |
| SB (04 886 639 3) | 1 636 563 | |
| FNB (740376 316 83) | 104 370 | |
| SWK aandele | 18 792 | |
| SWK aandele :Hertzogville | 222 007 | |
| SB (04 886 530 3) | 26 048 | |
| FNB (740376 017 77) | 45 669 | |
| | <u>9 476 931</u> | <u>10 000</u> |
| 5. CONSUMER DEPOSIT | | |
| Electricity and water | 281 531 | 258 048 |
| | <u>281 531</u> | <u>258 048</u> |
| 6. FIXED ASSETS | | |
| Fixed assets at beginning of year | 76 555 341 | 76 555 341 |
| Capital expenditure during year | 78 678 548 | |
| Less: | | |
| Assets written off, transferred or disposed during year. | 14 952 615 | |
| Total fixed assets | 140 281 274 | 76 555 341 |
| Less: Loans redeemed | 140 281 274 | 76 571 740 |
| Net fixed assets | <u>0</u> | <u>-16 399</u> |
| (Refer to appendix C for more information) | | |
| 7 INVESTMENTS | | |
| Unlisted | | |
| Unlisted - shares | 56 549 296 | 58 737 406 |
| | <u>56 549 296</u> | <u>58 737 406</u> |
| 8 DEBTORS | | |

TOKOLOGO LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009

| | 2009 | 2008 |
|-----------------------------|-------------------|-------------------|
| Current debtors | 34 372 524 | 31 622 938 |
| | <u>34 372 524</u> | <u>31 622 938</u> |
| Less provision for bad debt | 3 926 589 | 12 151 182 |
| | <u>30 445 935</u> | <u>19 471 756</u> |

TOKOLOGO LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009

| | 2009 | 2008 | |
|---|--------------------------|--------------------------|-----------|
| 9 INVENTORY | | | 12 |
| Inventory | 1 526 960 | 1 880 029 | |
| | <u>1 526 960</u> | <u>1 880 029</u> | |
| 10 PROVISIONS | | | |
| Audit fees | 327 529 | 218 763 | |
| Leave reserves | 1 185 724 | 290 557 | |
| Accounting fees | 0 | 400 203 | |
| Bonus reserves | 0 | 529 000 | |
| Capital Program | 0 | 3 400 028 | |
| | <u>1 513 253</u> | <u>4 838 551</u> | |
| (Refer to appendix A for more detail) | | | |
| 11 CREDITORS | | | |
| Trade creditors | 66 470 948 | 62 008 883 | |
| Accruals | | | |
| | <u>66 470 948</u> | <u>62 008 883</u> | |
| 12 DIRECTORS REMUNERATION | | | |
| Municipal Manager | 481 017 | 307 983 | |
| Chief Financial Officer | 405 894 | 317 256 | |
| Corporate | 405 894 | 326 683 | |
| Technical | - | 91 500 | |
| | <u>1 292 805</u> | <u>1 043 422</u> | |
| 13 COUNCILLORS REMUNERATION | | | |
| Mayor allowances | 404 530 | 326 761 | |
| Councillor allowances | 1 259 090 | 958 962 | |
| | <u>1 663 620</u> | <u>1 285 723</u> | |
| 14 AUDITORS REMUNERATION | | | |
| Audit Fees | 327 529 | 218 763 | |
| | <u>327 529</u> | <u>218 763</u> | |
| 15 FINANCE TRANSACTIONS | | | |
| <i>Total external interest earned and paid:</i> | | | |
| Interest earned | 7 055 119 | 393 466 | |
| Interest paid | | | |
| Capital charges debited to operating account: | <u>7 055 119</u> | <u>393 466</u> | |
| * Interest | 7 055 119 | 393 466 | |
| - External | 6 640 169 | 37 864 | |
| - Internal | 414 950 | 355 602 | |
| * Redemption | | 0 | |
| - External | | | |
| - Internal | | | |

TOKOLOGO LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009

| | 2009 | 2008 | |
|---|-------------------|-------------------|----|
| 16 APPROPRIATIONS | | | 13 |
| Appropriation Account | | | |
| Acc.Surplus/(Deficit) begin of year | 7 299 864 | 11 459 744 | |
| Operating surplus/(deficit) for year | -2 698 245 | -9 241 276 | |
| Appropriation for the year | -11 349 954 | 5 081 395 | |
| Prior years adjustments of opening balances | -11 349 954 | 5 081 395 | |
| Accumulated surplus / (defecit): end of year | -6 748 334 | 7 299 864 | |
| Operating Account | | | |
| Capital expenditure | | | |
| Contribution to: | | | |
| Capital Development Fund | | | |
| Bad Debt | 3 926 589 | 12 151 182 | |
| Leave Reserve Fund | 1 185 724 | 400 203 | |
| | 5 112 313 | 12 551 385 | |
| 17 CASH GENERATED BY OPERATIONS | | | |
| (Deficit)/Surplus for year | -2 698 245 | -9 241 276 | |
| Adjustments | | | |
| Appropriation debited to income | 0 | 0 | |
| * Capital expenditure | | | |
| * Bad debts | | | |
| * Audit fees | | | |
| * Accounting fees | | | |
| * Leave Reserve Fund | | | |
| * Capital Development Fund | | | |
| * Capital charges | 0 | 0 | |
| Interest paid : internal funds | | | |
| Interest paid : external loans | | | |
| Redemption internal loans | | | |
| Redemption external loans | | | |
| Grants and subsidies received from state | | | |
| Investment income | | | |
| Non-operating income | | | |
| Deferred charges written off | | | |
| Non-operating expenditure | | | |
| - Expenditure charge against funds Prov and Reserves | | | |
| - Other | | | |
| | -2 698 245 | -9 241 276 | |

TOKOLOGO LOCAL MUNICIPALITY
NOTES TO THE FINANCIAL STATEMENTS AT 30 JUNE 2009

| | 2009 | 2008 | |
|---|---------------------------|---------------------------|-----------|
| 18 (INCREASE)/DECREASE IN WORKING CAPITAL | | | 14 |
| (Increase)/Decrease in debtors, long term debtors | -10 974 179 | -4 132 013 | |
| (Increase)/Decrease in creditors, consumer deposits | 4 462 065 | 4 352 911 | |
| Increase/(Decrease) in inventory | 353 069 | 1 007 519 | |
| | <u>-6 159 045</u> | <u>1 228 417</u> | |
| 19 (INCREASE)/DECREASE IN EXTERNAL CASH INVESTMENTS | | | |
| Investments made | -2 188 110 | 0 | |
| | <u>-2 188 110</u> | <u>-</u> | |
| 20 (INCREASE)/DECREASE IN CASH ON HAND | | | |
| Cash Balance: Beginning of year | -51 471 280 | 210 236 | |
| LESS: - Cash Balance end of year | -10 188 900 | 51 681 516 | |
| | <u>-61 660 180</u> | <u>-51 471 280</u> | |
| 21 UNAUTHORISED EXPENDITURE | | | |
| Unauthorised expenditure incurred during the period under review | <u>8 564 585</u> | <u></u> | |
| 22 CONTINGENT LIABILITIES | | | |
| 1. There are three (3) pending legal cases against two (2) respondents in the High Court of South Africa. Attorneys Podbielski Mhlambi are acting on behalf of the municipality. The cost implications and prospect of the legal suites are uncertain. The matters are as follows: Tokologo Municipality/PEM Developers (Bulk water) Tokologo Municipality/PEM Developers (Sanitation) Tokologo Municipality/Muticon CC | | | |
| 2. There is an unsettled claim from ADW van den Berg in which they acted as the attorneys of Tokologo Municipality against Kalema Plant Hire. Tokologo Municipality is disputing the said attorneys' second claim and the matter is due to be referred to Council for resolution. It is not certain how much of the claim will be settled. | | | |

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

| | Note | 2009 | 2008 |
|--|------|--------------------|-------------------|
| CASH RETAINED FROM OPERATING ACTIVITIES | | -1 802 171 | 17 962 082 |
| | | -1 802 171 | 17 962 082 |
| Cash generated by operations | 17 | -2 698 245 | 13 836 035 |
| Investment income | 15 | 7 055 119 | 0 |
| (Increase) / decrease in working capital | 18 | -6 159 045 | 4 126 047 |
| | | -1 802 171 | 17 962 082 |
| Less: Interest paid | | | |
| Cash available from operations | | -1 802 171 | 17 962 082 |
| Cash contributions from the public and the state | | 0 | 0 |
| Net proceeds on disposal of fixed assets | | | |
| | | -1 802 171 | 17 962 082 |
| CASH UTILISED IN INVESTING ACTIVITIES | | | |
| Investment in fixed Assets | | 0 | -13 656 945 |
| Assets written off | | | |
| NET CASH FLOW | | -1 802 171 | 4 305 137 |
| CASH EFFECTS OF FINANCING ACTIVITIES | | | |
| Increase / (decrease) in long-term loans | | | |
| (Increase) / decrease in cash investments | 19 | -2 188 110 | -1 490 663 |
| (Increase) / decrease in cash | 20 | -61 660 180 | 8 212 690 |
| | | -63 848 289 | 6 722 027 |

APPENDIX A

STATUTORY FUNDS, TRUST FUNDS AND RESERVES

| | Balance at 30/06/2008 | Contributions during the year | Interest on investments | Other income | Operating Expenditure during year | Capital Expenditure during year | Written / Off Transfer/ Adjustments. | Balance at 30/06/2009 |
|-----------------------------|--------------------------|-------------------------------------|-------------------------------|-----------------|---|---------------------------------------|---|-----------------------------|
| STATUTORY FUNDS | | | | | | | | |
| Capital Development Fund | 4 563 170 | | | | | | | 4 563 170 |
| Erven Trust Fund | 138 829 | | | | | | | 138 829 |
| Capital Reserve Fund | 195 743 | | | | | | | 195 743 |
| Renewal Fund | 1 545 673 | | | | | | | 1 545 673 |
| | 6 443 415 | - | - | - | - | - | - | 6 443 415 |
| RESERVES | | | | | | | | |
| Library | 3 714 | | | | | | | 3 714 |
| Water Services | 39 000 | | | | | | | 39 000 |
| Sewerage | 237 703 | | | | | | | 237 703 |
| Camps | 33 012 | | | | | | | 33 012 |
| Kareehof | 23 723 | | | | | | | 23 723 |
| | 337 152 | - | - | - | - | - | - | 337 152 |
| PROVISIONS | | | | | | | | |
| Audit fees | 218 763 | | | | 327 529 | | 218 763 | 327 529 |
| Bonus reserves | 290 557 | | | | | | 290 557 | - |
| Leave reserves | 400 203 | | | | 1 185 724 | | 400 203 | 1 185 724 |
| Accounting fees | 529 000 | | | | | | 529 000 | - |
| Capital Program | 3 400 028 | | | | 0 | | 3 400 028 | - |
| Working capital (Bad debts) | 12 151 182 | | | | 3 926 589 | | 12 151 182 | 3 926 589 |
| Less Transferred to Debtors | -12 151 182 | | | | -3 926 589 | | -12 151 182 | -3 926 589 |
| | 4 838 551 | - | - | - | 1 513 253 | - | 4 838 551 | 1 513 253 |
| HOUSING | | | | | | | | |
| Build new houses | 558 395 | | | | | | | 558 395 |
| | 558 395 | - | - | - | - | - | - | 558 395 |
| TRUST FUND | | | | | | | | |
| F A Swanepoel Trust | 10 000 | 10 145 | | | | | 10 000 | 10 145 |
| FNB (620293 035 42) | - | 7 413 338 | | | | | | 7 413 338 |
| SB (04 886 639 3) | - | 1 636 563 | | | | | | 1 636 563 |
| FNB (740376 316 83) | - | 104 370 | | | | | | 104 370 |
| SWK aandeel | - | 18 792 | | | | | | 18 792 |
| SWK aandeel :Hertzogville | - | 222 007 | | | | | | 222 007 |
| SB (04 886 530 3) | - | 26 048 | | 18 555 | | | 18 555 | 26 048 |
| FNB (740376 017 77) | - | 94 224 | | -48 555 | | | | 45 669 |
| | 10 000 | 9 525 486 | - | -30 000 | - | - | 28 555 | 9 476 931 |