

**WILDLIFE AND ENVIRONMENT  
SOCIETY OF SOUTH AFRICA (RF) NPC  
Registration No. 1933/004658/08  
(Incorporated Association not for Gain)  
and its Subsidiaries  
Non-Profit Organisation Number 000716 NPO**

**AUDITED ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 March 2017**

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC  
(Incorporated Association not for Gain) and its Subsidiaries  
Registration number: 1933/004658/08**

**AUDITED ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 March 2017**

<b>CONTENTS</b>	<b>Pages</b>
Directors' statement of responsibility	2
Preparer of the annual financial statements	2
Directors' approval of the annual financial statements	2
Corporate governance statement	3
Independent auditors' report	4 - 6
Directors' report	7 - 8
Specific funds statements of surplus or deficit and other comprehensive income	9
General funds statements of surplus or deficit and other comprehensive income	10 - 11
Statements of financial position	12
Statements of changes in funds and reserve	13 - 14
Statements of cash flows	15
Accounting policies	16 - 19
Notes to the annual financial statements	20 - 29
 Annexure:	
A: Analysis of specific funds income and expenditure	30 - 33

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC  
(Incorporated Association not for Gain) and its Subsidiaries**

**SPECIFIC FUNDS STATEMENTS OF SURPLUS OR DEFICIT AND OTHER COMPREHENSIVE INCOME  
for the year ended 31 March 2017**

	<u>Note</u>	<u>Company</u>		<u>Group</u>	
		<u>2017</u> R	<u>2016</u> R	<u>2017</u> R	<u>2016</u> R
<b>Income</b>		83 456 826	76 852 679	83 456 826	76 852 679
Project income		83 456 826	76 852 679	83 456 826	76 852 679
<b>Expenditure</b>		83 456 826	76 852 679	83 456 826	76 852 679
Administration and office expenses		2 645	5 068	2 645	5 068
Auditors' remuneration		554 848	287 959	554 848	287 959
Computer expenses		85 730	29 747	85 730	29 747
Conferences, seminars and workshops		2 165 865	513 158	2 165 865	513 158
Course fees		1 375 236	2 153 535	1 375 236	2 153 535
Education and training		17 631 021	18 762 258	17 631 021	18 762 258
Entertainment		-	317	-	317
Equipment hire		390 182	214 207	390 182	214 207
Insurance		10 465	-	10 465	-
Interest and finance charges		-	6 238	-	6 238
Management fees		11 369 539	5 355 131	11 369 539	5 355 131
Marketing expenses		602 887	125 064	602 887	125 064
Membership and registration fees		215 407	177 068	215 407	177 068
Motor vehicle expenses		2 509	-	2 509	-
Office equipment expenses		534 712	297 363	534 712	297 363
Printing, stationery and postage		369 947	557 148	369 947	557 148
Professional fees		17 540 119	21 065 310	17 540 119	21 065 310
Project Management		7 543 842	14 455 643	7 543 842	14 455 643
Project operating expenses		4 438 092	941 556	4 438 092	941 556
Resources		123 272	219 388	123 272	219 388
Salaries and wages		12 173 815	6 434 359	12 173 815	6 434 359
Telephone		265 920	276 149	265 920	276 149
Transfers to third parties		113 060	895 661	113 060	895 661
Travel, accommodation and transport		5 947 714	4 080 352	5 947 714	4 080 352
<b>Total specific funds surplus or deficit and other comprehensive income for the year</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC**  
**(Incorporated Association not for Gain) and its Subsidiaries**

**GENERAL FUNDS STATEMENTS OF SURPLUS OR DEFICIT AND OTHER COMPREHENSIVE INCOME**  
**for the year ended 31 March 2017**

	<u>Note</u>	<u>Company</u>		<u>Group</u>	
		<u>2017</u> R	<u>2016</u> R	<u>2017</u> R	<u>2016</u> R
<b>Income</b>		48 058 367	44 191 624	48 551 869	44 650 459
Administration and management fees		11 137 109	5 142 282	11 137 109	5 142 282
Bequests, donations and grants		2 801 618	2 730 821	3 177 107	3 068 806
Course fees		3 123 753	3 614 887	3 123 753	3 614 887
Education centre income		5 986 333	4 847 271	5 986 333	4 847 271
Fair value adjustment – biological assets		-	-	-	18 000
Investment income		3 280 008	3 105 754	3 280 008	3 105 754
Marketing income		368 776	424 142	368 776	424 142
Membership income		751 354	652 479	751 354	652 479
Other income		1 644 087	1 510 920	1 644 087	1 510 920
Profit on sale of property, plant & equipment		166 464	133 933	166 464	133 933
Specific Project Recoveries		17 378 052	20 217 708	17 378 052	20 217 708
Registration fees		1 218 859	1 396 848	1 218 859	1 396 848
Rental income		117 403	156 523	235 413	259 376
Sales		84 554	258 053	84 554	258 053
<b>Expenditure</b>		47 804 331	43 331 911	48 097 722	43 491 325
Administration and office expenses		1 219 802	416 074	1 257 349	449 870
Auditors' remuneration		778 000	702 850	778 000	702 850
Bad debts		-	150 837	-	150 837
Building maintenance		468 576	638 005	548 429	722 183
Computer expenses		607 676	567 510	607 676	567 510
Conferences, seminars and workshops		880 989	238 620	880 989	238 620
Course fees		923 299	-	923 299	-
Depreciation	3	1 390 338	1 363 463	1 390 338	1 363 463
Education centre expenses		1 300 259	956 454	1 300 259	956 454
Entertainment		1 375	10 725	1 375	10 725
Equipment hire		261 574	157 133	261 574	157 133
Fair value adjustment – biological assets		-	-	165 000	-
Insurance		584 896	674 049	590 692	681 001
Interest and finance charges		95 629	146 591	95 629	146 591
Magazines and newsletters		-	234 404	-	234 404
Marketing expenses		488 171	346 286	488 171	346 286
Membership and registration fees		246 701	111 006	246 701	111 006
Motor vehicle expenses		816 972	678 140	816 972	678 140
Office equipment expenses		1 252 760	1 127 786	1 252 760	1 127 786
Other staff costs		524 857	456 647	530 051	468 119
Printing, stationery and postage		574 152	967 529	574 152	967 529
Sub-total carried forward		12 416 028	9 944 108	12 709 418	10 080 506

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC**  
(Incorporated Association not for Gain) and its Subsidiaries

**GENERAL FUNDS STATEMENTS OF SURPLUS OR DEFICIT AND OTHER COMPREHENSIVE INCOME**  
(continued)  
for the year ended 31 March 2017

	<u>Notes</u>	<u>Company</u>		<u>Group</u>	
		<u>2017</u> R	<u>2016</u> R	<u>2017</u> R	<u>2016</u> R
Sub-total brought forward		12 416 028	9 944 108	12 709 418	10 080 506
Professional consulting fees		424 306	1 066 202	424 306	1 089 218
Project operating expenses		-	156 589	-	156 589
Resources		335 992	36 177	335 992	36 177
Salaries and wages	1	32 135 084	30 081 923	32 135 084	30 081 923
Telephone		762 830	852 113	762 830	852 113
Travel, accommodation and transport		1 730 091	1 194 798	1 730 093	1 194 798
<b>Surplus before tax</b>		<u>254 037</u>	<u>859 711</u>	<u>454 145</u>	<u>1 159 134</u>
<b>Taxation expense</b>	17	-	-	(7 607)	-
<b>Surplus after tax for the year</b>		<u>254 037</u>	<u>859 711</u>	<u>446 537</u>	<u>1 159 134</u>
<b>Other comprehensive income</b>					
Revaluation of investments to fair value		1 044 434	11 568 487	1 044 434	11 568 487
Appropriations or funds		(550 000)	-	(550 000)	-
<b>Total comprehensive income for the year</b>	1	<u>748 471</u>	<u>12 428 198</u>	<u>940 972</u>	<u>12 727 621</u>

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC**  
(Incorporated Association not for Gain) and its Subsidiaries

**STATEMENTS OF FINANCIAL POSITION**  
as at 31 March 2017

	<u>Notes</u>	<u>Company</u>		<u>Group</u>	
		<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
		R	R	R	R
<b>ASSETS</b>					
<b><u>Non-current assets</u></b>					
		59 414 787	58 451 135	59 951 125	59 152 474
Property, plant and equipment	2	9 061 894	9 152 346	9 333 860	9 424 313
Biological assets	3	-	-	188 000	353 000
Goodwill		-	-	82 151	82 151
Investment in subsidiaries	4	5 779	5 779	-	-
Other investments	5	49 394 950	48 320 846	49 394 950	48 320 846
Loan receivable	6	952 164	972 164	952 164	972 164
<b><u>Current assets</u></b>					
		79 656 452	60 092 403	79 474 415	59 883 199
Inventories	7	156 579	144 825	156 579	144 825
Accounts receivables	8	6 284 843	8 030 094	6 284 889	8 030 140
Loan to subsidiaries	4	182 082	209 250	-	-
Fixed deposit		10 150 000	-	10 150 000	-
Bank balances and cash		62 882 947	51 708 234	62 882 947	51 708 234
		<u>139 071 239</u>	<u>118 543 538</u>	<u>139 425 541</u>	<u>119 035 673</u>
<b>FUNDS AND LIABILITIES</b>					
<b><u>Funds and reserve</u></b>					
		76 641 583	75 893 116	77 664 206	76 723 234
General funds		22 665 908	22 411 875	23 668 532	23 241 993
Non-distributable reserve		13 962 500	13 962 500	13 962 500	13 962 500
Other non-distributable reserve		5 422 089	5 972 089	5 422 089	5 972 089
Fair value reserve		34 591 086	33 546 652	34 591 086	33 546 652
<b><u>Non-current liabilities</u></b>					
		1 269 441	1 638 997	1 269 444	1 638 997
Capitalised finance lease liability	9	55 852	304 264	55 855	304 264
Loan payable	6	1 213 589	1 334 733	1 213 589	1 334 733
<b><u>Current liabilities</u></b>					
		61 160 215	41 011 425	60 491 890	40 673 442
Funds received in advance	10	52 069 832	32 543 308	52 069 826	32 543 308
Current portion of finance lease liability	9	237 253	545 281	237 253	545 281
Loan from subsidiaries	4	675 926	337 983	-	-
Accounts payable	11	4 266 599	3 413 630	4 266 599	3 413 630
Provisions	12	3 910 606	4 171 223	3 910 606	4 171 223
Current tax payable	17	-	-	7 607	-
		<u>139 071 239</u>	<u>118 543 538</u>	<u>139 425 541</u>	<u>119 035 673</u>

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC  
(Incorporated Association not for Gain) and its Subsidiaries**

**STATEMENTS OF CHANGES IN FUNDS AND RESERVE  
for the year ended 31 March 2017**

	<u>General funds</u> R	<u>Non- distributable reserve</u> R	<u>Other non distributable reserve</u> R	<u>Fair value reserve</u> R	<u>Total</u> R
<b>Company</b>					
<b>2017</b>					
At beginning of year	22 411 872	13 962 500	5 972 089	33 546 652	75 893 112
Current year movements	254 037	-	(550 000)	1 044 434	748 471
Total comprehensive surplus for the year	254 037	-	-	-	254 037
Revaluation of investments to fair value	-	-	-	1 044 434	1 044 434
Transfer of appropriations or funds	-	-	(550 000)	-	(550 000)
At end of year	22 665 908	13 962 500	5 422 089	34 591 086	76 641 583
<b>2016</b>					
At beginning of year	21 552 158	13 962 500	5 972 089	21 978 165	63 464 912
Current year movements	859 714	-	-	11 568 487	12 428 200
Total comprehensive surplus for the year	859 714	-	-	-	859 714
Revaluation of investments to fair value	-	-	-	11 568 487	11 568 487
At end of year	22 411 872	13 962 500	5 972 089	33 546 652	75 893 112

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC  
(Incorporated Association not for Gain) and its Subsidiaries**

**STATEMENTS OF CHANGES IN FUNDS AND RESERVE (continued)  
for the year ended 31 March 2017**

	<u>General funds</u> R	<u>Non- distributable reserve</u> R	<u>Other non distributable reserve</u> R	<u>Fair value reserve</u> R	<u>Total</u> R
<b>Group</b>					
<b>2017</b>					
At beginning of year	23 241 993	13 962 500	5 972 089	33 546 652	76 723 234
Current year movements	446 538	-	(550 000)	1 044 434	948 580
Total comprehensive surplus for the year	446 538	-	-	-	446 538
Revaluation of investments to fair value	-	-	-	1 044 434	1 044 434
Transfer of appropriations or funds	-	-	(550 000)	-	(550 000)
At end of year	<u>23 688 532</u>	<u>13 962 500</u>	<u>5 422 089</u>	<u>34 591 086</u>	<u>77 664 206</u>
<b>2016</b>					
At beginning of year	22 082 859	13 692 500	5 972 089	21 978 165	63 995 613
Current year movements	1 159 134	-	-	11 568 487	12 727 621
Total comprehensive surplus for the year	1 159 134	-	-	-	1 159 134
Revaluation of investments to fair value	-	-	-	11 568 487	11 568 487
At end of year	<u>23 241 993</u>	<u>13 962 500</u>	<u>5 972 089</u>	<u>33 546 652</u>	<u>76 723 234</u>



**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC**  
(Incorporated Association not for Gain) and its Subsidiaries

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**  
for the year ended 31 March 2017

**1. TOTAL SURPLUS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR**

The total surplus and other comprehensive income for the year is arrived at after taking the following items:

	<u>Company</u>		<u>Group</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	R	R	R	R
<b>Income</b>				
Investment income	3 280 008	3 105 754	3 280 008	3 105 754
Specific funds	-	-	-	-
General funds	3 280 008	3 105 754	3 280 008	3 105 754
Profit on sale of property, plant and equipment	166 404	133 933	166 464	133 933
Fair value adjustment - biological assets	-	-	-	18 000
<b>Expenditure</b>				
Auditors' remuneration	1 332 848	990 809	1 332 848	990 809
Specific funds	554 848	287 959	554 848	287 959
General funds	778 000	702 850	778 000	702 850
Depreciation	1 390 338	1 363 463	1 390 338	1 363 463
General funds	1 390 338	1 363 463	1 390 338	1 363 463
Directors' emoluments	1 305 809	2 331 782	1 305 809	2 331 782
For management	1 162 644	2 188 617	1 162 644	2 188 617
Travelling allowance	96 000	96 000	96 000	96 000
Bonus	47 165	47 165	47 165	47 165
Fair value adjustment – biological assets	-	-	165 000	-
Interest and finance charges	95 629	152 829	95 629	152 829
Staff costs	49 128 319	47 112 211	49 128 319	47 123 683

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC  
(Incorporated Association not for Gain) and its Subsidiaries**

**ANALYSIS OF SPECIFIC FUNDS INCOME AND EXPENDITURE  
for the year ended 31 March 2017**

	Income R	Expenditure R	Net income R	Unexpended funds at end of year R
Income over R1 million	62 765 083	62 765 083	-	28 013 545
DEA NRM	20 998 936	20 998 936	-	6 604 396
Tourism Blue Flag Project	10 403 196	10 403 196	-	17 078 469
Working for Ecosystems	8 599 125	8 599 125	-	610 245
USAID	6 352 357	6 352 357	-	1 449 529
Tourism Blue Flag - Training	3 229 164	3 229 164	-	1 427 013
DEA NRM Implementers Fee	2 432 169	2 432 169	-	-
SAPPI	2 278 886	2 278 886	-	685 200
DEA Jobs for Carbon	2 238 222	2 238 222	-	45 294
Petro SA	1 959 175	1 959 175	-	-
Tourism Blue Flag Implementers Fee	1 559 550	1 559 550	-	40 450
National Lotteries	1 400 000	1 400 000	-	72 948
Buffelsdraai-Ethekwini	1 314 302	1 314 302	-	-
Income R100 000 to R999 999	19 629 971	19 629 971	-	9 132 281
OLD CLOSED PROJECTS	925 812	925 812	-	3 298 792
Tourism Blue Flag - Implementers Fees	881 896	881 896	-	25 250
Coca Cola Fortune	868 944	868 944	-	-
EU/EWT Partnership	848 594	848 594	-	226 192
UEI	807 574	807 574	-	625 561
Anglo American	737 590	737 590	-	-
WWF Maas Maasen	676 193	676 193	-	-
DWS Water Project	669 954	669 954	-	-
Nampak	662 901	662 901	-	-
GAP UK	651 649	651 649	-	71 872
DEA Working for the Coast	639 597	639 597	-	1 234 275
Eco Schools -Nom	622 940	622 940	-	-
DWS	585 367	585 367	-	208 419
EU- Jobs for Carbon	569 669	569 669	-	162 313
Game Reserves United	547 419	547 419	-	385 421
Coca Cola - RAIN	535 129	535 129	-	20 676
Rand Merchant Bank - 20 schools	488 338	488 338	-	-
De Beers Limited	485 688	485 688	-	166 368
Eco Schools Registration Fees	482 045	482 045	-	401 768
Disney	422 726	422 726	-	3 868
Tronox	417 272	417 272	-	-
Mondi	407 030	407 030	-	50 290
Sanbi - Wetlands Manuals	367 161	367 161	-	-
Wrigley FEE	333 859	333 859	-	-
EDTEA	319 693	319 693	-	66 272

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC  
(Incorporated Association not for Gain) and its Subsidiaries**

**ANALYSIS OF SPECIFIC FUNDS INCOME AND EXPENDITURE  
for the year ended 31 March 2017**

	Income R	Expenditure R	Net income R	Unexpended funds at end of year R
Ground Truth/WESSA Project 2016	314 824	314 824	-	-
Twinstreams Staff Quarters	302 673	302 673	-	-
Elephant Bio Bank	258 698	258 698	-	44 282
EEESAY	242 394	242 394	-	25 222
Sasol	238 129	238 129	-	-
Umgeni Ecological Infrastructure	228 303	228 303	-	68 842
Rhino Initiative	228 145	228 145	-	55 027
AECI	200 090	200 090	-	157 029
Rose Foundation	184 204	184 204	-	79 177
The Success Academy (TSA)	181 630	181 630	-	68 371
MRP	174 773	174 773	-	183 833
Nampak	164 494	164 494	-	5 302
Umgeni Resilience Project	153 295	153 295	-	6 013
Nampak	151 557	151 557	-	16 934
AECI	143 555	143 555	-	237 147
EWT Training	141 660	141 660	-	14 037
Nampak	140 551	140 551	-	674 761
Rand Merchant Bank - 2016	139 338	139 338	-	381 743
Orion	136 596	136 596	-	23 931
GAP UK - Water Explorer	136 219	136 219	-	137 525
Phase 1- WFTC- ALEX	135 095	135 095	-	859
Capricorn	124 140	124 140	-	4 911
Conservation SA - Provide accredited EP training to Mvenyane Volunteers	116 629	116 629	-	-
Elephant Project	112 400	112 400	-	-
N3TC	111 122	111 122	-	-
Greater Tubatse Municipality	110 761	110 761	-	-
Mondi	103 659	103 659	-	-

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC  
(Incorporated Association not for Gain) and its Subsidiaries**

**ANALYSIS OF SPECIFIC FUNDS INCOME AND EXPENDITURE (continued)  
for the year ended 31 March 2017**

	Income R	Expenditure R	Net income R	Unexpended funds at end of year R
Income R10 000 to R99 999	1 018 905	1 018 905	-	3 602 092
Wrigley Fee	75 399	75 399	-	91 252
VW Foundation	74 091	74 091	-	13 629
CESVI Foundation	64 167	64 167	-	52 709
Nampak	63 176	63 176	-	947 555
DEA/YES Training	60 658	60 658	-	-
NMMB Grant	58 897	58 897	-	8 449
Coca Cola Fortune	56 274	56 274	-	482 365
Sasol	56 178	56 178	-	312 243
Verlorenvlei Protected Areas	55 964	55 964	-	2 319
Richards Bay Minerals	51 391	51 391	-	27 031
WWF	49 427	49 427	-	210 543
Nampak	40 912	40 912	-	171 060
Rand Merchant Bank	39 966	39 966	-	3 894
Bakwena Toll Concession	39 144	39 144	-	4 716
Greater Tubatse Municipality	38 586	38 586	-	26 091
WESSA Groen Sebenza	38 421	38 421	-	-
Wrigley Fee	29 437	29 437	-	372 269
Green Coast Membership Project	28 700	28 700	-	371 300
DEA YES	24 453	24 453	-	32 112
De Beers	18 886	18 886	-	256 785
Sasol	16 935	16 935	-	38 136
Nampak	13 379	13 379	-	57 225
Mondi	12 638	12 638	-	1 179
Coca Cola Fortune	11 824	11 824	-	119 232
Income under R10 000	42 867	42 867	-	634 004
N3TC	9 185	9 185	-	-
Nedbank	9 000	9 000	-	-
Anglo American	6 691	6 691	-	534 367
Anglo American	4 560	4 560	-	-
TSB	3 958	3 958	-	33 100
Capricorn	3 405	3 405	-	-
DEA YES Admin	2 815	2 815	-	-
Sasol	2 580	2 580	-	-
N3TC	513	513	-	66 536
Maasmasen	160	160	-	-

**THE WILDLIFE AND ENVIRONMENT SOCIETY OF SOUTH AFRICA (RF) NPC  
(Incorporated Association not for Gain) and its Subsidiaries**

**ANALYSIS OF SPECIFIC FUNDS INCOME AND EXPENDITURE (continued)  
for the year ended 31 March 2017**

	Income R	Expenditure R	Net income R	Unexpended funds at end of year R
Other funds	-	-	-	8 174 156
US AID	-	-	-	2 468 455
Coca Cola Fortune	-	-	-	1 653 822
National Lotteries	-	-	-	1 150 136
Ecoschools	-	-	-	762 270
Moss trust	-	-	-	633 629
Eskom	-	-	-	562 376
CEPF	-	-	-	254 884
Mondi	-	-	-	195 014
Wrigley Fee	-	-	-	193 712
TSA	-	-	-	148 587
Rhino Fund	-	-	-	25 077
DEA	-	-	-	56 046
Giant Sable	-	-	-	30 883
Local and District Municipality support for Blue Flag status	-	-	-	27 788
Grindrod Bank	-	-	-	9 313
Port St Johns Forest - Craft Development & Support	-	-	-	2 165
	<u>83 456 826</u>	<u>83 456 826</u>	<u>-</u>	<u>49 556 077</u>