

**MIET AFRICA TRUST**  
**(Master's Reference No : IT 1002/1996)**

**ANNUAL FINANCIAL STATEMENTS**

**31 DECEMBER 2020**

**MIET AFRICA TRUST****ANNUAL FINANCIAL STATEMENTS - 31 DECEMBER 2020**

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**GENERAL INFORMATION**

Business address	: 59 Henwood Road Morningside Durban 4001
Trustees	: Prof J D Volmink Prof R Moletsane (Appointed on 8 November 2020) Ms M Chaane Mr R Jaravaza Prof B Otlhogile Mr L F Chachine Ms P Tyobeka (Appointed on 8 May 2020)
Postal address	: P O Box 37590 Overport 4067
Preparer	: Baker Tilly Morrison Murray Chartered Accountants (SA) Registered Auditors
Auditor	: BDO South Africa Incorporated Chartered Accountants (SA) Registered Auditors

## MIET AFRICA TRUST

### TRUSTEES' RESPONSIBILITY STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

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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 fairly present the state of affairs of the Trust 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 accounting policies of the Trust. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the basis of accounting as disclosed in note 1 to the financial statements and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

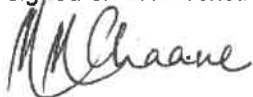
The Trustees acknowledge that they are ultimately responsible for the system of internal financial control established by the Trust and place considerable importance on maintaining a strong control environment. To enable the Trustees to meet these responsibilities, the board set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the Trust and all employees 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 Trustees endeavour 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, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.


The Trustees are satisfied that the Trust 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 Trust's annual financial statements. The annual financial statements have been examined by the Trust's external auditors and their report is presented on pages 3 to 4.

The annual financial statements set out on pages 5 to 24, have been approved by the Trustees and are signed on their behalf by :



M Chaane



J B Volmink

Durban

Date: 31 March 2021



## Independent Auditor's Report

To the Trustees of  
MIET Africa Trust

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### Opinion

We have audited the financial statements of MIET Africa Trust (the Trust) set out on pages 5 to 24, which comprise the statement of financial position as at 31 December 2020, 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 MIET Africa Trust, for the 31 December 2020 are prepared, in all material respects, in accordance with the basis of accounting described in note 1 to the financial statements and the requirements of the MIET Africa 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 1 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 "MIET Africa Trust Annual Financial Statements for the year ended 31 December 2020", 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 and fair presentation of the financial statements in accordance with the basis of accounting and the requirements of the Trust Deed, 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

**31 March 2021**

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

**MIET AFRICA TRUST****STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2020**

	Note	2020 R	2019 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	2	3 520 987	3 396 122
<b>Current assets</b>			
Accounts receivable	3	13 587 373	2 975 269
Cash and cash equivalents	4	26 918 964	22 606 950
<b>Total assets</b>		<u>44 027 324</u>	<u>28 978 341</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Trust capital	5	100	100
Accumulated surplus		6 707 853	4 472 444
<b>Non-current liability</b>			
Borrowings	6	-	1 195 984
<b>Current liabilities</b>			
Borrowings	6	-	303 499
Accounts payable	7	941 260	622 625
Deferred contributions	8	36 378 111	22 383 689
<b>Total equity and liabilities</b>		<u>44 027 324</u>	<u>28 978 341</u>

**MIET AFRICA TRUST****STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	2020 R	2019 R
Project donations and interest received and expended		78 704 738	44 189 869
Project allocations		(78 704 738)	(44 189 869)
<b>Net project income</b>		-	-
Other income	9	613 905	259 970
Operating income	10	1 403 897	508 749
<b>Operating surplus</b>		2 017 802	768 719
Finance costs	11	(71 314)	(39 809)
Interest received	12	288 921	332 420
<b>Surplus for the year</b>		<u>2 235 409</u>	<u>1 061 330</u>

**MIET AFRICA TRUST****STATEMENT OF CHANGES IN TRUST CAPITAL AND RESERVES  
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Trust capital R	Accumulated surplus R	Total R
Balance at 1 January 2019	100	3 411 114	3 411 214
Surplus for the year	-	1 061 330	1 061 330
Balance at 1 January 2020	<u>100</u>	<u>4 472 444</u>	<u>4 472 544</u>
Surplus for the year	-	2 235 409	2 235 409
Balance at 31 December 2020	<u><u>100</u></u>	<u><u>6 707 853</u></u>	<u><u>6 707 953</u></u>
	Note 5		



**MIET AFRICA TRUST****STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	2020 R	2019 R
<b>Cash flows from operating activities</b>		6 807 973	15 562 025
Cash receipts from donors		69 388 856	44 676 015
Cash paid to suppliers and employees		(63 755 872)	(29 963 300)
Cash generated	13	5 632 984	14 712 715
Interest received		1 246 303	889 119
Interest paid	11	(71 314)	(39 809)
<b>Cash flows from investing activities</b>			
Acquisition of property and equipment	2	(996 476)	(1 134 550)
<b>Cash flows from financing activities</b>			
Repayment of mortgage loan	6	(1 499 483)	(392 655)
Net increase in cash and cash equivalents		4 312 014	14 034 820
Cash and cash equivalents at beginning of year		22 606 950	8 572 130
<b>Cash and cash equivalents at end of year</b>	4	<u>26 918 964</u>	<u>22 606 950</u>

## MIET AFRICA TRUST

### NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020

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#### 1 Accounting policies

The annual financial statements have been prepared in accordance with the Trust's accounting policies on the historical cost basis and incorporate the following principal accounting policies which are consistent with those of the previous year.

##### 1.1 Property and equipment

Property and equipment is recognised at cost and depreciated on the straight line basis at the following rates :

Land and Buildings	Indefinite useful life
Computer equipment	33,33% per annum
Furniture and fittings	20,00% per annum
Motor vehicles	20,00% per annum
Office equipment	20,00% per annum

Project assets are written off in full when purchased and are recorded in the fixed asset register at a nil value. The depreciation charge includes amounts for project assets that have been written off in full.

The Trust does not apply residual values to property and equipment.

The land and buildings are not depreciated as the Trustees have assumed that the proceeds arising from the sale of the property will be greater than or equal to the cost of the building.

##### 1.2 Accounts payable

Accounts payable comprises amounts outstanding for accruals, salary advances and trade accounts payable. These amounts are held at cost.

##### 1.3 Accounts receivable

Accounts receivable are carried at cost. An estimate is made for doubtful receivables based on a review of all outstanding amounts at the year end.

##### 1.4 Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and cash at bank and are measured at cost.

##### 1.5 Expenditure

Expenses are recognised on the accrual basis and are allocated against projects by MIET Africa Trust.

##### 1.6 Operating leases

Operating lease charges and income are recognised on the accrual basis.

## MIET AFRICA TRUST

### NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020

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#### 1 Accounting policies (continued)

##### 1.7 Revenue recognition

The trust raises revenue from programme donations.

###### **Initial recognition**

Programme revenue is recorded on the accrual basis for all amounts that the Trust is entitled to receive in terms of the agreement with the donor exclusive of VAT.

###### **Subsequent measurement**

In the accounting records of MIET Africa Trust, programme revenue is recognised to the extent of expenditure incurred on donor programmes.

Programme revenue recognised in excess of expenses incurred on the project are recorded on the balance sheet as current liabilities, deferred contributions.

###### *Recoveries*

Recovery revenue consists of recoveries of overhead expenses against the relevant projects.

###### *Other income*

Other income is recognised on the accrual basis.

###### *Interest received*

Interest received is recognised on a time-proportion basis by reference to the principal outstanding and at the interest rate applicable.

###### *Distribution received*

Distribution income is recognised on the accrual basis.

##### 1.8 Borrowing costs

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

##### 1.9 Significant judgements and sources of estimation uncertainty

In preparing the annual financial statements, management is 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.

###### **Critical judgements in applying accounting policies**

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the annual financial statements.

###### **Key sources of estimation uncertainty**

The financial statements do not include assets or liabilities whose carrying amounts were determined based on estimations for which there is a significant risk of material adjustments in the following financial year as a result of the key estimation assumptions.

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

**2 Property and equipment**

	2020			2019		
	Cost R	Accumulated depreciation R	Carrying value R	Cost R	Accumulated depreciation R	Carrying value R
Land and Buildings	3 218 006	-	3 218 006	3 218 006	-	3 218 006
Computer equipment	2 584 071	2 396 230	187 841	1 982 818	1 887 096	95 722
Furniture and fittings	1 048 059	1 014 220	33 839	757 098	717 715	39 383
Motor vehicles	679 569	679 569	-	679 569	679 569	-
Office equipment	326 719	245 418	81 301	237 197	194 186	43 011
	<u>7 856 424</u>	<u>4 335 437</u>	<u>3 520 987</u>	<u>6 874 688</u>	<u>3 478 566</u>	<u>3 396 122</u>

The carrying value of property and equipment can be reconciled as follows :- 2020

	Carrying value at beginning of year	Additions	Disposals	Depreciation	Carrying value at end of year
Land and Buildings	3 218 006	-	-	-	3 218 006
Computer equipment	95 722	615 993	-	(523 874)	187 841
Furniture and fittings	39 383	290 961	-	(296 506)	33 838
Motor vehicles	-	-	-	-	-
Office equipment	43 011	89 522	-	(51 231)	81 302
	<u>3 396 122</u>	<u>996 476</u>	<u>-</u>	<u>(871 611)</u>	<u>3 520 987</u>

The carrying value of property and equipment can be reconciled as follows :- 2019

	Carrying value at beginning of year	Additions	Disposals	Depreciation	Carrying value at end of year
Land and Buildings	3 218 006	-	-	-	3 218 006
Computer equipment	56 705	904 385	-	(865 368)	95 722
Furniture and fittings	83 933	163 110	-	(207 660)	39 383
Motor vehicles	-	-	-	-	-
Office equipment	45 000	67 055	-	(69 044)	43 011
	<u>3 403 644</u>	<u>1 134 550</u>	<u>-</u>	<u>(1 142 072)</u>	<u>3 396 122</u>

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(Continued)

	2020 R	2019 R
<b>2 Property and equipment (continued)</b>		
Land and buildings are more fully described as;		
Sectional Plan No. 1 as shown and more fully described on Section Plan No. SS 384/2007 in the scheme known as Inkanyezi House in respect of the land and buildings situated at Morningside, EThekweni Municipality of which section the floor area, according to the said Sectional Plan is 131 square metres in extent; and held by Deed of Transfer No 033897/2007 and,		
Sectional Plan No. 2 as shown and more fully described on Sectional Plan No SS 384/2007 in the scheme known as Inkanyezi House in respect of the land and buildings situated at Morningside, EThekweni Municipality of which section the floor area, according to the said Sectional plan is 178 square metres in extent; and held by Deed of Transfer No 34992/2013.		
<b>3 Accounts receivable</b>		
Customer control account	863 696	454 764
Funders as debtors	2 393 966	1 740 860
Provisional advance	9 238 728	-
SA Revenue Service - Value added tax	256 099	283 874
Deposits	170 388	149 261
Prepayments	51 435	52 340
Other receivables	613 061	294 170
	<u>13 587 373</u>	<u>2 975 269</u>
<b>4 Cash and cash equivalents</b>		
Bank balances	26 913 564	22 601 550
Cash on hand	5 400	5 400
	<u>26 918 964</u>	<u>22 606 950</u>
<b>5 Trust Capital</b>		
Donation received in terms of trust deed dated 23 April 1996	<u>100</u>	<u>100</u>
<b>6 Borrowings</b>		
<b>At Amortised Cost</b>		
Mortgage loan	-	1 499 483
Current portion	-	(303 499)
Long term portion	<u>-</u>	<u>1 195 984</u>

The loan held with Nedbank, secured by Section 2, Inkanyezi House, at 59 Henwood Road, Durban was fully paid by 31 December 2020.

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>7 Accounts payable</b>		
Supplier control account	412 361	394 505
Accruals	528 899	228 120
	<u>941 260</u>	<u>622 625</u>
<b>8 Deferred contributions</b>		
<b>8.1 Swiss Agency for Development and Co-operation</b>		
<b>8.1.1 Care and Support for Teaching and Learning SADC Phase 2</b>		
Balance at beginning of year	-	-
Add: Receipts	-	1 277 722
Add: Interest and other income	-	-
Add: Current funds due on project	-	-
Subtotal	<u>-</u>	<u>1 277 722</u>
Less: Adjustment to interest- negative cash on hand	-	-
Less: Previous funds due on the project	-	1 277 722
Less: Expenses	<u>-</u>	<u>-</u>
Balance at the end of the year	<u>-</u>	<u>-</u>

## MIET AFRICA TRUST

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020

(continued)

	2020 R	2019 R
<b>Future Life-Now! Opening Credit and Credit</b>		
<b>8.1.2 Future life-now! Opening credit and credit</b>		
Balance at beginning of year	13 923 623	-
Add: Receipts- Opening Credit Contract	-	1 700 000
Add: Receipts- Credit Contract	23 382 678	22 627 737
Add: Interest	311 611	332 094
Add: Current Funds Due on Opening Credit Contract	-	106 443
Subtotal	37 617 912	24 766 274
Less: Previous Funds due on the project	106 443	-
Less: Expenses (opening credit and credit contract)	23 762 151	10 842 651
<i>Preparation Phase</i>	10 845	2 076 077
<b>Regional Objective 1:</b>		
Regional strategy 1.1: Domestication of the SADC Policy Framework	119 448	438 442
Regional strategy 1.2: Strengthened education sector HIV/SRHR policies implemented	317 682	186 444
Regional strategy 1.3: Knowledge Development	1 539 692	107 373
Regional strategy 1.4: Regional Governance	600	-
<b>Regional Objective 2:</b>		
Regional strategy 2.1: Strengthened CSE implemented by Ministries of Education	1 010 361	100 079
Regional strategy 2.2: CSE integrated into pre-service training in selected Member States	6 874	1 555
Member State Objective 1:	4 029 512	1 277 708
Member State Objective 2:	3 909 776	147 502
Member State Objective 3:	1 009 028	60
Programme management and governance	649 992	433 000
Management and advocacy meetings	-31 126	4 882
Technical Support	7 973 845	4 279 314
Monitoring & Evaluation	1 160 969	884 971
Overhead Fee	2 054 653	905 244
Balance at the end of the year	<u>13 749 318</u>	<u>13 923 623</u>
<b>8.2 MIET Africa Covid 19 Response</b>		
Balance at the beginning of the year	-	-
Add: Receipts	22 868 355	-
Add: Interest	41 964	-
Subtotal	22 910 319	-
Less: Expenses	12 293 246	-
Total 1.1	8 240 742	-
Total 1.2	2 360 573	-
Total 2.1	-	-
Total 2.2	1 691 931	-
Balance at the end of the year	<u>10 617 073</u>	-

## MIET AFRICA TRUST

## NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020

(continued)

	2020 R	2019 R
<b>8.3 Anglo American Foundation Fund Trust</b>		
<b>8.3.1 Maths 4 All - Year 3 - 2019</b>		
Balance at beginning of year	-	-
Add: Receipts	-	500 000
Subtotal	-	500 000
Less: Expenses	-	473 245
Balance at end of year	-	26 755
<b>8.3.2 Maths 4 All - Year 4 - 2020</b>		
Balance at beginning of year	26 755	-
Add: Receipts	500 000	-
Subtotal	526 755	-
Less: Expenses	351 632	-
Balance at the end of the year	175 123	-
<b>8.4 Africa action/ Deutschland e.V</b>		
<b>8.4.1 Education for all through holistic inclusive school development in the education district of Uthukela, province of KwaZulu-Natal in South Africa</b>		
Balance at the beginning of the year	28 760	24 963
Add: Receipts	-	110 908
5.2.1: Contribution from private executing organisation	-	-
5.2.2: Counterpart Contribution from project-executing agency	-	-
5.2.3: Other receipts/Interest	-	110 908
Add: Current funds due on project	34 893	-
Subtotal	63 653	135 871
Less: Expenses	63 653	107 111
Activity 1	5 833	6 350
Activity 2	3 833	14 046
Activity 3	15 047	24 118
Activity 4	-	3 162
Activity 5	19	10 546
Activity 6	3 333	13 046
Activity 7	13 333	7 903
Activity 8	15 833	17 660
Overheads	5 788	9 737
Bank Charges	634	543
Balance at the end of the year	-	28 760



**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>8 Deferred contributions (continued)</b>		
8.4.2 Implementation of the White Paper 6 on holistic education in Umgungundlovu		
Balance at the beginning of the year		
Add: Receipts		
1.2.1. BMZ grant and financial contribution from private executing organisation	936 607	1 398 075
1.2.2. Contribution from project executing agent, target group and/or other source in developing country	-	-
1.2.3 Additional resources	-	-
Less: Previous Funds due on project	-	-
Subtotal	936 607	1 398 075
Less: Expenses	672 507	461 468
For operating expenses		
1.2.1 Identification and support of learners	35 671	16 631
1.2.2 Awareness raising	6 795	-
1.2.3 Establishment of multi-sectoral networks	2 127	34
1.2.4 Travel costs	43 167	32 616
1.2.5 Cell phone and Internet Connectivity	6 602	2 342
1.2.6 Monitoring and Evaluation Activities	-	-
1.2.7 Office costs	72 604	128 473
1.2.8 Chartered Accountant	36 947	40 475
For personnel expenses		
1.3.1 Programme management	31 065	60 557
1.3.2 Project Co-Ordinator	244 685	119 282
1.3.3 LSA's	145 190	-
1.3.4 Finance/Administration	16 774	46 441
1.3.5 Research, M&E	30 880	14 617
For evaluation or study		
Travel Accommodation & connectivity	-	-
Reserve funds for unavoidable overspending	-	-
Balance at the end of the year	<u>264 100</u>	<u>936 607</u>
<b>8.5 International Networking Meeting on Inclusive Education</b>		
Balance at the beginning of the year	-	-
Add: Receipts	385 642	-
Subtotal	385 642	-
Less: Expenses	40 863	-
Balance at the end of the year	<u>344 779</u>	<u>-</u>

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>8.6 Tshikululu Social Investments for FirstRand Foundation</b>		
8.6.1 Schools for All		
Balance at the beginning of the year	63 651	63 651
Add: Receipts	-	-
Subtotal	<u>63 651</u>	<u>63 651</u>
Less: Expenses	-	-
Balance at the end of the year	<u><u>63 651</u></u>	<u><u>63 651</u></u>
<b>8.7 National Lottery Distribution Trust Fund (NLDTF)</b>		
8.7.1 <i>Reviving Arts &amp; Culture in Schools</i>		
Balance at the beginning of the year	427 459	1 273 881
Add: Receipts	-	389 500
Add: Interest	6 216	18 953
Subtotal	<u>433 675</u>	<u>1 682 334</u>
Less: Expenses	<u>196 059</u>	<u>1 254 875</u>
Balance at the end of the year	<u><u>237 616</u></u>	<u><u>427 459</u></u>
<b>8.8 Networking AIDS Community of South Africa (NACOSA)</b>		
8.8.1 <i>NACOSA for Global Fund - Young Women &amp; Girls Programme</i>		
Balance at the beginning of the year	-	247 452
Add: Receipts	-	4 845 937
Add: Adjustment to closing balance	-	57
Subtotal	<u>-</u>	<u>5 093 446</u>
Less: Expenses	-	4 847 441
Less: Funds returned to Funders	-	246 005
Balance at the end of the year	<u><u>-</u></u>	<u><u>-</u></u>
8.8.2 <i>NACOSA for Global Fund - Adolescent Girls and Young Women</i>		
Balance at the beginning of the year	705 194	-
Add: Receipts	10 844 506	4 852 747
Add: Interest	40 249	10 134
Subtotal	<u>11 589 949</u>	<u>4 862 881</u>
Less: Previous funds due on the project	-	-
Less: Expenses	10 944 875	4 157 687
Less: Funds returned to Funder	-	-
Balance at the end of the year	<u><u>645 074</u></u>	<u><u>705 194</u></u>

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>8.9 AIDS Foundation South Africa</b>		
8.9.1 <i>AFSA for Global Fund- Adolescent Girls and Young Women</i>		
Balance at the beginning of the year	186 591	-
Add: Receipts	9 773 616	3 448 086
Add: Interest	31 689	6 798
Subtotal	<u>9 991 896</u>	<u>3 454 884</u>
Less: Expenses	8 694 436	3 268 293
Balance at the end of the year	<u><u>1 297 460</u></u>	<u><u>186 591</u></u>
8.9.2 <i>AFSA for Global Fund- Covid Response</i>		
Balance at the beginning of the year	-	-
Add: Receipts	140 230	-
Add: Current funds due on the project	100 364	-
Subtotal	<u>240 594</u>	-
Less: Expenses	240 594	-
Balance at the end of the year	<u><u>-</u></u>	<u><u>-</u></u>
<b>8.10 Beyond Zero</b>		
8.10.1 <i>Beyond Zero for Global Fund- Adolescent Girls and Young Women</i>		
Balance at the beginning of the year	-	-
Add: Receipts	14 688 717	3 399 360
Add: Interest	26 360	-
Add: Current funds due on the project	86 793	999 541
Subtotal	<u>14 801 870</u>	<u>4 398 901</u>
Less: Previous Funds due on the project	999 541	-
Less: Expenses	13 802 329	4 398 901
Balance at the end of the year	<u><u>-</u></u>	<u><u>-</u></u>
<b>8.11 UNICEF</b>		
8.11.1 <i>Strengthening school-based health, education and nutrition systems to improve education outcomes: SRHR, MHM, WASH and nutrition</i>		
Balance at the beginning of the year	-	-
Add: Receipts	1 262 247	2 777 892
Add: Current funds due on the project	2 066 740	316 716
Subtotal	<u>3 328 987</u>	<u>3 094 608</u>
Less: Expenses	3 012 271	3 088 771
Less: Previous funds due on the project	316 716	5 837
Balance at the end of the year	<u><u>-</u></u>	<u><u>-</u></u>

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>8.12 Human Dynamics</b>		
8.12.1 <i>Technical Support</i>		
Balance at the beginning of the year	-	-
Add: Receipts	-	169 005
Add: Adjustment to previous funds due on the project	-	-
Add: Current funds due on project	26 665	-
Subtotal	<u>26 665</u>	<u>169 005</u>
Less: Expenses	<u>26 665</u>	<u>169 005</u>
Balance at the end of the year	<u>-</u>	<u>-</u>
<b>8.13 Education Above All Foundation - Educate a Child Programme (EAC)</b>		
8.13.1 <i>Education: My Right! My Future! In South Africa</i>		
Balance at the beginning of the year	-	1 703 141
Add: Receipts	-	2 953 180
Add: Difference in exchange	-	10 090
Subtotal	<u>-</u>	<u>4 666 411</u>
Less: Expenses	-	3 118 688
Less: Funds returned to funder	-	1 547 723
Balance at the end of the year	<u>-</u>	<u>-</u>
<b>8.14 The British Council</b>		
8.14.1 <i>Teaching for all</i>		
Balance at the beginning of the year	-	191 175
Add: Receipts invoices	136 614	419 052
Add: Current funds due on project	4 157	-
Subtotal	<u>140 771</u>	<u>610 227</u>
Less: Previous funds due on the project	-	-
Less: Expenses	<u>140 771</u>	<u>610 227</u>
Balance at the end of the year	<u>-</u>	<u>-</u>
<b>8.15 The Sanlam Foundation</b>		
8.15.1 <i>Teacher and Learner Mathematics Enancements Programme</i>		
Balance at the beginning of the year	1 435 399	1 001 495
Add: Receipts	-	3 515 337
Subtotal	<u>1 435 399</u>	<u>4 516 832</u>
Less: Expenses	246 567	3 081 433
Less: Funds transferred to new phase	<u>1 188 832</u>	<u>-</u>
Balance at the end of the year	<u>-</u>	<u>1 435 399</u>

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>8.15.2 Teacher and Learner Mathematics Enhancement Programme</b>		
Balance at the beginning of the year	-	-
Add: Receipts	3 828 194	-
Add: Funds transferred from previous phase	1 188 832	-
Subtotal	<u>5 017 026</u>	-
Less: Expenses	1 215 557	-
Balance at the end of the year	<u>3 801 469</u>	-
<b>8.16 Save the Children International</b>		
<b>8.16.1 FoRCESA Frontiers of Resistance - championing children's rights across ESA</b>		
Balance at the beginning of the year	148 025	106 278
Add: Receipts	1 244 214	991 087
Add: Interest	11 935	3 898
Subtotal	<u>1 404 174</u>	<u>1 101 263</u>
Less: Expenses	1 266 424	953 238
Balance at the end of the year	<u>137 750</u>	<u>148 025</u>
<b>8.17 Children in Harmony (CiH)</b>		
<b>8.17.1 Amani Project</b>		
Balance at the beginning of the year	421 566	-
Add: Receipts	415 786	1 494 271
Add: Current funds due on the project	74 353	-
Subtotal	<u>911 705</u>	<u>1 494 271</u>
Less: Expenses	911 705	1 072 705
Balance at the end of the year	<u>-</u>	<u>421 566</u>
<b>8.18 Victor Daitz Foundation</b>		
<b>8.18.1 UBANTU Development at the Mandla Mthethwa School of Excellence</b>		
Balance at the beginning of the year	2 725 148	2 817 982
Add: Receipts	-	-
Add: Interest	115 632	184 883
Subtotal	<u>2 840 780</u>	<u>3 002 865</u>
Less: Expenses	140 238	277 717
Balance at the end of the year	<u>2 700 542</u>	<u>2 725 148</u>
<b>8.19 Investec via UNICEF</b>		
<b>8.19.1 Build Hand Washing Facilities</b>		
Balance at the beginning of the year	-	-
Add: Receipts	500 000	-
Subtotal	<u>500 000</u>	-
Less: Expenses	-	-
Balance at the end of the year	<u>500 000</u>	-

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>8.20 Western Cape Provisional Sports Council</b>		
8.20.1 <i>Development of Education Sector Policy for Co-Curricular and Enrichment</i>		
Balance at the beginning of the year	-	6 000
Add: Receipts	-	-
Subtotal	-	6 000
Less: Expenses	-	6 000
Balance at the end of the year	-	-
<b>8.21 Various</b>		
8.21.1 <i>Technical Support: Various</i>		
Balance at the beginning of the year	-	139 734
Add: Receipts	163 082	285 214
Africa Action Deutschland for Project Venter	103 717	-
Flemish Association for Development Cooperation and Technical Assistance (VVOB)	23 750	-
Toyota Teach	-	28 301
Unitar	35 615	156 917
Unesco	-	99 996
Subtotal	163 082	424 948
Less: Expenses	118 408	424 948
Technical Support Project Venter	82 793	-
Technical Support VVOB	-	-
Technical Support Unesco	35 615	-
Technical Support	-	424 948
Balance at the end of the year	44 674	-
8.21.2 <i>Boys Vulnerability Study</i>		
Balance at the beginning of the year	-	312 391
Add: Receipts	-	142 359
Swiss Agency for Development and Co-operation	-	43 479
Unicef	-	-
Kheth'Impilo	-	98 880
Add: Interest	-	3 835
Subtotal	-	458 585
Less: Expenses	-	458 585
Swiss Agency for Development and Co-operation	-	190 914
Unicef	-	102 870
Kheth'Impilo	-	164 801
Balance at the end of the year	-	-

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>8.21.3 Technical support</b>		
Balance at the beginning of the year	1 354 912	-
Add: Receipts	1 326 518	1 972 027
UNITAR	948 106	-
EBP Schweiz AG	211 903	-
INFRAS	166 509	298 954
Human Sciences Research Council (HSRC)	-	1 354 913
Current funds due to project: INFRAS	-	163 272
Current funds due to project: EBP Schweiz AG	-	154 888
Subtotal	2 681 430	1 972 027
Less: Previous funds due on the project	163 273	-
Less: Previous funds due on the project	154 887	-
Less: Expenses	563 788	617 115
INFRAS	3 237	462 227
UNITAR	248 767	-
Human Sciences Research Council (HSRC)	254 769	-
EBP Schweiz AG	57 016	154 888
Balance at the end of the year	<u>1 799 482</u>	<u>1 354 912</u>
<b>Total deferred Contributions</b>	<b><u>36 378 111</u></b>	<b><u>22 383 689</u></b>
<b>9 Other income</b>		
Income from disposal of assets	(2 156)	(12 346)
Employment Tax Incentive - SARS	(570 174)	(214 989)
Sundry income	( 41 575)	(32 635)
	<u>( 613 905)</u>	<u>( 259 970)</u>
<b>10 Operating income / (expenses)</b>		
Management income	(5 159 091)	(4 470 771)
Head office expenses	3 755 194	3 962 022
	<u>(1 403 897)</u>	<u>( 508 749)</u>
<b>11 Finance cost</b>		
Interest paid	<u>71 314</u>	<u>39 809</u>
<b>12 Interest received</b>		
Bank	<u>288 921</u>	<u>332 420</u>

**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

	2020 R	2019 R
<b>13 Cash utilised by operations</b>		
Operating surplus for the year	2 235 409	1 061 330
Adjustments :		
Interest received	(1 246 303)	(889 119)
Interest paid	71 314	39 809
Depreciation	871 611	1 142 072
Adjusted for movements in current assets and liabilities		
Increase in accounts receivable	(10 612 104)	( 609 682)
Increase in accounts payable	318 635	( 527 241)
Increase in deferred contributions	13 994 422	14 495 546
Cash flows from operating activities	<u>5 632 984</u>	<u>14 712 715</u>

**14 Commitments**

The future aggregate minimum lease payments under non-cancellable operating leases are as follows :-

Not later than 1 year	973 599	645 632
Later than 1 year and not later than 5 years	191 899	326 902
	<u>1 165 498</u>	<u>972 534</u>

**15 Taxation**

No provision for taxation has been made as the Trust qualifies for exempt status in terms of Section 10(1)(cN) of the Income Tax Act.

**16 Contingent liability**

In terms of the "Future life-now!" project as disclosed in note 8.1.2, the Trust has committed to provide counterpart funding equivalent to that of the donor. The Trust intends to obtain additional funding to meet the Trusts commitment in terms of the contract, which can be in the form of "In-Kind" contributions from partners.

The balance of the funds that the Trust is still to secure through other funders or "In-Kind" contributions, by 31/12/2022, amounts to R59 249 496.

Workings:

Full counterpart funding for the whole contract- R98 089 098

2019 period as reported:- R11 345 219

2020 period as reported:- R25 694 901

Additional in kind per note 8.2.1.3:- R1 799 482



**MIET AFRICA TRUST****NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 DECEMBER 2020**

(continued)

**17 Related Parties**

The MIET Africa Mthandeni Trust is a related entity to MIET Africa Trust. During the year, there were no significant transactions between MIET Africa Mthandeni Trust and MIET Africa Trust.

The MIET Africa Training (Pty) Ltd is a related entity to MIET Africa Trust. During the year, there were no significant transactions between MIET Africa Training (Pty) Ltd and MIET Africa Trust.

**18 Going Concern**

On 11 March 2020, the World Health Organisation declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. This led the President of South Africa to impose a nation-wide lockdown which has caused the Trust to close its operations for an extended period from 27 March 2020. While the disruption is currently expected to be temporary, there is uncertainty around the duration as well as the recovery timeline. Therefore, while the Trust expects this matter to negatively impact its business, cash flow, results of operations and financial position, the related financial impact cannot be reasonably estimated at this time.

Notwithstanding the operational and financial effects of the nation-wide lockdown, the Trustees believe that the Trust 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 Trustees have satisfied themselves that the Trust is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The Trustees are not aware of any further material changes that may adversely impact the Trust. 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.

**19 Events after the Reporting Period**

The Trustees are not aware of any material matters or circumstances arising since the end of the financial year, not otherwise dealt with in this report or the financial statements, which significantly affects the financial position of the Trust or the results of its operations to the date of this report.