

## **Mammadu Trust**

(Registration number )  
Annual financial statements  
for the year ended 31 December 2015

# Mammadu Trust

(Registration number [REDACTED])

Annual Financial Statements for the year ended 31 December 2015

## General Information

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<b>Trust registration number</b>	[REDACTED]
<b>Country of incorporation and domicile</b>	Namibia
<b>Type of trust</b>	Day Care Centre
<b>Trustees</b>	A. Albrecht M.L. Conradie K.N. Pohamba-Ndume L. Kirsten [REDACTED] [REDACTED] M.P. Kirsten
<b>Registered office</b>	24 Orban Street Klein Windhoek Windhoek Namibia
<b>Auditor's</b>	SGA Chartered Accountant and Auditors (Namibia)

# Mammadu Trust

(Registration number [REDACTED])

Annual Financial Statements for the year ended 31 December 2015

## Index

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

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

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## **Independent Auditor's Report**

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### **To the trustees of Mammadu Trust**

We have audited the annual financial statements of Mammadu Trust, as set out on pages 7 to 14, which comprise the statement of financial position as at 31 December 2015, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

#### **Trustees' Responsibility for the Annual Financial Statements**

The trust's trustees are responsible for the preparation and fair presentation of these annual financial statements in accordance with the Namibian Statement of Generally Accepted Accounting Practice - NAC001: Financial Reporting for Small and Medium Sized Entities and requirements of the Close Corporations Act, and for such internal control as the trustees determine is necessary to enable the preparation of annual financial statements that are free from material misstatements, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these annual financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the annual financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the trust's preparation and fair presentation of the annual financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the annual financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

#### **Basis for Qualified Opinion**

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

#### **Qualified Opinion**

Except for the effect of the matter described in the paragraph above, in our opinion, the annual financial statements present fairly, in all material aspects, the financial position of Mammadu Trust as at 31 December 2015 and its financial performance and its cashflows for the year then ended in accordance with the Namibian Statement of Generally Accepted Accounting Practice - NAC001: Financial Reporting for Small and Medium Sized Entities, and the requirements of the Companies Act of Namibia.

**Supplementary information**

Without qualifying our opinion, we draw attention to the fact that supplementary information set out on page 15 does not form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.



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SGA  
Per: A.J. Esterhuizen  
Partner

8 July 2016  
Windhoek ... Namibia

# Mammadu Trust

(Registration number  )

Annual Financial Statements for the year ended 31 December 2015

## Trustees' Responsibilities and Approval

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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 Namibian Statement of Generally Accepted Accounting Practice - NAC001: Financial Reporting for Small and Medium Sized Entities. The external auditor's are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the Namibian Statement of Generally Accepted Accounting Practice - NAC001: Financial Reporting for Small and Medium Sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

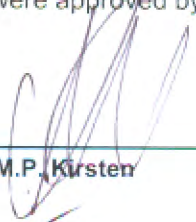
The trustees acknowledge that they are ultimately responsible for the system of internal financial control established by the trust and place considerable importance on maintaining a strong control environment. To enable the trustees to meet these responsibilities, the board of trustees sets standards 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 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 trust endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

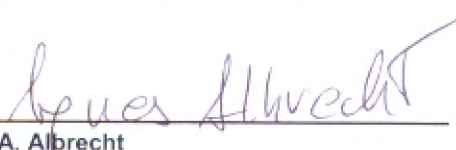
The trustees are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The trustees have reviewed the trust's cash flow forecast for the year to 31 December 2016 and, in the light of this review and the current financial position, they are satisfied that the trust has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditor's 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 auditor's and their report is presented on page 3.

The annual financial statements set out on pages 6 to 15, which have been prepared on the going concern basis, were approved by the board of trustees on 7 July 2016 and were signed on its behalf by:

  
\_\_\_\_\_  
M.P. Kirsten

  
\_\_\_\_\_  
A. Albrecht

# Mammadu Trust

(Registration number [REDACTED])

Annual Financial Statements for the year ended 31 December 2015

## Trustees' Report

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The trustees have pleasure in submitting their report on the annual financial statements of Mammadu Trust and its associates for the year ended 31 December 2015.

### 1. The trust

The trust was formed in terms of a donation made and entered into by Mr. M.P. Kirsten.

### 2. Review of financial results and activities

The annual financial statements have been prepared in accordance with Namibian Statement of Generally Accepted Accounting Practice - NAC001: Financial Reporting for Small and Medium Sized Entities. The accounting policies have been applied consistently compared to the prior year.

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

### 3. Trustees

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

#### Trustees

A. Albrecht  
M.L. Conradie  
K.N. Pohamba-Ndume  
L. Kirsten  
P. Bassi  
V. Folcher  
M.P. Kirsten

### 4. Events after the reporting period

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

### 5. Auditors

SGA continued in office as auditors for the trust for 2015.

They will continue in office for the 2016 financial year.

# Mammadu Trust

(Registration number ██████████)

Annual Financial Statements for the year ended 31 December 2015

## Statement of Financial Position as at 31 December 2015

	Note(s)	2015 N\$	2014 N\$
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	1 860 840	1 719 439
<b>Current Assets</b>			
Trade and other receivables	3	62 725	725
Cash and cash equivalents	4	1 795 969	908 601
		<b>1 858 694</b>	<b>909 326</b>
<b>Total Assets</b>		<b>3 719 534</b>	<b>2 628 765</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Trust capital	5	3 719 534	2 625 658
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	6	-	3 107
<b>Total Equity and Liabilities</b>		<b>3 719 534</b>	<b>2 628 765</b>



# Mammadu Trust

(Registration number: [REDACTED])

Annual Financial Statements for the year ended 31 December 2015

## Statement of Comprehensive Income

	Note(s)	2015 N\$	2014 N\$
Other income ✓		1 548 875	1 530 178
Operating expenses		(454 999)	(490 177)
<b>Operating surplus</b>	7	<b>1 093 876</b>	<b>1 040 001</b>
<b>Surplus for the year</b>		<b>1 093 876</b>	<b>1 040 001</b>

## Mammadu Trust

(Registration number ██████████)

Annual Financial Statements for the year ended 31 December 2015

### Statement of Changes in Equity

	Trust capital	Accumulated surplus	Total equity
	N\$	N\$	N\$
<b>Balance at 1 January 2014</b>	<b>1 585 657</b>	-	<b>1 585 657</b>
Changes in equity			
Surplus for the year	-	1 040 001	1 040 001
Transfer of income surplus to trust capital	1 040 001	(1 040 001)	-
Total changes	1 040 001	-	1 040 001
<b>Balance at 1 January 2015</b>	<b>2 625 658</b>	-	<b>2 625 658</b>
Changes in equity			
Surplus for the year	-	1 093 876	1 093 876
Increase in trust capital	1 093 876	(1 093 876)	-
Total changes	1 093 876	-	1 093 876
<b>Balance at 31 December 2015</b>	<b>3 719 534</b>	-	<b>3 719 534</b>

## Mammadu Trust

(Registration number ██████████)

Annual Financial Statements for the year ended 31 December 2015

### Statement of Cash Flows

	Note(s)	2015 N\$	2014 N\$
<b>Cash flows from operating activities</b>			
Cash receipts from customers		-	1 530 178
Cash paid to suppliers and employees		1 061 276	(435 761)
Cash generated from operations	8	1 061 276	1 094 417
<b>Net cash from operating activities</b>		<b>1 061 276</b>	<b>1 094 417</b>
<b>Cash flows from investing activities</b>			
Addition of property, plant and equipment	2	(173 908)	(415 240)
<b>Total cash movement for the year</b>		<b>887 368</b>	<b>679 177</b>
Cash at the beginning of the year		908 601	229 424
<b>Total cash at end of the year</b>	4	<b>1 795 969</b>	<b>908 601</b>

# Mammadu Trust

(Registration number 17012000)

Annual Financial Statements for the year ended 31 December 2015

## Accounting Policies

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### 1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with the Namibian Statement of Generally Accepted Accounting Practice - NAC001: Financial Reporting for 'Small and Medium Sized Entities. The annual financial statements have been prepared on the historical cost basis, except for certain financial instruments at fair value through profit and loss, and incorporate the principal accounting policies set out below. They are presented in Namibia Dollar.

These accounting policies are consistent with the previous period.

#### 1.1 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost includes all costs incurred to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Costs include costs incurred initially to acquire or construct an 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 provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, which is as follows:

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

Item	Depreciation method	Average useful life
Property	Straight line	Indefinite
Furniture and fixtures	Straight line	3 years
Motor vehicles	Straight line	3 years
Office equipment	Straight line	3 years

#### 1.2 Financial instruments

##### Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through surplus or deficit) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

# Mammadu Trust

(Registration number: [REDACTED])

Annual Financial Statements for the year ended 31 December 2015

## Accounting Policies

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### 1.2 Financial instruments (continued)

#### Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Debt instruments, as defined in the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in surplus or deficit.

#### Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably are measured at cost less impairment.

### 1.3 Revenue

Donations are recognised on the date the funds are received by the trust.

# Mammadu Trust

(Registration number ██████████)

Annual Financial Statements for the year ended 31 December 2015

## Notes to the Annual Financial Statements

	2015 N\$	2014 N\$
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### 2. Property, plant and equipment

	2015			2014		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Buildings	1 856 135	-	1 856 135	1 682 227	-	1 682 227
Furniture and fixtures	128 682	(128 665)	17	128 682	(114 308)	14 374
Motor vehicles	55 000	(51 425)	3 575	55 000	(33 275)	21 725
Office equipment	1 894	(781)	1 113	1 894	(781)	1 113
<b>Total</b>	<b>2 041 711</b>	<b>(180 871)</b>	<b>1 860 840</b>	<b>1 867 803</b>	<b>(148 364)</b>	<b>1 719 439</b>

#### Reconciliation of property, plant and equipment - 2015

	Opening balance	Additions	Depreciation	Total
Buildings	1 682 227	173 908	-	1 856 135
Furniture and fixtures	14 374	-	(14 357)	17
Motor vehicles	21 725	-	(18 150)	3 575
Office equipment	1 113	-	-	1 113
<b>Total</b>	<b>1 719 439</b>	<b>173 908</b>	<b>(32 507)</b>	<b>1 860 840</b>

#### Reconciliation of property, plant and equipment - 2014

	Opening balance	Additions	Depreciation	Total
Buildings	1 266 987	415 240	-	1 682 227
Furniture and fixtures	55 237	-	(40 863)	14 374
Motor vehicles	39 875	-	(18 150)	21 725
Office equipment	1 738	-	(625)	1 113
<b>Total</b>	<b>1 363 837</b>	<b>415 240</b>	<b>(59 638)</b>	<b>1 719 439</b>

#### Details of properties

Property consists of Erf 3452, Frakfurt Street, Extention 9, Windhoek, registered division "K", measuring 4727 square meters.

### 3. Trade and other receivables

Deposits	62 725	725
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### 4. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	1 795 577	908 590
Other cash and cash equivalents	392	11
<b>Total</b>	<b>1 795 969</b>	<b>908 601</b>

# Mammadu Trust

(Registration number [REDACTED])

Annual Financial Statements for the year ended 31 December 2015

## Notes to the Annual Financial Statements

	2015 N\$	2014 N\$
<b>5. Trust capital</b>		
<b>Capital account / Trust capital</b>		
Balance at beginning of year	2 625 658	1 585 657
Investments introduced	1 093 876	1 040 001
	<b>3 719 534</b>	<b>2 625 658</b>
<b>6. Trade and other payables</b>		
Provision for municipal fees	-	3 107
<b>7. Operating surplus</b>		
Operating surplus for the year is stated after accounting for the following:		
Depreciation on property, plant and equipment	32 507	59 639
Employee costs	111 512	76 651
<b>8. Cash generated from operations</b>		
Surplus before taxation	1 093 876	1 040 001
<b>Adjustments for:</b>		
Depreciation and amortisation	32 507	59 639
<b>Changes in working capital:</b>		
Trade and other receivables	(62 000)	-
Trade and other payables	(3 107)	(5 223)
	<b>1 061 276</b>	<b>1 094 417</b>

# Mammadu Trust

(Registration number ██████████)

Annual Financial Statements for the year ended 31 December 2015

## Detailed Income Statement

	Note(s)	2015 N\$	2014 N\$
<b>Other income</b>			
Donations received		1 548 875	1 530 178
<b>Operating expenses</b>			
Advertising		1 202	-
Bank charges		5 018	8 177
Cleaning		3 767	2 281
Clothing and schoolwear		160	2 335
Computer expenses		-	454
Consumables		52 593	63 926
Depreciation, amortisation and impairments		32 507	59 639
Employee costs		111 512	76 651
Function expenses		2 260	-
General expense		5 051	1 118
Insurance		8 563	8 179
Medical expenses		9 045	3 950
Motor vehicle expenses		43 309	55 805
Municipal expenses		44 620	39 952
Petrol and oil		10 870	8 977
Postage		76	-
Printing and stationery		560	378
Repairs and maintenance		5 486	13 210
School and hostel fees		23 100	38 145
Security		83 854	61 039
Teaching aids		9 576	5 551
Telephone and fax		1 870	2 070
Travel - local		-	38 340
		<b>454 999</b>	<b>490 177</b>
<b>Surplus for the year</b>		<b>1 093 876</b>	<b>1 040 001</b>



SGA  
P.O. Box 30  
Windhoek  
NAMIBIA

Dear Sir/Madam

**Letter of representation: Mammadu Trust**

This representation letter is provided in connection with your compilation of the financial statements of Mammadu Trust for the year ended 31 December 2015 for the purpose of determining that the financial statements are in agreement with the accounting records, in accordance with Namibian Statement of Generally Accepted Accounting Practice NAC001: Financial Reporting for Small and Medium Sized Entities and in the manner required by the Trust Act of Namibia.

We confirm that, to the best of our knowledge and belief, and having made such enquiries as we considered necessary for the purpose of appropriately informing yourselves, the following:

**1. Financial statements**

We have fulfilled our responsibilities, as set out in the terms of the Trust Act of Namibia for the preparation of the financial statements, and confirm that the financial statements fairly present, in all material respects, the state of affairs, results of the operations and cash flows of Mammadu Trust.

**2. Information provided**

We have provided you with:

- (a) Access to all information of which we are aware that is relevant to the preparation of the financial statements such as records, documentation and other matters;
- (b) Additional information that you have requested from us for the purpose of the compilation; and
- (c) Unrestricted access to persons within the entity from whom you determined it necessary to obtain evidence.

All transactions have been recorded in the accounting records and are reflected in the financial statements.

### **3. Accounting estimates and fair value measurements**

We confirm that the following representations made to you or implied by us during the course of the compilation are, to the best of our knowledge and belief accurate:

- (a) That the assumptions and models used in determining the accounting estimates are appropriate in the context and applied consistently throughout the process;
- (b) Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable;
- (c) That the assumptions appropriately reflect management's intent;
- (d) That disclosures related to accounting estimates are complete and appropriate; and
- (e) That no subsequent event requires adjustment to the accounting estimates and disclosures included in the financial statements.

### **4. Laws and regulations**

We have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing financial statements.

### **5. Litigations and claims**

The estimated effect of pending or threatened litigation and claims against Mammadu Trust have been properly recorded or disclosed in the financial statements.

Except as disclosed in the notes to the financial statements, we are not aware of any additional claims that have been or are expected to be received.

### **6. Related parties**

We have disclosed to you the identity of all related parties to Mammadu Trust and all related party relationships and transactions of which we are aware.

We have appropriately accounted for and disclosed the identity of, and balances and transactions with, related parties in accordance with the requirements of Namibian Statement of Generally Accepted Accounting Practice NAC001: Financial Reporting for Small and Medium Sized Entities.

### **7. Subsequent events**

All events subsequent to the date of the financial statements and for which require adjustment or disclosure have been adjusted for or disclosed in the financial statements and notes thereto.

## **8. Fraud**

We understand that the term 'fraud' includes misstatements resulting from fraudulent financial reporting and misstatements resulting from misappropriation of assets. Misstatements resulting from fraudulent financial reporting involve intentional misstatements including omissions of amounts or disclosures in the financial statements to deceive financial statement users. Misstatements resulting from misappropriation of assets involve theft of an entity's assets, often accompanied by false or misleading records or documents to conceal the fact that the assets are missing or have been pledged without proper authorisation.

We acknowledge responsibility for the design, implementation and operation of internal controls to prevent and detect fraud and error. There have been no instances of fraud or suspected fraud that we are aware of and that affects the Trust and involves:

- (a) Management;
- (b) Employees who have significant roles in internal control; or
- (c) Others where the fraud could have a material effect on the financial statements.

There have been no allegations of fraud, or suspected fraud, affecting Mammadu Trust's financial statements communicated by employees, former employees, analysts, regulators or others.

We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

## **9. Uncorrected misstatements**

The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole.

## **10. Comparatives**

There are no significant matters that have arisen that would require a restatement of the comparatives.

## **11. Current assets**

Current assets have a value, on realisation in the normal course of business or an expected cost benefit, at least equal to the amounts at which they are stated in the statement of financial position.

Receivables reported in the financial statements represent valid claims against debtors for sales or other charges arising on or before year-end date and appropriate provisions have been made for any impairment losses that may be sustained.

## **12. Property, plant and equipment**

The carrying values at which property, plant and equipment are stated in the balance sheet were arrived at after:

- (a) Taking into account, as additions, all expenditure (excluding expenditure of a revenue nature) during the year, which represented capital outlay on these assets.
- (b) Writing off of all amounts relating to items which have been sold and scrapped by year-end date.
- (c) Providing for depreciation / amortisation on a scale to cover obsolescence as well as wear and tear and thus reduce the net book value of the assets to their estimated residual values over the economically useful lives thereof.

## **13. Impairment**

We have reviewed the carrying amount of assets whenever events or changes in the circumstances have indicated that the carrying amount of assets may not be recoverable and have appropriately recorded any impairment adjustment.

## **14. Financial instruments**

We confirm that we have reviewed all financial assets and liabilities outstanding as at 31 December 2015 and have correctly classified them as required by Namibian Statement of Generally Accepted Accounting Practice NAC001: Financial Reporting for Small and Medium Sized Entities.

Financial assets and financial liabilities were offset and the net amount reported in the balance sheet only where the entity had a legal enforceable right to offset the recognised amounts; and the entity intends to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Information regarding financial risk exposure and our financial risk management objectives and policies has been adequately disclosed in the notes to the financial statements, as required by Namibian Statement of Generally Accepted Accounting Practice NAC001: Financial Reporting for Small and Medium Sized Entities.

The necessary information about financial instruments with off-balance-sheet risk and those financial instruments with credit risk and / or interest rate risk have been properly disclosed in the financial statements as required by Namibian Statement of Generally Accepted Accounting Practice NAC001: Financial Reporting for Small and Medium Sized Entities.

## **15. Income tax**

The deferred tax valuation has been determined pursuant to the provisions of including the close corporation's estimation of future taxable income.

The deferred tax valuation has been recognised for all deductible temporary differences as required by Namibian Statement of Generally Accepted Accounting Practice NAC001: Financial Reporting for Small and Medium Sized Entities.

**16. Contractual agreements**

The Trust has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. All contractual arrangements entered into by the Trust have been properly reflected in the accounting records and where material or potentially material to the financial statements has been disclosed.

**17. Encumbrances**

The Trust has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets, except those disclosed in the notes to the financial statements.

**18. Commitments**

At year-end date, there were no material commitments under contracts concluded for capital expenditure, forward contracts of purchase and sale of foreign exchange or amounts of capital expenditure authorised by the director which had not been contracted for, other than those provided for or disclosed in the financial statements.

**19. Financial statement disclosure**

The following have been properly recorded and when appropriate, adequately disclosed in the financial statements:


- (a) Losses arising from sale and purchase commitments;
- (b) Agreement and options to buy back assets previously sold;
- (c) Assets pledged as collateral;
- (d) Off-balance-sheet activities, including transactions with special purpose entities, non-consolidation and revenue recognition;
- (e) Significant common ownership or management control relationships;
- (f) Changes in accounting principles affecting consistency; and
- (g) Share repurchase options and agreements and share reserved for options, warrants, conversions and other requirements.

Except as disclosed in the financial statements or notes thereto, there are no:

- (a) Other gain or loss contingencies or other liabilities that are recognised or disclosed in the financial statements, including liabilities or contingencies arising from environmental matters resulting from illegal or possible illegal acts, or possible violations of human rights; or
- (b) Other environmental matters that may have a material impact on the financial statements.

Yours faithfully

  
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Trustee

  
.....  
Trustee

  
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Trustee

  
.....  
Trustee

Windhoek ... Namibia

2016-07-08