MALAGAS RATEPAYERS AND RESIDENTS' ASSOCIATION
ANNUAL FINANCIAL STATEMENTS
FOR THE ELEVEN MONTHS ENDED 30 NOVEMBER 2025

## ASSOCIATION PURPOSE AND OBJECTIVES

The Association , through its predecessor, the Breede Property Owners Association, has been active since 1985.

The Association's purpose is to serve the community in the area of Swellendam Municipality, Ward 3, specifically in the Area from Plot 1, Malagas to the border of Infanta in the east, and the Breede River as the northern boundary, and Potberg in the south, for civic and municipal affairs, the promotion of environmental and water affairs and for the retention of the natural rural character of the Area.

The Association runs a Disaster, Fire and Security operation, and with volunteers, provides a potential disaster review and notification team, and a first responder team of volunteers, covering fire, flooding and other emergencies, while developing a security presence through CCTV's positioned through the Area.

Funding is provided by membership fees and by voluntary donations.

The paid up membership totals in excess of 131 , with the active mailing list around 400, covering official bodies , and the majority of residents and property owners in the Area.

## GENERAL INFORMATION

**Domicile:** The Association is a South African voluntary organisation

**Executive Committee Members:**

Monique Mulder (Chairperson and Treasurer) -appointed 29 December 2024
Tony Davison (Vice Chairman)-appointed 29 December 2024 and resigned 3 November 2025
Ken Wentzel -appointed 29 December 2024
Rene White- appointed 29 December 2024 and resigned effective 4 April 2026
Eric von Oppel (Co-Opted) - 7 May 2024, and appointed 6 February 2025
Oliver Sedgwick (Co-Opted) - 29 December 2024, and again co-opted 6 February 2025
Michael Williams-co-opted on 10 October 2025

| | |
|---|---|
| **Business Address:** | c/o M Mulder,<br>Erf 47, Area 1,<br>Malagas. |
| **Business Contact:** | Monique Mulder <chairman@malgas.org.za> |
| **Web Site:** | **https://www.malgas.org.za/** |
| **Annual Financial Statements Reviewed by:** | A H Davison CA (SA) Membership Number 00132033 |

**Approval**

The annual financial statements set out on pages 1 to 8, have been prepared on a going concern basis, were approved by the Executive committee on ______ February 2026, and were signed on their behalf by:

Monique Mulder
Chairperson

Mike Williams
Committee member

**Reviewers Report**

The Annual Financial Statements were prepared by the Treasurer under the supervision of A H Davison CA (SA).
The Annual Financial Statements, Including noting the Level of Assurance and Preparation set out on page2, are unaudited, were reviewed by A H Davison CA (SA), are subject to the qualification under Accounting Policies notes on page 5, and present fairly, in all material respects, the financial position of the Malagas Ratepayers and Residents. Association as at 30 November 2025, and its financial performance and cash flows for the year ended in accordance with the basis of accounting described in Notes set out on pages 5 to 7.

A H DAVISON CA (SA) 16 March 2026
Membership number 00132033

**Level of Assurance and Preparation:**

These financial statements are presented to members as required by the Constitution of the Association, in terms of the Association's requirements, accounting policies and principles to satisfy the financial information needs of the Constitution.
These financial statements are unaudited, have been prepared by the Treasurer and confirmed by the Executive Committee, who take full responsibility.
As a result, the annual financial statements may not be suitable for another purpose.

Malagas Ratepayers and Residents Association
Annual Financial Statements for the eleven months ended 30 November 2025
Statement of Financial Position as at 30 November 2025

| Figures in Rand | Note (s) | 2025 | 2024 |
|---|---|---|---|
| **Assets** | | | |
| **Property, plant and equipment** | 1 | 8 | 8 |
| **Current Assets** | | 182 372 | 202 574 |
| **Association operations** | | 182 372 | 103 988 |
| Cash | 2 | 0 | 0 |
| Bank balance | 2 | 11 712 | 30 611 |
| Money Market | 2 | 169 680 | 72 277 |
| Sundry Debtors | 3 | 980 | 1 100 |
| Disaster prepayment | | 0 | 0 |
| **Funds held for Special Purposes** | | | |
| Cash and money market | 2 | 0 | 98 586 |
| **Total Assets** | | 182 380 | 202 582 |
| **Equity, Funds and Liabilities** | | | |
| **Members Interests and Reserves** | | | |
| Accumulated Surplus | | 102 348 | 92 157 |
| **Funds held for Special Purposes** | | 77 332 | 98 586 |
| Disaster, Fire and Security Fund | | 0 | 0 |
| Area 1 Nuyshoek Fund | 4.2.3 | 8 165 | 9 085 |
| Community (Nuwedorp Covid and Relocation) Fund | 4.2.2 | 7 331 | 8 131 |
| Jonathon Phillips Fund | 4.2.1 | 20 050 | 20 050 |
| Swellendam Municipality Grant in Aid | 4.2.4 | 41 786 | 61 320 |
| Matjieskloof and Lemoentuin Roads | | 20 000 | 20 000 |
| Security Cameras | | 21 786 | 41 320 |
| **Liabilities** | 5 | 2 700 | 11 839 |
| Trade and other payables | | 200 | 4 739 |
| Members fees in Advance | | 2 500 | 7 100 |
| **Total Equity, Funds and Liabilities** | | 182 380 | 202 582 |

Malagas Ratepayers and Residents Association
Annual Financial Statements for the eleven monthhs ended 30 November 2025

| Figures in Rand | Note (s) | 2025 | 2024 |
|---|---|---|---|
| **Statement of Comprehensive Income** | | | |
| Revenue | 6 | 24 010 | 26 980 |
| Other Income | 7 | 0 | 17 106 |
| Total Income | | 24 010 | 44 086 |
| Operating Expenses | 8 | 24 528 | 78 173 |
| Operating Surplus | | -518 | -37 157 |
| Investment Income | 9 | 10 709 | 12 025 |
| Surplus for the Year | | 10 191 | -25 132 |
| Other Income | 9 | 0 | 0 |
| Total Comprehensive surplus for the year | | 10 191 | -25 132 |

| | 2025 | 2024 |
|---|---|---|
| **Statement of Changes in Equity** | | |
| **Balance at 1 January 2024** | 104 084 | 91 860 |
| Surplus for the year | -25 132 | -51 770 |
| Other comprehensive income | 13 204 | 63 994 |
| **Total Comprehensive income for the year** | -11 928 | 12 224 |
| **Balance at 1 January 2025** | 92 157 | 104 084 |
| Surplus (Deficit) for the year | -518 | -25 132 |
| Other comprehensive income | 10 709 | 13 204 |
| **Total Comprehensive income for the year** | 10 191 | -11 928 |
| **Balance at 30 November 2025** | 102 348 | 92 157 |

**1. Basis of Preparation and summary of significant accounting policies**

The annual financial statements have been prepared on a:

Going concern basis.

In accordance with the accounting policies as set out below.

Historical cost basis.

Presentation in South African Rands.

Eleven month period (previously twelve months) due to a change in year end to 30 November.

The accounting policies are consistent with the previous period.

**1.1 Property, plant and equipment**

Property, plant and equipment are tangible assets which the Association holds for its own use, and which are expected to be used for more than one period. Property, plant and equipment is initially measured at cost

Property, plant and equipment is amortised in the year acquired to a nominal value of R1.Used in Disaster management, for security purposes such as CCTV camera's and are used outdoors, and for administrative functions with a short life.

Maintenance of property, plant and equipment is also amortised in the year of expenditure.

On scrapping or disposal, the remaining cost is amortised, with any recovery credited to amortisation costs.

**1.2 Financial Instruments.**

Financial instruments are short term in nature with a maturity of one year or less, and are maintained at cost.

If there is a fundamental reduction in value, this is recognised as a cost in the income statement.

**1.3 Tax**

The Association operates as a non profit, has no taxable income, and is not registered for normal tax nor Value Added Tax.

**1.4 Impairment of Assets**

All assets are measured at the reporting date, and if any indication that an asset is impaired, its carrying value is reduced and written off in the income statement. Any reversal of value, or increase in value, is not recognised.

**1.5 Provisions and contingencies**

Provisions are recognised when the Association has an obligation at the reporting date, as a result of a past event, and the obligation can reliably be estimated.

**1.6 Revenue**

Donations and membership contributions are recognised when the cash is received by the Association. If the cash received is revenue for a future reporting period, it is treated as Deferred income, and held under current liabilities.

Revenue consists of donations, fundraisers and membership contributions. Interest is recognised, using the effective rate method.

**1.7 Source of revenue**

In common with similar organisations, verifying and controlling funds due, including for fund raising events, may from time to time, be difficult due to the nature of the process being used.

**1.8 Special funds**

**Non Operational purposes**

Funds are received for special and specific non-operational purposes and credited to individual liability accounts.

When expenditure relating to these special fund Accounts, is to be incurred, funds are transferred to the Income Statement to cover the expenditure debited to the appropriate expense accounts.

**Disaster, Fire and Security**

From time to time, funds are received as donations or otherwise for specific operational purposes, such as expenditure on firefighting equipment and running costs, security equipment, first aid assistance and operational costs.

The funds are credited to a separate account and accounted in the balance sheet as a Special funds balance.

When expenditure is to be incurred, funds may be released from the account and credited to the income statement.

**Cash for Special funds**

The cash received supporting the Special Funds are retained specifically for the purpose received.

Interest on the cash is retained to support the cost of administration of the Special Funds.

**1.9 Accounting for Financial Year End**

For practical member purposes, the Annual General Meeting may be held prior to the financial year end. Revenue and expenses, if any, to be received or incurred after the close of the books, are then accrued in the Annual Financial Statements. or if not known, carried forward to the new financial year.
These Annual Financial Statements are through to 30 November 2025, the new finacial year end.

| Figures in Rand | 2025 | 2024 |
|---|---|---|

## 1. Property, plant and Equipment

| | 2025 | | | | 2024 | | |
|---|---|---|---|---|---|---|---|
| | Cost | Accumulated Depreciation and impairment | Carrying Value | | Cost | Accumulated Depreciation and Amortisation | Carrying Value |
| Fire fighting equipment | 107 269 | 107 266 | 3 | | 107 269 | 107 266 | 3 |
| Security radios and equipment | 10 563 | 10 561 | 2 | | 10 563 | 10 561 | 2 |
| Security gate | 55 977 | 55 976 | 1 | | 55 977 | 55 976 | 1 |
| CCTV and Equipment | 101 305 | 101 303 | 2 | | 101 305 | 101 303 | 2 |
| *Disaster, Fire and Security* | *275 114* | *275 106* | *8* | *0* | *275 114* | *275 106* | *8* |
| Office and IT equipment | 0 | 0 | 0 | 2 | 0 | 0 | 0 |
| **Total** | 275 114 | 275 106 | 8 | 2 | 275 114 | 275 106 | 8 |

## 2. Cash and cash equivalents are

| | 2025 | 2024 |
|---|---|---|
| **Operational cash and cash equivalents** | | |
| Cash on hand | 0 | 0 |
| Bank balances | 11 712 | 30 611 |
| Money Funds | 92 348 | 72 277 |
| **Total** | 104 060 | 102 888 |
| **Special Funds** | | |
| Cash on hand | 0 | 0 |
| Bank balances | 0 | 0 |
| Money Funds | 77 332 | 98 586 |
| **Total** | 77 332 | 98 586 |
| **Combined Total** | 181 392 | 201 474 |

## 3. Current Assets/Receivables

| | 2025 | 2024 |
|---|---|---|
| Sundry Debtors | 980 | 1 100 |

## 4. Funds held for Special Purposes

| | 2025 | 2024 |
|---|---|---|
| 4.1 **Operational** | | |
| 4.1.1 Disaster, Fire and Security Fund | 0 | 0 |
| 4.2 **Non Operational** | | |
| 4.2.1 Jonathon Phillips Fund | 20 050 | 20 050 |
| 4.2.2 Community (Nuwedorp Covid and Relocation) Fund | 7 331 | 8 131 |
| 4.2.3 Area 1 Fund | 8 165 | 9 085 |
| 4.2.4 Swellendam Municipality Grant in Aid | 41 786 | 61 320 |
| 4.2.4.1 Matjieskloof and Lemoentuin Roads | 20 000 | 20 000 |
| 4.2.4.2 Security Cameras | 21 786 | 41 320 |
| Grant in Aid Received | 50 000 | 50 000 |
| Expenditure | 28 214 | 8 680 |
| **Total** | 77 332 | 98 586 |
| **Combined Total** | 77 332 | 98 586 |

## 5. Current Liabilities

| | 2025 | 2024 |
|---|---|---|
| 5.1 Membership fees in advance | 2 500 | 7 100 |
| 5.2 Other funds received in advance | 0 | 0 |
| 5.3 Trade and other payables | 200 | 4 739 |
| **Total** | **2 700** | **11 839** |

Malagas Ratepayers and Residents Association
Annual Financial Statements for the eleven months ended 30 November 2025.
Notes to the Financial Statements

| Figures in Rand | 2025 | 2023 |
|---|---|---|
| **6. Revenue** | | |
| 6.1 Members contributions | 24 010 | 26 980 |
| 6.2 Voluntary Donations | 0 | 0 |
| **Total** | **24 010** | **26 980** |
| **7. Other Income** | | |
| 7.1 General Donations - transfer from Disaster, Fire and Security Fund | 0 | 17 106 |
| 7.2 Sundry | 0 | 0 |
| **Total** | 0 | 17 106 |
| **8. Operating Expenses** | | |
| Operating expenses include the following expenses | | |
| 8.1 Amortisation and impairment of other fixed assets | 0 | 0 |
| 8.2 Amortisation and impairment of Disaster, Fire and Security fixed assets | 0 | 0 |
| **Total** | **0** | **0** |
| **9. Investment Income** | | |
| Interest Received- Bank | 13 | 308 |
| Interest Received- Money market | 10 696 | 11 717 |
| **Total** | **10 709** | **12 025** |

**10. Taxation**

There is no apparent taxable income.

**11. Contingencies**

There might be consultancy fees for work in progress on Special Rates Area (CID Process).
These may be billed during the period of the application/processing/implementation.

**12. Equipment Use Agreement**

The Association has entered into an Equipment Use Agreement with Swellendam Municiplaity on 25 August 2024, for the use of 2 Firefighting Skids at no charge.
The MRRA are responsible for the upkeep thereof.
The Agreement can be cancelled by either party with 14 days written notice.

Malagas Ratepayers and Residents Association

Annual Financial Statements for thn eleven months ended 30 November 2025

Detailed Income Statement

| Figures in Rand | Note(s) | 2025 | 2024 |
|---|---|---|---|
| **Association Operations** | | | |
| **Revenue** | 6 | | |
| Members Contributions | | 24 010 | 26 980 |
| Voluntary Donations | | 0 | 0 |
| Sundry Income | 7 | 0 | 0 |
| **Total Revenue** | | 24 010 | 26 980 |
| Income from Investments | 9 | 10 709 | 13 204 |
| **Total Income** | | 34 719 | 40 184 |
| **Expenses** | | | |
| Amortisation -office equipment | 8 | 0 | 0 |
| Annual General Meeting Costs | | 4 178 | 3 378 |
| Bank Charges | | 372 | 72 |
| Consultancy Fees-Constitution | | 0 | 13 662 |
| Consultancy Fees - Rates reduction | 7 | 0 | 0 |
| Consultancy Fees - external | | 2 696 | 0 |
| Legal Fees - recoveries | | 0 | 0 |
| Municipality Liason | | 0 | 0 |
| Server and Hosting Costs | | 5 787 | 16 133 |
| Stationery and Printing- previous year recovery | | 0 | 0 |
| Subscriptions-microsoft | | 1 499 | 1 499 |
| **Total expenses** | | 14 532 | 34 744 |
| **Surplus (Loss) from Association Operations** | | 20 187 | 5 440 |
| **Disaster, Fire and Security activities** | | | |
| **Revenue** | | | |
| Donations transferred from Disaster, Fire and Security Fund | | 0 | 17 106 |
| Other income | | 0 | 0 |
| **Total Revenue** | | 0 | 17 106 |
| **Expenses** | | | |
| Amortisation - Cameras | 8 | 0 | 0 |
| Amortisation - Fire equipment | 8 | 0 | 0 |
| Camera Network charge | | 0 | 15 839 |
| Fire fighting equipment maintenance | | 2 361 | 0 |
| Fire fighting Consumables | | 0 | 0 |
| Fire fighting service - licences | | 0 | 0 |
| First Aid Kit | | 0 | 4 190 |
| Radio and security cameras maintenance and consumables | | -4 739 | 14 444 |
| Radio network | | 12 374 | 0 |
| **Total expenses** | | 9 996 | 34 473 |
| **Surplus (Loss) from Disaster, Fire and Security operations** | | -9 996 | -17 367 |
| **Association Surplus (Loss) for the year** | | 10 191 | -11 927 |
| **Association Accumulated Funds at 1 January 2025** | | 92 157 | 104 084 |
| **Association Accumulated Funds at 30 November 2025** | | 102 348 | 92 157 |