



FINANCIAL REPORT

2024 - 2025

Surfpop Foundation (RF) NPC

Registration number: 2019/051440/08

**ANNUAL FINANCIAL STATEMENTS
for the year ended 28 February 2025**

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Level of Assurance

These financial statements have not been audited or independently reviewed.

Approval of annual financial statements

The annual financial statements which appear on pages 3 to 10 have been approved and authorised for issue by the Directors and are signed by:

A B Lubbe
A B Lubbe

15-12-2025
Date

DB Botha
B D Botha

15-12-2025
Date

CCMQ Hoeks
C C M Q Hoeks

15-12-2025
Date

Accounting Officer's report**To the directors of Surfpop Foundation (RF) NPC:**

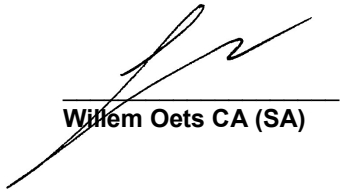
We have compiled the accompanying financial statements of Surfpop Foundation (RF) NPC based on information you have provided. These financial statements comprise the statement of financial position of Surfpop Foundation (RF) NPC as at 29 February 2025, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with accounting policies applicable to the company. We have complied with relevant ethical requirements, including principles of integrity,

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.



Willem Oets CA (SA)

Surfpop Foundation (RF) NPC
(Registration number: 2019/ 051440/ 08)

Directors' report for the year ended 28 February 2025

The Directors have pleasure in submitting the Directors' report together with the annual financial statements for the year ended 28 February 2025.

General Review

The company was incorporated on 31 January 2019 with interests in the non-profit sector, educating disadvantaged children from Masiphumelele. The financial performance and position of the company are fully disclosed in the financial statements and do not, in the opinion of the Directors, require further comment.

No matter which is material to the financial affairs of the company, for the year under review, has occurred between 28 February 2025 and the date of approval of the financial statements.

Statements of responsibility

The Directors are responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The financial statements have been prepared in the manner required by section 58(2)(d) of the Act.

The Directors are also responsible for the company's system of internal financial controls. This is designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the Directors to indicate that any material breakdown, in the functioning of these controls, procedures and systems, has occurred during the year under review.

The financial statements have been prepared on the going concern basis, since the Directors have every reason to believe that the company has adequate resources in place to continue in operation for the foreseeable future.

Financial results

The financial results for the year under review shows income of R1 189 160 (2024: R2 503 495) and a net deficit of R1 016 715 (2024: surplus R527 638).

Directors

The Directors in office at the date of this report was:

A B Lubbe
B D Botha
C C M Q Hoeks

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

Physical Address

Block 12, Room 4
Chasmay Road Campus
Masiphumelele
Cape Town
7975

Registered Address

Block 12, Room 4
Chasmay Road Campus
Masiphumelele
Cape Town
7975

Tax Reference No:

9959 829 160

PBO No:

9300 663 11

Accounting Officer

Willem Oets CA (SA) was appointed as the accounting officer.

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Statement of comprehensive income and retained earnings for the year ended 28 February 2025

	Notes	2025 R	2024 R
Donations received	2	1 189 160	2 503 495
Other Income		6 186	16 235
Education Program		(232 452)	(288 774)
Graduate Program		(108 325)	(18 185)
Nutrition Program & Staff Welfare		(149 035)	(133 613)
Surfing Program		(103 745)	(80 892)
Salaries and Wages		(1 422 183)	(1 263 079)
General and Administration		(196 321)	(207 549)
Surplus before taxation		(1 016 715)	527 638
Taxation	3	-	-
Net surplus for the period		(1 016 715)	527 638
Accumulated surplus at start of year		1 426 777	899 139
Accumulated surplus at end of year		410 062	1 426 777

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Statement of financial position at 28 February 2025

	Notes	2025 R	2024 R
ASSETS			
Current Assets		249 499	1 078 651
Cash and cash equivalents	6.2	207 757	1 031 573
Current receivables	4	41 742	47 078
Non - Current Assets		249 950	349 930
Property, plant and equipment	5	249 950	349 930
Total assets		499 449	1 428 581
EQUITY AND LIABILITIES			
Equity		410 062	1 426 777
Accumulated surplus		410 062	1 426 777
Current liabilities		89 387	1 804
Payroll accruals		89 387	1 804
Total equity and liabilities		499 449	1 428 581

Surfpop Foundation (RF) NPC
(Registration number: 2019/ 051440/ 08)

Statement of cashflows for the year ended 28 February 2025

	Notes	2025 R	2024 R
Cash flows from operating activities	6.1	(830 002)	568 343
Interest received		6 186	16 235
Net cash inflow from operating activities		<u>(823 816)</u>	<u>584 578</u>
Cash flows from investing activities			
Acquisition of property, plant and equipment		-	-
Net cash outflow from investing activities		<u>-</u>	<u>-</u>
Cash flows from financing activities			
Net cash outflow from financing activities		<u>-</u>	<u>-</u>
Decrease in cash and cash equivalents		(823 816)	584 578
Cash and cash equivalents at beginning of the year		1 031 573	446 995
Cash and cash equivalents at end of the year	6.2	<u>207 757</u>	<u>1 031 573</u>

Accounting policies and notes to the financial statements for the year ended 28 February 2025

1.00 Accounting policies

1.01 Basis of preparation

These financial statements have been prepared in accordance with accounting policies applicable to the entity.

1.02 Income

Income is measured at the fair value of the consideration received or receivable and represents the amounts receivable for services provided in the normal course of business.

1.03 Financial instruments

Initial recognition

The company classifies financial instruments, or their component parts, on initial recognition as a financial asset, a financial liability or an equity instrument in accordance with the substance of the contractual arrangement. Financial assets and financial liabilities are recognised on the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Loans to (from) shareholders, directors, managers and employees

Loans to (from) shareholders, directors, managers and employees are recognised initially at fair value plus direct transactions costs.

The initial fair value of such loans is the cash consideration given or received. However, when there is evidence that the fair value is different to the cash consideration given or received, the initial fair value is determined using a valuation technique and by applying terms and conditions on similar or market-related loans. Any difference between the initial fair value of the loan and the cash consideration given or received is recorded in the income statement immediately.

Loans receivable that bear no interest and for which there are no determinable terms of repayment are included in non-current assets on the assumption that repayment will only occur after 12 months from the balance sheet date. Any adjustment arising from applying the effective interest rate method over a 12 month period is ignored if it is immaterial and the loan is then recorded at cost.

Trade receivables

Trade receivables are carried at amortised cost using the effective interest method, less an allowance for any uncollectible amounts. An allowance for estimated irrecoverable amounts is recognised in the income statement when there is objective evidence that the asset is impaired.

Trade payables

Trade payables are carried at amortised cost using the effective interest method.

1.06 Comparative figures

Where necessary, comparative figures have been adjusted to conform with any changes in presentation in the current year.

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Accounting policies and notes to the financial statements for the year ended 28 February 2025

	2025 R	2024 R
2 Donations received		
Donations received	1 189 160	2 503 495
3 Taxation		
The company has no tax obligations as it is exempt from tax.		
4 Current receivables		
Rental deposit paid	2 234	2 234
Current receivables	39 508	44 844
	<u>41 742</u>	<u>47 078</u>

	2025			2024		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
	R	R		R	R	R
Motor vehicles	499 900	249 950	249 950	499 900	149 970	349 930
	<u>499 900</u>	<u>249 950</u>	<u>249 950</u>	<u>499 900</u>	<u>149 970</u>	<u>349 930</u>

The carrying amounts can be reconciled as follows:

	Carrying value at beginning of year	Additions	Disposals	Depreciation	Carrying value at end of year
	R	R	R	R	R
Motor vehicles	349 930	-	-	(99 980)	249 950
	<u>349 930</u>	<u>-</u>	<u>-</u>	<u>(99 980)</u>	<u>249 950</u>

	2025	2024
6 Notes to the Cash flow statement		
6.1 Reconciliation of net profit before taxation to cash flows from operations		
Net profit before taxation	(1 016 715)	527 638
Adjustments for :		
Interest received	(6 186)	(16 235)
Depreciation	99 980	99 980
Operating surplus before working capital changes	<u>(922 921)</u>	<u>611 383</u>
Working capital changes		
(Increase)/ decrease in accounts receivable	5 336	(44 844)
Increase/ (decrease) in accounts payable	87 583	1 804
Cash generated from operations	<u>(830 002)</u>	<u>568 343</u>

6.2 Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and bank balances. Cash and cash equivalents comprise the following balance sheet amounts:

Current account	206 888	1 026 924
7 Day Notice	869	4 649
	<u>207 757</u>	<u>1 031 573</u>

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Accounting policies and notes to the financial statements for the year ended 28 February 2025

		2025	2024
		R	R
7	Related Parties		
	Members of Key Management		
	A B Lubbe		
	B D Botha		
	C C M Q Hoeks		
	Related party transactions		
	Salaries		
	A B Lubbe	60 000	60 000
	B D Botha	180 000	180 000
	C C M Q Hoeks	180 000	180 000

Surfpop Foundation (RF) NPC
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Detailed statement of comprehensive income for the year ended 28 February 2025

	Notes	2025 R	2024 R
Donations received		1 189 160	2 503 495
Other income			
Interest received		6 186	16 235
Gross receipts		1 195 346	2 519 730
Expenditure		(2 212 061)	(1 992 092)
Education program		(232 452)	(288 774)
Classroom consumables		(12 914)	(35 834)
Classroom furniture and fittings		(10 109)	(12 236)
Classroom rent		(95 591)	(90 392)
Computer expenses		(11 198)	(79 183)
Educational materials and online programs		(66 822)	(31 894)
Life skills and vocational training		(32 524)	(38 772)
Repairs & maintenance		(3 294)	(463)
Graduate Program		(108 325)	(18 185)
Graduate Fund administration		(36 000)	(2 000)
Graduate Fund Database		(26 925)	-
Graduate Fund beneficiary disbursements		(45 400)	(16 185)
Nutrition program and staff welfare		(149 035)	(133 613)
Beneficiary meals		(105 682)	(99 292)
Beneficiary support		(975)	(7 176)
Community garden		(14 594)	(27 145)
Staff welfare		-	-
Staff training and development		(27 784)	-
Surfing program		(103 745)	(80 892)
Surf HQ rent		(36 058)	(23 110)
Surfing consumables		(10 500)	(13 041)
Surfing equipment and repairs		(33 147)	(34 481)
Swimming lessons		(24 040)	(10 260)
Salaries and wages		(1 422 183)	(1 263 079)
Cooking and cleaning		(69 675)	(47 860)
Driver salary		(166 256)	(158 745)
Education & Finance Officer		(60 000)	(75 000)
Education Co-ordinator		(514 748)	(401 406)
MEL, Gender & Psychosocial Officer		(180 000)	(180 000)
Program Manager		(180 000)	(195 000)
Surf Instructor		(247 626)	(202 969)
UIF and SDL		(3 878)	(2 099)
General and administration		(196 321)	(207 549)
Accounting fees		-	(10 000)
Administration		(6 054)	(1 250)
Bank charges		(5 322)	(6 641)
Depreciation		(99 980)	(99 980)
Insurance		(27 176)	(29 771)
Motor vehicle expenses		(45 753)	(49 012)
Telephone & internet		(12 036)	(10 895)
Website and content		-	-
Net surplus for the period		(1 016 715)	527 638