

**INTSIMBI FUTURE PRODUCTION TECHNOLOGIES INITIATIVE NPC**  
**(REGISTRATION NUMBER 2007/007719/08)**  
**ANNUAL FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**Intsimbi Future Production Technologies Initiative NPC**  
**(Registration number: 2007/007719/08)**  
**Financial Statements for the year ended 31 March 2021**

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

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**Level of assurance**

These financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa.

**Preparer**

These financial statements have been prepared by Jacques Coetzee CA (SA), Director at RSM South Africa Inc.

**Published**

Same date as audit report date.

**Intsimbi Future Production Technologies Initiative NPC**  
**(Registration number: 2007/007719/08)**  
**Financial Statements for the year ended 31 March 2021**

**DIRECTORS' REPORT**

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The directors have pleasure in submitting their report on the annual financial statements of Intsimbi Future Production Technologies Initiative NPC for the year ended 31 March 2021.

**1. INCORPORATION**

The company was incorporated on 09 March 2007 and obtained its certificate to commence business on the same day.

**2. NATURE OF BUSINESS**

Intsimbi Future Production Technologies Initiative NPC was incorporated in South Africa. The company is engaged in the promotion and advancement of tooling and future production technologies and operates principally in South Africa.

There have been no material changes to the nature of the company's business from the prior year.

**3. REVIEW OF FINANCIAL RESULTS AND ACTIVITIES**

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa. 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 company are set out in these financial statements.

**4. SHARE CAPITAL**

There have been no changes to the authorised or issued share capital during the year under review.

**5. DIRECTORS**

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

<b>Name</b>	<b>Changes</b>
A A Grech-Cumbo	
R Williamson	
I Karg	
C F Beyers	
A O Sematle	
C J Little	Resigned - 24 March 2021
P N Mngomezulu	Appointed - 27 August 2019

**6. AUDITORS**

RSM South Africa Inc. continued in office as auditors for the company for 2021.

**7. SECRETARY**

The company secretary during the year was J N McEwan.

**8. EVENTS AFTER THE REPORTING PERIOD**

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

**Intsimbi Future Production Technologies Initiative NPC**  
**(Registration number: 2007/007719/08)**  
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**DIRECTORS' REPORT**

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**9. GOING CONCERN**

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors 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 company.

The Programme activities have been adversely affected by the disruptions caused by the COVID-19 pandemic. As with all learning institutions, the five learning facilities were closed mid-March 2020 and re-opened in August 2020 for face-to-face training as the country moved to a less restrictive alert level 3.

During the period of lockdown, measures were put in place to ensure that both students, teaching staff and the enterprise competitiveness development team were kept engaged and productive. This will mitigate the effects of the lockdown and ensure that the targets in the business plan are achieved. The targets most at risk are the length of the teaching calendar for students which will have to be extended into the 2021 calendar year. This extension is included and communicated to the dtic as part of the 2021/2022 business plan.

**10. APPROVAL**

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

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**A A Grech-Cumbo**

09 September 2021  
\_\_\_\_\_  
**Date**

DocuSigned by:  
  
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**R Williamson**

14 September 2021  
\_\_\_\_\_  
**Date**



**RSM South Africa Inc.**  
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President Ridge, Randburg 2194  
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## **INDEPENDENT AUDITOR'S REPORT**

### **To the shareholder of Intsimbi Future Production Technologies Initiative NPC**

#### *Opinion*

We have audited the financial statements of Intsimbi Future Production Technologies Initiative NPC (the company) set out on pages 7 to 15, which comprise the statement of financial position as at 31 March 2021, and the statement of income and retained earnings and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Intsimbi Future Production Technologies Initiative NPC as at 31 March 2021, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa.

#### *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.

#### *Other information*

The directors are responsible for the other information. The other information comprises the information included in the document titled "Intsimbi Future Production Technologies Initiative NPC financial statements for the year ended 31 March 2021", which includes the directors' report as required by the Companies Act of South Africa and the detailed statement of surplus and deficit, which we obtained prior to the date of this report. 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.

## **THE POWER OF BEING UNDERSTOOD** **AUDIT | TAX | CONSULTING**

Directors E Bergh, B Com (Hons), CA(SA), C D Betty, B Acc, CA(SA), J Coetzer, B Compt (Hons), CA(SA), M G Q de Faria, B Bus Sc, CA(SA), B J Eaton, B Acc, H Dip Tax Law, CA(SA), A C Galloway, B Sc Mech Eng, CA(SA), M Greisdorfer, B Com (Hons), CA(SA), H Heymans, B Compt (Hons), M Com, FCCA, CA(SA), N C Hughes, B Compt (Hons), PG Cert Adv Tax, CA(SA), J Jones, B Com, B Acc, H Dip Tax Law, H Dip Int Tax Law, CA(SA), J Kitching, B Compt (Hons), CA(SA), G Parker, B Com, CA(SA), R V Pita, B Compt (Hons), CA(SA), L Quintal, B Com (Hons), CA(SA), R Rawoot, B Compt (Hons), CA(SA), P D Schulze, B Acc Sc (Hons), PG Dip Tax Law, CA(SA), M Steenkamp, B Compt (Hons), M Com, CA(SA), A D Young, B Compt (Hons), CA(SA)

RSM South Africa Inc. Registration No. 2016/324649/21, Practice No. 900435 is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

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 on the other information obtained prior to the date of this auditor's report, 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 directors for the financial statements*

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa, and for such internal control as the directors 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company 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 International Standards on Auditing 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 International Standards on Auditing, 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 company'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 company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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.

DocuSigned by:  
*RSM South Africa Inc.*  
0010CABAA9F24B2...

**RSM South Africa Inc.**

**Michael Steenkamp**  
**Chartered Accountant (SA)**  
**Registered Auditor**  
**Director**

**Date** 14 September 2021

**Intsimbi Future Production Technologies Initiative NPC**  
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**STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021**

Figures in Rand	Note	2021	2020
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	4 488 228	14 454 403
<b>Current Assets</b>			
Work in progress		-	35 679
Trade and other receivables	3	1 065 551	9 583 305
Cash and cash equivalents	4	5 357 921	4 566 193
		<b>6 423 472</b>	<b>14 185 177</b>
<b>Total Assets</b>		<b>10 911 700</b>	<b>28 639 580</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Retained income		1 925 143	13 829 697
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	5	8 986 557	9 261 537
Deferred income	6	-	5 548 346
		<b>8 986 557</b>	<b>14 809 883</b>
<b>Total Equity and Liabilities</b>		<b>10 911 700</b>	<b>28 639 580</b>

**Intsimbi Future Production Technologies Initiative NPC**  
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**STATEMENT OF INCOME AND RETAINED EARNINGS**

<b>Figures in Rand</b>	<b>Note</b>	<b>2021</b>	<b>2020</b>
Revenue	7	69 435 406	117 434 809
Other income		-	93 442
Operating expenses		(81 736 974)	(142 640 123)
<b>Operating deficit</b>	<b>8</b>	<b>(12 301 568)</b>	<b>(25 111 872)</b>
Investment revenue	9	397 014	1 639 187
<b>Deficit for the year</b>		<b>(11 904 554)</b>	<b>(23 472 685)</b>
Opening balance		13 829 697	37 302 382
<b>Retained income at the end of the year</b>		<b>1 925 143</b>	<b>13 829 697</b>

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**STATEMENT OF CASH FLOWS**

Figures in Rand	Note	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from (used in) operations	10	450 455	(17 883 854)
Interest income		397 014	1 639 187
<b>Net cash from operating activities</b>		<b>847 469</b>	<b>(16 244 667)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment	2	(55 741)	(5 608 618)
Sale of property, plant and equipment	2	-	159 131
<b>Net cash from investing activities</b>		<b>(55 741)</b>	<b>(5 449 487)</b>
<b>Total cash movement for the year</b>		<b>791 728</b>	<b>(21 694 154)</b>
Cash at the beginning of the year		4 566 193	26 260 347
<b>Total cash at end of the year</b>	4	<b>5 357 921</b>	<b>4 566 193</b>

**Intsimbi Future Production Technologies Initiative NPC**  
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**Financial Statements for the year ended 31 March 2021**

**ACCOUNTING POLICIES**

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**GENERAL INFORMATION**

Intsimbi Future Production Technologies Initiative NPC is a private company incorporated and domiciled in South Africa.

The company is engaged in the promotion of tooling and future production technologies and operates principally in South Africa.

The companies business address is 1 Sunbird Park, Pasita Street, Rosenpark, Bellville, Western Cape 7530.

**1. BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the Companies Act of South Africa. The financial statements have been prepared on the historical cost basis and incorporate the principal accounting policies set out below. They are presented in South African Rand.

These accounting policies are consistent with those of the previous period.

**1.1 Significant judgements and sources of estimation uncertainty**

**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.

**1.2 Property, plant and equipment**

Property, plant and equipment are tangible assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

An item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the company, and the cost of the item can be measured reliably.

Property, plant and equipment is initially measured at cost.

Cost includes 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.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

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**ACCOUNTING POLICIES**

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**1.2 Property, plant and equipment (continued)**

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

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

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<b>Item</b>	<b>Depreciation method</b>	<b>Average useful life</b>
Furniture and fixtures	Straight line	6 years
Office equipment	Straight line	5 years
IT equipment	Straight line	3 years
Leasehold improvements	Straight line	3 years
Tooling equipment	Straight line	5 years

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When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

**1.3 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 profit or loss) 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.

**Financial instruments at amortised cost**

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of 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 profit or loss.

**Intsimbi Future Production Technologies Initiative NPC**  
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**ACCOUNTING POLICIES**

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**1.3 Financial instruments (continued)**

**Financial instruments at cost**

Commitments to receive a loan are measured at cost less impairment.

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

**Financial instruments at fair value**

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through profit and loss.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

**1.4 Leases**

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

**Operating leases – lessee**

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

**1.5 Government grants**

Grants that do not impose specified future performance conditions are recognised in income when the grant proceeds are receivable.

Grants that impose specified future performance conditions are recognised in income only when the performance conditions are met.

Grants received before the revenue recognition criteria are satisfied are recognised as a liability.

Grants are measured at the fair value of the asset received or receivable.

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**NOTES TO THE FINANCIAL STATEMENTS**

**Figures in Rand** **2021** **2020**

**2. PROPERTY, PLANT AND EQUIPMENT**

	2021			2020		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Furniture and fixtures	1 379 039	(1 059 577)	319 462	4 205 890	(2 627 313)	1 578 577
Office equipment	2 931 820	(2 646 481)	285 339	2 991 027	(2 111 368)	879 659
IT equipment	2 202 067	(2 171 114)	30 953	2 202 067	(2 132 612)	69 455
Leasehold improvements	8 900 343	(6 013 961)	2 886 382	11 738 433	(6 235 598)	5 502 835
Tooling equipment	61 539 191	(60 573 099)	966 092	61 483 451	(55 059 574)	6 423 877
<b>Total</b>	<b>76 952 460</b>	<b>(72 464 232)</b>	<b>4 488 228</b>	<b>82 620 868</b>	<b>(68 166 465)</b>	<b>14 454 403</b>

**Reconciliation of property, plant and equipment - 2021**

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Furniture and fixtures	1 578 577	-	(640 371)	(618 744)	319 462
Office equipment	879 659	-	(5 920)	(588 400)	285 339
IT equipment	69 455	-	-	(38 502)	30 953
Leasehold improvements	5 502 835	-	-	(2 616 453)	2 886 382
Tooling equipment	6 423 877	55 741	-	(5 513 526)	966 092
	<b>14 454 403</b>	<b>55 741</b>	<b>(646 291)</b>	<b>(9 375 625)</b>	<b>4 488 228</b>

**Reconciliation of property, plant and equipment - 2020**

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Furniture and fixtures	2 198 203	117 181	(45 660)	(691 147)	1 578 577
Office equipment	1 461 125	11 945	(1 699)	(591 712)	879 659
IT equipment	390 958	27 230	(690)	(348 043)	69 455
Leasehold improvements	3 153 263	5 079 141	-	(2 729 569)	5 502 835
Tooling equipment	15 782 789	373 121	(17 640)	(9 714 393)	6 423 877
	<b>22 986 338</b>	<b>5 608 618</b>	<b>(65 689)</b>	<b>(14 074 864)</b>	<b>14 454 403</b>

**3. TRADE AND OTHER RECEIVABLES**

Prepayments	125 000	125 000
Deposits	27 100	27 100
VAT	913 451	9 431 205
	<b>1 065 551</b>	<b>9 583 305</b>

**4. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents consist of:

Bank balances	5 357 921	4 566 193
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**NOTES TO THE FINANCIAL STATEMENTS**

<b>Figures in Rand</b>	<b>2021</b>	<b>2020</b>
<b>5. TRADE AND OTHER PAYABLES</b>		
Trade payables	2 048 748	4 495 803
Accrued expenses	-	800 000
Amounts due to related parties	6 937 809	3 965 734
	<b>8 986 557</b>	<b>9 261 537</b>
<b>6. DEFERRED INCOME</b>		
Income received in advance	-	5 548 346
Deferred income relates to funds received in advance for services which have not yet been performed.		
<b>7. REVENUE</b>		
Funds received from the Department of Trade and Industry	69 435 406	117 434 809
<b>8. OPERATING DEFICIT</b>		
Operating deficit for the year is stated after accounting for the following:		
<b>Operating lease charges</b>		
Premises		
• Contractual amounts	485 092	452 811
Equipment		
• Contractual amounts	19 074	17 837
	<b>504 166</b>	<b>470 648</b>
(Profit) / loss on disposal of property, plant and equipment	646 291	(93 442)
Depreciation on property, plant and equipment	9 375 625	14 074 864
<b>9. INVESTMENT REVENUE</b>		
<b>Interest revenue</b>		
Bank	397 014	1 639 187
<b>10. CASH GENERATED FROM (USED IN) OPERATIONS</b>		
Loss before taxation	(11 904 554)	(23 472 685)
<b>Adjustments for:</b>		
Depreciation	9 375 625	14 074 864
Loss (profit) on sale of assets	646 291	(93 442)
Interest received	(397 014)	(1 639 187)
<b>Changes in working capital:</b>		
Work in progress	35 679	(35 679)
Trade and other receivables	8 517 754	(5 359 562)
Trade and other payables	(274 980)	7 881 482
Deferred income	(5 548 346)	(9 239 645)
	<b>450 455</b>	<b>(17 883 854)</b>

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**NOTES TO THE FINANCIAL STATEMENTS**

Figures in Rand	2021	2020
<b>11. COMMITMENTS</b>		
<b>Operating leases – as lessee (expense)</b>		
<b>Minimum lease payments due</b>		
- within one year	466 598	450 096
- in second to fifth year inclusive	-	466 598
	<b>466 598</b>	<b>916 694</b>

Operating lease payments represent rentals payable by the company for certain of its office properties. Leases are negotiated for an average term of five years.

**12. RELATED PARTIES**

**Relationships**

Common directorship	Production Technologies Association of South Africa NPC  National Technologies Implementation Platform Proprietary Limited
Members of key management	Directors - refer to the directors report

**Related party balances and transactions**

**Related party balances**

**Amounts included in trade receivables (trade payables) regarding related parties**

National Technologies Implementation Platform Proprietary Limited	(6 937 809)	(3 965 734)
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**Related party transactions**

**Project fees - Expense (revenue)**

National Technologies Implementation Platform Proprietary Limited	70 644 386	97 749 926
Production Technologies Association of South Africa NPC	500 000	480 000

**13. DIRECTORS' REMUNERATION**

No emoluments were paid to the directors or any individuals holding a prescribed office during the year.

**Intsimbi Future Production Technologies Initiative NPC**  
**(Registration number: 2007/007719/08)**  
**Financial Statements for the year ended 31 March 2021**

**DETAILED STATEMENT OF SURPLUS AND DEFICIT**

Figures in Rand	Note	2021	2020
<b>REVENUE</b>			
Rendering of services		69 435 406	117 434 809
<b>OTHER INCOME</b>			
Interest received	9	397 014	1 639 187
Gains on disposal of assets		-	93 442
		<b>397 014</b>	<b>1 732 629</b>
<b>OPERATING EXPENSES</b>			
Accounting fees		(14 960)	(26 762)
Advertising		(23 708)	(10 900)
Auditors remuneration		(108 750)	(87 800)
Bank charges		(5 267)	(5 669)
Computer expenses		-	(23 170)
Consulting and professional fees 1		(1 448 665)	(1 140 195)
Depreciation, amortisation and impairments		(9 375 625)	(14 074 864)
Expense 5		(67 166 571)	(86 217 203)
Expense 6		(1 473 615)	(1 941 057)
Expense 8		(1 283 534)	(4 354 386)
Expense 9		1 162 969	(31 474 687)
Insurance		31 690	(167 362)
Lease rentals on operating lease		(504 166)	(470 648)
Municipal expenses		(23 972)	(34 241)
Other consulting and professional fees		(342 000)	(1 653 580)
Printing and stationery		(1 029)	(75 597)
Profit and loss on sale of assets and liabilities		(646 291)	-
Secretarial fees		(500 000)	(480 000)
Staff welfare		-	(4 424)
Travel - local		(23 834)	(223 993)
Travel - overseas		10 354	(173 585)
		<b>(81 736 974)</b>	<b>(142 640 123)</b>
<b>Loss for the year</b>		<b>(11 904 554)</b>	<b>(23 472 685)</b>