

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
**(REGISTRATION NUMBER 2005/036286/08)**  
**ANNUAL FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**GENERAL INFORMATION**

---

|  |  |
|--|--|
| <b>Country of incorporation and domicile</b>       | South Africa   |
| <b>Nature of business and principal activities</b> | District improvement   |
| <b>Directors</b>                                   | GM Noonan<br>JH Van Zyl<br>GRP Ferreira<br>MC Rust<br>CW Toerien   |
| <b>Registered office</b>                           | Unit 34, Blackheath Small Business Centre<br>10 Station Road<br>Blackheath<br>Western Cape<br>7580                                       |
| <b>Business address</b>                            | Unit 34, Blackheath Small Business Centre<br>10 Station Road<br>Blackheath<br>Western Cape<br>7580                                       |
| <b>Postal address</b>                              | PO Box 12<br>Blackheath<br>Western Cape<br>7581  |
| <b>Bankers</b>                                     | Standard Bank  |
| <b>Auditors</b>                                    | C2M Chartered Accountants Incorporated<br>Chartered Accountants (SA)<br>Registered Auditors<br>IRBA No. 958662                           |
| <b>Company registration number</b>                 | 2005/036286/08   |
| <b>Tax reference number</b>                        | 9297/979/15/6  |
| <b>Level of assurance</b>                          | These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa. |
| <b>Preparer</b>                                    | The annual financial statements were independently compiled by:<br>MD Dreyer<br>Professional Accountant (SA)                             |
| <b>Issued</b>                                      | 21 August 2025   |

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**INDEX**

---

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

|   | <b>Page</b> |
|---|-------------|
| Directors' Responsibilities and Approval  | 3           |
| Directors' Report   | 4           |
| Independent Auditor's Report  | 5 - 6       |
| Statement of Financial Position   | 7           |
| Statement of Comprehensive Income   | 8           |
| Statement of Changes in Equity  | 9           |
| Statement of Cash Flows   | 10          |
| Accounting Policies   | 11 - 13     |
| Notes to the Annual Financial Statements  | 14 - 15     |
| The following supplementary information does not form part of the annual financial statements and is unaudited: |             |
| Detailed Income Statement   | 16 - 17     |

## **DIRECTORS' RESPONSIBILITIES AND APPROVAL**

---

The directors are required by the Companies Act of South Africa, 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 company 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 International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors 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 directors have reviewed the company's cash flow forecast for the year to 30 June 2026 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on page 5 to 6.

The annual financial statements set out on pages 7 to 15, which have been prepared on the going concern basis, were approved by the directors on 21 August 2025 and were signed on its behalf by:

  
\_\_\_\_\_  
GM Noonan  
\_\_\_\_\_  
GRP Ferreira

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**DIRECTORS' REPORT**

---

The directors have pleasure in submitting their report on the annual financial statements of Blackheath City Improvement District NPC for the year ended 30 June 2025.

**1. Business activities**

The company provides supplementary public safety, cleansing, maintenance services, environmental development, social development and communications in the Blackheath area.

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

**2. Review of financial results and activities**

The financial statements have been prepared in accordance with the IFRS for SMEs Accounting Standard and the requirements of the Companies Act 71 of 2008.

During the year under review the company operated independently of any shared services. The main business and operations of the company during the year under review has continued as in the past year and we have nothing further to report thereon.

The financial statements adequately reflect the results of the operations of the company for the year under review and no further explanations are considered necessary.

**3. Directors**

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

**Directors**

GM Noonan  
JH Van Zyl  
GRP Ferreira  
MC Rust  
CW Toerien

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

**4. Events after the reporting period**

There have been no facts or circumstances of a material nature that have occurred between the reporting date and the date of this report that have a material impact on the financial position of the company at the reporting date.

**5. Going concern**

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The 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.

## INDEPENDENT AUDITOR'S REPORT

### To the Shareholder of Blackheath City Improvement District NPC

#### Opinion

We have audited the annual financial statements of Blackheath City Improvement District NPC (the company) set out on pages 7 to 15, which comprise the statement of financial position as at 30 June 2025, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Blackheath City Improvement District NPC as at 30 June 2025, 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Annual 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 annual 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 "Blackheath City Improvement District NPC annual financial statements for the year ended 30 June 2025", which includes the Directors' Report as required by the Companies Act of South Africa and the supplementary information as set out on pages 16 to 17. The other information does not include the annual financial statements and our auditor's report thereon.

Our opinion on the annual financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



## INDEPENDENT AUDITOR'S REPORT

---

### Responsibilities of the Directors for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with the 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 annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual 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 Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual 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 annual 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 annual 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 annual 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 annual financial statements, including the disclosures, and whether the annual 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.



**R Ariefdien**  
**Chartered Accountant (SA)**  
**Registered Auditor**  
**Director**

**21 August 2025**

**Tygerforum B**  
**53 Willie van Schoor Drive**  
**Tygervalley**  
**7530**



**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025**

| Figures in Rand                     | Note(s) | 2025             | 2024             |
|-------------------------------------|---------|------------------|------------------|
| <b>Assets</b>                       |         |                  |                  |
| <b>Non-Current Assets</b>           |         |                  |                  |
| Property, plant and equipment       | 2       | 282 332          | 264 891          |
| <b>Current Assets</b>               |         |                  |                  |
| Trade and other receivables         | 3       | 54 496           | -                |
| Cash and cash equivalents           | 4       | 1 800 310        | 2 077 213        |
|                                     |         | <b>1 854 806</b> | <b>2 077 213</b> |
| <b>Total Assets</b>                 |         | <b>2 137 138</b> | <b>2 342 104</b> |
| <b>Equity and Liabilities</b>       |         |                  |                  |
| <b>Equity</b>                       |         |                  |                  |
| Non-distributable Reserve           |         | 2 136 138        | 2 310 427        |
| <b>Liabilities</b>                  |         |                  |                  |
| <b>Current Liabilities</b>          |         |                  |                  |
| Trade and other payables            | 5       | 1 000            | 31 677           |
| <b>Total Equity and Liabilities</b> |         | <b>2 137 138</b> | <b>2 342 104</b> |



**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**STATEMENT OF COMPREHENSIVE INCOME**

| Figures in Rand   | Note(s) | 2025             | 2024           |
|---|---------|------------------|----------------|
| Revenue   | 6       | 4 603 469        | 4 116 758      |
| Other income  | 7       | 191 376          | 147 273        |
| Expenditure   |         | (4 969 134)      | (4 155 533)    |
| <b>Surplus/Deficit from operations</b>                      |         | <b>(174 289)</b> | <b>108 498</b> |
| <b>(Deficit) / surplus for the year</b>                     |         | <b>(174 289)</b> | <b>108 498</b> |
| Other comprehensive income                                  |         | -                | -              |
| <b>Total comprehensive (deficit) / surplus for the year</b> |         | <b>(174 289)</b> | <b>108 498</b> |

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**STATEMENT OF CHANGES IN EQUITY**

| <b>Figures in Rand</b>                          | <b>Non<br/>Distributable<br/>Reserve</b> | <b>Total equity</b> |
|---|--|---------------------|
| <b>Balance at 01 July 2023</b>                  | <b>2 201 929</b>                         | <b>2 201 929</b>    |
| Surplus for the year                            | 108 498                                  | 108 498             |
| Other comprehensive surplus                     | -  | -                   |
| <b>Total comprehensive income for the year</b>  | <b>108 498</b>                           | <b>108 498</b>      |
| <b>Balance at 01 July 2024</b>                  | <b>2 310 427</b>                         | <b>2 310 427</b>    |
| Deficit for the year                            | (174 289)                                | (174 289)           |
| Other comprehensive income                      | -  | -                   |
| <b>Total comprehensive deficit for the year</b> | <b>(174 289)</b>                         | <b>(174 289)</b>    |
| <b>Balance at 30 June 2025</b>                  | <b>2 136 138</b>                         | <b>2 136 138</b>    |

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**STATEMENT OF CASH FLOWS**

| Figures in Rand                             | Note(s) | 2025             | 2024             |
|---|---------|------------------|------------------|
| <b>Cash flows from operating activities</b> |         |                  |                  |
| Cash receipts                               |         | 4 740 350        | 4 015 106        |
| Cash paid to suppliers and employees        |         | (4 797 895)      | (3 881 510)      |
| Cash used in operations                     | 10      | (57 545)         | 133 596          |
| <b>Net cash from operating activities</b>   |         | <b>(57 545)</b>  | <b>133 596</b>   |
| <b>Cash flows from investing activities</b> |         |                  |                  |
| Purchase of plant and equipment             | 2       | (219 358)        | (203 493)        |
| <b>Total cash movement for the year</b>     |         | <b>(276 903)</b> | <b>77 376</b>    |
| Cash at the beginning of the year           |         | 2 077 213        | 1 999 837        |
| <b>Total cash at end of the year</b>        | 4       | <b>1 800 310</b> | <b>2 077 213</b> |

## **ACCOUNTING POLICIES**

---

### **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 International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act of South Africa. The annual financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with 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.

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 surplus or shortfall 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.

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:

---

| <b>Item</b>            | <b>Depreciation method</b> | <b>Average useful life</b> |
|------------------------|----------------------------|----------------------------|
| CCTV cameras           | Straight line              | 5 years                    |
| Furniture and fixtures | Straight line              | 5 years                    |
| IT equipment           | Straight line              | 5 years                    |
| Office equipment       | Straight line              | 5 years                    |
| Plant and equipment    | Straight line              | 5 years                    |
| Vehicles               | Straight line              | 5 years                    |

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.

## **ACCOUNTING POLICIES**

---

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

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 surplus or shortfall 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 surplus or shortfall 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 surplus or shortfall) 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. They 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 shortfall.

### **1.4 Tax**

#### **Tax expenses**

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense. The NPC meets the criteria for the exemption under section 10(1)(cN).

### **1.5 Impairment of assets**

The company assesses at each reporting date whether there is any indication that property, plant and equipment or intangible assets or goodwill or investment property on the cost model may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its 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.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

### **1.6 Government grants**

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.

## **ACCOUNTING POLICIES**

---

### **1.7 Borrowing costs**

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

### **1.8 Revenue**

Revenue comprises revenue income from ratepayers which is collected by the City of Cape Town on the entity's behalf, net of retention revenue retained.

### **1.9 Finance income**

Finance income comprises interest income on funds invested. Interest income is recognised as it accrues, using the effective interest method.

### **1.10 Unauthorised, irregular and fruitless and wasteful Expenditure**

Unauthorised, irregular and fruitless and wasteful Expenditure is accounted for as an expense in the statement of financial performance classified in accordance with the nature of the expense. Where recovered it is subsequently accounted for as other income.

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**

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

**2. Property, plant and equipment**

|                        | 2025                |   |                | 2024                |   |                |
|------------------------|---------------------|---|----------------|---------------------|---|----------------|
|                        | Cost or revaluation | Accumulated depreciation and impairment | Carrying value | Cost or revaluation | Accumulated depreciation and impairment | Carrying value |
| CCTV cameras           | 1 276 381           | (1 056 995)                             | 219 386        | 1 077 923           | (888 002)                               | 189 921        |
| Furniture and fixtures | 83 709              | (45 415)                                | 38 294         | 67 289              | (35 824)                                | 31 465         |
| IT equipment           | 100 913             | (97 055)                                | 3 858          | 100 913             | (79 309)                                | 21 604         |
| Office equipment       | 43 976              | (23 189)                                | 20 787         | 39 111              | (17 217)                                | 21 894         |
| Plant and equipment    | 34 788              | (34 783)                                | 5              | 34 788              | (34 783)                                | 5              |
| Vehicles               | 65 434              | (65 432)                                | 2              | 65 434              | (65 432)                                | 2              |
| <b>Total</b>           | <b>1 605 201</b>    | <b>(1 322 869)</b>                      | <b>282 332</b> | <b>1 385 458</b>    | <b>(1 120 567)</b>                      | <b>264 891</b> |

**Reconciliation of property, plant and equipment - 2025**

|                        | Opening balance | Additions      | Depreciation     | Closing balance |
|------------------------|-----------------|----------------|------------------|-----------------|
| CCTV Cameras           | 189 921         | 198 458        | (168 608)        | 219 386         |
| Furniture and fixtures | 31 465          | 16 420         | (9 591)          | 38 294          |
| IT equipment           | 21 604          | -              | (17 746)         | 3 858           |
| Office equipment       | 21 894          | 4 866          | (5 973)          | 20 787          |
| Plant and equipment    | 5               | -              | -                | 5               |
| Vehicles               | 2               | -              | -                | 2               |
|                        | <b>264 891</b>  | <b>219 744</b> | <b>(201 918)</b> | <b>282 332</b>  |

**Reconciliation of property, plant and equipment - 2024**

|                        | Opening balance | Additions      | Depreciation     | Closing balance |
|------------------------|-----------------|----------------|------------------|-----------------|
| CCTV Cameras           | 145 040         | 158 124        | (113 243)        | 189 921         |
| Furniture and fixtures | 7 847           | 30 674         | (7 056)          | 31 465          |
| IT equipment           | 50 179          | -              | (28 575)         | 21 604          |
| Office equipment       | 11 901          | 14 695         | (4 702)          | 21 894          |
| Plant and equipment    | 5               | -              | -                | 5               |
| Vehicles               | 2               | -              | -                | 2               |
|                        | <b>214 974</b>  | <b>203 493</b> | <b>(153 576)</b> | <b>264 891</b>  |

**3. Trade and other receivables**

|     |        |   |
|-----|--------|---|
| VAT | 54 496 | - |
|-----|--------|---|

**4. Cash and cash equivalents**

Cash and cash equivalents consist of:

|                      |                  |                  |
|----------------------|------------------|------------------|
| Bank balances        | 39 298           | 216 177          |
| Money Market Account | 1 761 012        | 1 861 036        |
|                      | <b>1 800 310</b> | <b>2 077 213</b> |

**5. Trade and other payables**

|                |       |        |
|----------------|-------|--------|
| Trade payables | 1 000 | 31 677 |
|----------------|-------|--------|

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**

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

**6. Revenue**

|   |                  |                  |
|---|------------------|------------------|
| Revenue - Additional Rates Received           | 4 256 013        | 4 015 106        |
| Revenue – Additional Rates Retention Received | 347 456          | 101 652          |
|   | <b>4 603 469</b> | <b>4 116 758</b> |

**7. Other income**

|                     |                |                |
|---------------------|----------------|----------------|
| Donations (Storage) | 41 400         | -              |
| Finance income      | 149 976        | 147 273        |
|                     | <b>191 376</b> | <b>147 273</b> |

During the 2025 financial year the entity received a donation in the form of storage space from Derprops 113 (Pty) Ltd for which the Blackheath CID does not pay for. The donations are declared to SARS on a timely basis. And Derprops 113 (Pty) Ltd receives the deduction for the donation in terms of S18A.

**8. Auditor's remuneration**

|      |        |        |
|------|--------|--------|
| Fees | 18 885 | 13 550 |
|------|--------|--------|

**9. Taxation**

**Non provision of tax**

No provision has been made for 2025 tax as the company is exempt from income tax under section 10(1)(cN) of the Income Tax Act.

**10. Cash (used in) generated from operations**

|  |                  |                |
|--|------------------|----------------|
| Net (deficit) / surplus before taxation                              | (174 289)        | 108 498        |
| <b>Adjustments for:</b>  |                  |                |
| Depreciation, amortisation, impairments and reversals of impairments | 201 918          | 153 576        |
| Investment income  | (149 976)        | (147 273)      |
| <b>Changes in working capital:</b>                                   |                  |                |
| (Increase) decrease in trade and other receivables                   | (54 495)         | -              |
| (Increase) decrease in prepayments                                   | -                | 2 122          |
| Increase (decrease) in trade and other payables                      | (30 679)         | 16 673         |
|  | <b>(207 521)</b> | <b>133 596</b> |

**11. Related parties**

**Amounts received from the City of Cape Town**

**Related party transactions**

|                            |           |           |
|----------------------------|-----------|-----------|
| Revenue services rendered  | 4 256 013 | 4 015 106 |
| Revenue retention refunded | 347 456   | 101 652   |

**12. Fruitless, unauthorised, irregular and wasteful expenditure**

Unauthorised expenditure refers to any spending by the CID that doesn't comply with its approved budget or relevant regulations. This includes overspending, using funds for purposes other than those originally approved. No such expenditure was identified.



**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
(REGISTRATION NUMBER: 2005/036286/08)  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**DETAILED INCOME STATEMENT**

| Figures in Rand                               | Note(s) | 2025             | 2024             |
|---|---------|------------------|------------------|
| <b>Revenue</b>                                |         |                  |                  |
| Revenue – Additional Rates Received           |         | 4 256 013        | 4 015 106        |
| Revenue – Additional Rates Retention Received |         | 347 456          | 101 652          |
|   | 6       | <b>4 603 469</b> | <b>4 116 758</b> |
| <b>Other income</b>                           |         |                  |                  |
| Donation - Storage facility                   |         | 41 400           | -                |
| Finance income                                |         | 149 976          | 147 273          |
|   |         | <b>191 376</b>   | <b>147 273</b>   |
| <b>Operating expenses</b>                     |         |                  |                  |
| Accounting fees                               |         | (18 735)         | (18 280)         |
| Additional cleansing                          |         | (120 000)        | (138 000)        |
| Administration and management fees            |         | -                | (10 500)         |
| Advertising costs                             |         | (4 407)          | (4 325)          |
| Auditors remuneration                         | 8       | (18 885)         | (13 550)         |
| Bank charges                                  |         | (9 812)          | (9 679)          |
| Catering & Food                               |         | (1 848)          | (871)            |
| Cleansing services                            |         | (819 253)        | (777 674)        |
| Communication                                 |         | (3 808)          | (3 232)          |
| Computer expenses                             |         | (9 779)          | (6 010)          |
| Contingency / Sundry                          |         | (13 419)         | (26 276)         |
| Depreciation                                  |         | (201 918)        | (153 576)        |
| Donations                                     |         | (15 091)         | -                |
| Employee cost                                 |         | (1 436 984)      | (1 406 106)      |
| Environmental Upgrading                       |         | (30 000)         | (153 593)        |
| Greening projects                             |         | (34 824)         | (100 000)        |
| Happy Valley Grade "R" School                 |         | (85 523)         | (123 348)        |
| Insurance                                     |         | (36 727)         | (33 716)         |
| Law Enforcement Officers                      |         | (238 020)        | (225 612)        |
| Marketing and promotions                      |         | (5 990)          | (8 452)          |
| Meeting expenses                              |         | (738)            | (4 174)          |
| Minor tools & equipment                       |         | (921)            | (12 791)         |
| Motor vehicle expenses                        |         | (24 404)         | (12 116)         |
| Office cleaning costs                         |         | (24 898)         | (33 202)         |
| Office rental                                 |         | (75 360)         | (69 768)         |
| Postage & Courier                             |         | (617)            | -                |
| Printing / stationery / photographic          |         | (8 348)          | (4 417)          |
| Protective clothing                           |         | (30 167)         | (20 472)         |
| Public Safety                                 |         | (384 363)        | (362 750)        |
| Public Safety - CCTV Monitoring               |         | (60 272)         | (60 040)         |
| Public Safety - Incident Desk                 |         | (41 194)         | (39 053)         |
| Refreshments and Teas                         |         | (2 227)          | (1 536)          |
| Repairs and maintenance                       |         | (94 900)         | (120 000)        |
| Social upliftment                             |         | (17 909)         | (31 571)         |
| Storage costs (donation)                      |         | (41 400)         | -                |
| Telecommunication                             |         | (31 294)         | (31 149)         |
| Training                                      |         | (16 560)         | (9 694)          |
| Utilities (CCT)                               |         | (12 000)         | -                |
| Verge upgrades                                |         | (996 539)        | (130 000)        |

**BLACKHEATH CITY IMPROVEMENT DISTRICT NPC**  
 (REGISTRATION NUMBER: 2005/036286/08)  
 ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

**DETAILED INCOME STATEMENT**

| Figures in Rand                | Note(s) | 2025               | 2024               |
|--------------------------------|---------|--------------------|--------------------|
|                                |         | <u>(4 969 134)</u> | <u>(4 155 533)</u> |
| Deficit / Surplus for the year |         | <u>(174 289)</u>   | <u>108 498</u>     |