

**THE SOUTH DEEP EDUCATION TRUST**  
**(IT 2711/2010)**

**AUDITED ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 31 December 2023**

**THE SOUTH DEEP EDUCATION TRUST  
(IT 2711/2010)**

**ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 December 2023**

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The annual financial statements have been prepared under the supervision of Saleh Coovadia CA(SA).

**THE SOUTH DEEP EDUCATION TRUST  
(IT 2711/2010)**

**ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 December 2023**

**TRUSTEES' RESPONSIBILITIES AND APPROVAL OF ANNUAL FINANCIAL STATEMENTS**

The trustees are required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the trust as at the end of the financial year and the results of its operations and cash flows for the year then ended, in conformity with Entity Specific Accounting Policies as disclosed in the accounting policies.

The annual financial statements are prepared in accordance with the Entity Specific Accounting Policies and are based upon appropriate accounting policies consistently applied, except for the adoption of new accounting standards as set out in the accounting policies, and supported by reasonable and prudent judgements and estimates.

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

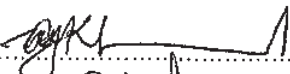
The trustees are of the opinion, based on the information and explanations given by the trustees and the trust administrator that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system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

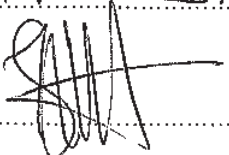
The trustees have reviewed the trust's cash flow forecast for the year to 31 December 2024, and, in light of this audit and the current financial position, they are satisfied that the trust has or has access to adequate resources to continue operational existence for the foreseeable future.

Although the trustees are primarily responsible for the financial affairs of the trust, they are supported by the audit performed by the trust's external auditors. Their reports are represented on pages 2 - 4.

**Approval of financial statements**

The annual financial statements set out on pages 5 to 16, which have been prepared on the going concern basis, were approved by the board of trustees on ..... 24 May 2024 ..... and were signed on its behalf by:

  
..... TRUSTEE

  
..... TRUSTEE



**RSM South Africa Inc.**  
2016/324649/21  
Executive City  
Cross Street & Charmaine Ave  
President Ridge, Randburg 2194  
PO Box 1734, Randburg 2125  
Docex 51, Randburg  
T +27 11 329 6000  
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[www.rsmza.co.za](http://www.rsmza.co.za)

## INDEPENDENT AUDITOR'S REPORT

### To The South Deep Education Trust

#### Opinion

We have audited the financial statements of The South Deep Education Trust set out on pages 8 to 17 which comprise the statement of financial position as at 31 December 2023, and the statement of changes in equity for the year then ended, and notes to the financial statements, comprising a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of The South Deep Education Trust as at 31 December 2023, and its financial performance for the year then ended, 2 in accordance with Entity Specific accounting policies.

#### 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.

#### Emphasis of matter

##### Basis of Accounting

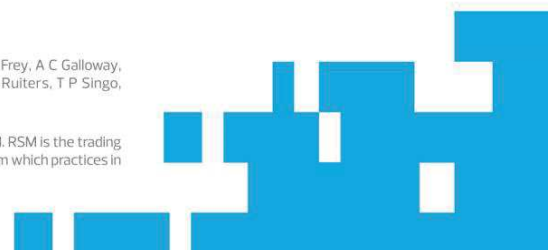
We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the Entity specific accounting policies, to satisfy the financial information needs of the members. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

## THE POWER OF BEING UNDERSTOOD

ASSURANCE | TAX | CONSULTING

CEO N L Ashom Regional CEO PD Schulze Directors E Bergh, C D Betty, E Chapanduka, M G Q de Faria, M S Dolamo, B J Eaton, B Frey, A C Galloway, J Gondo, M Greisdorfer, H B Heymans, N C Hughes, J Jones, J Kitching, M P Malematsa, J P Mgiba, M M Ndlovu, R Rawoot, E K Ruiters, T P Singo, M Steenkamp, A D Young

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.



### Restatement of corresponding figures

As disclosed in note 2 to the financial statements, the corresponding figures for 31 December 2022 were restated as a result of an error in the financial statements of the trust at, and for the year ended, 31 December 2023. Our opinion is not modified in respect of this matter.

### Other information

The Trustees are responsible for the other information. The other information comprises the Trustee's report included in the Annual Financial Statements for the year ended 31 December 2023, which we obtained prior to the date of this report. 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. 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, 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 Trustees for the financial statements

The Trustees are responsible for the preparation and fair presentation of the 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 Trustees 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 Trustees 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 Trustees 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 Trustees.

- Conclude on the appropriateness of the Trustees' 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 annual 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 Trustees 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.*

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**RSM South Africa Inc.**

**James Gondo**  
**Chartered Accountant (SA)**  
**Registered Auditor**  
**Director**

**28 June 2024**

**TRUSTEES' REPORT**

**For the year ended 31 December 2023**

The trustees have the pleasure in submitting their report on the annual financial statements of The South Deep Education Trust for the year ended 31 December 2023.

**Nature of the Trust**

The objective of the trust shall be to procure and utilise donations and other accruals to the trust for payment to or on behalf of any one or more beneficiaries of the trust for:

- Education, which include but are not limited to, the provision of funds of any expenditure directly incurred in providing educational training facilities, including expenditure on board and lodging facilities, tuition, granting of scholarships, bursaries, skills development, provision of school buildings or equipment for educational institutions, curriculum support, school developments, safety and security at schools, outreach programmes, study and research;
- Legal resources, which include but are not limited to legal advice, legal assistance, research, prosecuting, defending or instituting legal action;
- The promotion of education-based projects related to self-help, poverty alleviation, empowerment and
- Provisions of funding to Labour Sending Areas which are directly linked to the Gold Fields Group for purpose set out above;
- Provisions of funding charitable organisations which have similar objectives of those of the trust.

The trust deed was executed on 6 October 2010 for this purpose. The trust deed has been amended by a deed of substitution in 2014, an amendment to the deed of substitution in 2016 and a change in financial year end resolution in 2018.

*Founding contribution*

GFI Mining South Africa (Pty) Ltd made an irrevocable donation of R100 to the trust. In addition, Gold Fields Operations Ltd and GFI Joint Venture (Pty) Ltd have made a donation to the South Deep Education Trust of "B" Shares Subscription Price and GFI Mining South Africa (Pty) Ltd have made a donation to the trust which include Transformation Shares Subscription Price, respectively.

The provisions of benefits by the trust to Non-Public benefit organisations who carry on one or more of the activities set out above, in respect of which only distribution income may be applied.

The beneficiaries of the trust need to be historically disadvantaged persons as set out in clauses 2.25 and 2.5 of the trust deed of substitution.

**Review of financial results and activities**

The annual financial statements have been prepared in accordance with Entity Specific basis of accounting. The accounting policies have been applied consistently compared to the prior year.

**THE SOUTH DEEP EDUCATION TRUST**  
**(IT 2711/2010)**

**TRUSTEES' REPORT (continued)**  
**For the year ended 31 December 2023**

**Distributions to beneficiaries**

The beneficiaries of the trust during the financial year were as follows:

	<u>2023</u>	<u>2022</u>
	<u>R</u>	<u>R</u>
Bursaries	2 034 471	1 059 591
Scholar support	557 222	2 381 190
Kagisano Day Care	68 547	39 001
The Hub	59 451	95 954
Open Career Day Soweto	-	84 724
<b>Total</b>	<b><u>2 719 690</u></b>	<b><u>3 660 460</u></b>

**The Trustees**

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

N Melville (resigned 24 February 2023)  
J.T Makolwane  
A.L Mokome  
T.S Ntshwanti-Khumalo (Chairperson)  
A.J.M Khumalo  
B.L Mokoatle (representing Gold Fields Limited)  
N Ngcwabe (appointed 14 December 2023)  
S Rametse (appointed 14 December 2023)

**Administration**

Tshikululu Social Investments NPC were appointed as the administrators of the Trust with effect from 01 July 2023. NLA Legal Inc. resigned as administrators on 30 June 2023.

Tshikululu Social Investments NPC corresponds with and submits statutory documents to The Master of High Court and the South African Revenue Services on behalf of the Trust.

The Trust's physical and postal address is:

<b>Physical address</b>	<b>Postal address</b>
150 Helen Road	24 Crawford Drive
Sandown	Norscot
2146	Sandton
	2146

**Right of indemnity**

The trustee shall be indemnified by the fund against all claims and demands of whatever nature, which may be made against them arising out of the exercise, or purported exercise, in good faith, of any of the powers hereby conferred upon them, subjected to the provisions of Section 9 of the Trust Property Control Act 57 of 1988.

**Chairman**

Thandile Senitte Ntshwanti-Khumalo was appointed as Chairman of the Trust on 20 May 2021.



**THE SOUTH DEEP EDUCATION TRUST  
(IT 2711/2010)**

**TRUSTEES' REPORT (continued)  
For the year ended 31 December 2023**

**Going concern**

The annual financial statements have been prepared on the going concern basis since the trustees believe that the Trust has adequate resources in place to continue in operation for the foreseeable future and that the assets will be realised and the liabilities settled in the normal course of business. The trustees are also not aware of any new material changes that may adversely impact the trust. The trustees are also aware of any non-compliance with statutory or regulatory requirements or of any pending changes in legislation which may affect the trust.

**Subsequent events**

There are no events that have occurred between the date of the financial year end of the Trust and the date of this report that require adjustment or disclosure in the annual financial statements.

**Auditors**

The auditors for the entity for the year under review were RSM South Africa Inc. whose business and postal addresses are as follows:

**Business address**  
Executive City  
Cross Street & Charmaine Ave  
President Ridge  
Randburg  
2194

**Postal address**  
PO Box 1734  
Docex 51  
Randburg  
2125

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
For the year ended 31 December 2023

	NOTES	2023 R	(Restated *) 2022 R
<b>Income</b>			
Dividends received		15 351 920	12 522 042
Interest received		1 227 205	746 163
Rent received - Kagisano Day Care		10 500	3 000
Net change in fair value of financial asset at FVTPL		348 729	122 309
<b>Funds available for distribution</b>		<b>16 938 354</b>	<b>13 393 514</b>
Trustees fees	3	(134 322)	(307 484)
Trustees meetings : Catering and miscellaneous costs	4	(14 987)	(4 867)
Accounting fees		(42 865)	(57 680)
TVET monitoring WCT		(125 744)	(39 359)
Advertising & Promotions		(1 150)	-
Auditors' remuneration	5	(309 886)	(131 669)
Community engagement		(188 987)	(330 443)
Computer Expenses		(5 866)	-
Interest Paid		(693)	(352)
Trust administration fees		(1 580 757)	(1 573 220)
Project oversight & support		(524 401)	(407 439)
Fund administration fees		-	(68 568)
Bank charges		(97 295)	(22 906)
Depreciation	8	(111 026)	(108 184)
Distributions		(2 719 690)	(3 660 460)
Trust deed amendments		-	(5 750)
Web design costs		-	(1 925)
Goldfields Reporting Fees		(41 063)	-
Other expenses	6	(8 540)	-
<b>Total expenses</b>		<b>(5 907 272)</b>	<b>(6 720 305)</b>
<b>Profit before taxation</b>		<b>11 031 082</b>	<b>6 673 209</b>
Taxation	7	-	-
<b>Profit for the year</b>		<b>11 031 082</b>	<b>6 673 209</b>
Other comprehensive income		-	-
<b>Total comprehensive profit for the year</b>		<b>11 031 082</b>	<b>6 673 209</b>

\* The comparative information has been restated as a result of a correction of a prior year error as discussed in note 2.

STATEMENT OF FINANCIAL POSITION  
at 31 December 2023

NOTES	(Restated *)		(Restated *)
	2023	2022	2021
	R	R	R
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
	<b>2 564 356</b>	<b>2 326 653</b>	<b>2 208 405</b>
Property, Plant and Equipment	8	1 856 499	1 967 525
Financial assets	9	707 857	359 128
	<b>32 092 302</b>	<b>21 184 935</b>	<b>14 741 417</b>
<b>Current assets</b>			
Trade and other receivables	10	200 233	200 225
Restricted cash and cash equivalents	11	16 104 126	15 078 992
Cash and cash equivalents	12	15 787 943	5 864 158
Prepaid expenses	13	-	497
Other current assets	14	-	41 063
	<b>34 656 658</b>	<b>23 511 588</b>	<b>16 949 822</b>
<b>Total assets</b>			
<b>FUNDS AND LIABILITIES</b>			
<b>Funds and reserves</b>			
Contributor's interest		100	100
Accumulated funds		20 156 170	9 125 088
		<b>20 156 270</b>	<b>9 125 188</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Deferred income	15	13 097 400	13 097 400
Other financial liabilities	16	1 402 988	1 289 000
		<b>14 500 388</b>	<b>14 386 400</b>
		<b>34 656 658</b>	<b>23 511 588</b>
		<b>14 497 843</b>	<b>14 497 843</b>
		<b>1 400 443</b>	<b>1 400 443</b>
		<b>16 949 822</b>	<b>16 949 822</b>

\* The comparative information has been restated as a result of a correction of a prior year error as discussed in note 2.

STATEMENT OF CHANGES IN RESERVES  
For the year ended 31 December 2023

	Contributor's interest	Accumulated Funds	Total
	R	R	R
<b>Balance at 01 January 2021 as previously stated</b>	100	(1 011 494)	(1 011 394)
Correction of error	-	459 738	459 738
<b>Restated balance as at 1 January 2021</b>	<b>100</b>	<b>(551 756)</b>	<b>(551 656)</b>
<b>Restated loss for the year</b>	<b>-</b>	<b>3 003 635</b>	<b>3 003 635</b>
Profit for the year as previously stated	-	1 632 215	1 632 215
Effect of correction of error	-	1 371 420	1 371 420
<b>Balance at 31 December 2021</b>	<b>100</b>	<b>2 451 879</b>	<b>2 451 979</b>
Balance at 31 December 2021 as previously stated	100	620 721	620 821
Correction of error	-	1 831 158	1 831 158
Profit for the year	-	6 673 209	6 673 209
<b>Balance at 31 December 2022</b>	<b>100</b>	<b>9 125 088</b>	<b>9 125 188</b>
Profit for the year	-	11 031 082	11 031 082
<b>Balance at 31 December 2023</b>	<b>100</b>	<b>20 156 170</b>	<b>20 156 270</b>

\* The comparative information has been restated as a result of a correction to an accounting policy as discussed in note 2.

STATEMENT OF CASH FLOWS  
For the year ended 31 December 2023

	<u>NOTES</u>	<u>2023</u> R	<u>2022</u> R
<b>Cash flows from operating activities:</b>			
Cash outflow from operations	17	(5 671 766)	(6 558 277)
Interest received		1 227 205	746 163
Dividend received		15 351 920	12 522 042
Net cash generated from operating activities		<u>10 907 359</u>	<u>6 709 928</u>
<b>Cash flows from investing activities:</b>			
Purchase of PPE	8	-	(104 123)
Decrease in other financial liabilities		-	(111 443)
Decrease/(increase) in other assets		41 560	(40 550)
Net cash generated/(utilised) in investing activities		<u>41 560</u>	<u>(256 116)</u>
<b>Net increase in cash and cash equivalents</b>		<b><u>10 948 919</u></b>	<b><u>6 453 812</u></b>
Cash and cash equivalents at the beginning of the year		20 943 150	14 489 338
<b>Cash and cash equivalents at the end of the year</b>	11 & 12	<b><u>31 892 069</u></b>	<b><u>20 943 150</u></b>

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**  
For the year ended 31 December 2023

**Accounting Policies**

**1. Presentation of annual financial statements**

The annual financial statements have been prepared in accordance with the entity specific accounting policies. Furthermore, the

The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are prepared in South African Rand.

The accounting policies are consistent with the previous year.

**1.1 Significant judgements**

Use of estimates: The preparation of the financial estimates requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the annual financial statements, and the reported amounts of revenues and expenses during the reporting year. The determination of estimates requires the exercise of judgement based on various assumptions and other factors such as historical experience and current and expected economic conditions. Actual results differ from those estimates. The more significant areas requiring the use of management estimates and assumptions relate to the fair value and accounting treatment of financial assets.

**1.2 Prior year errors**

Prior year errors are corrected retrospectively in accordance with IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors. The comparative amounts for the prior periods presented in the financial statements have been restated to reflect the correct application of the accounting treatment. Refer to note 2.

**1.3 Financial instruments**

Broadly, the classification possibilities, which are adopted by the trust, as applicable, are as follows:

Financial assets which are equity instruments:  
- Mandatory at fair value through profit and loss

Financial assets which are debt instruments:  
- Amortised cost

Financial liabilities:  
- Amortised cost

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place.

The specific accounting policies for the classification, recognition and measurement of each type of financial instrument held by the trust are presented below:

**Investments**

The investments consists of ordinary shares in Invictus Gold (Pty) Ltd. The investments in the unlisted company is accounted for at fair value through profit and loss (FVTPL). Purchases and sales of investments are recognised on the trade date, which is the date that the trust commits to purchase or sell the assets. The cost of the purchased investment excludes transaction cost. Realised gains and losses are included in determining net profit and loss.

**Trade and receivables**

Trade and receivables are measured at initial recognition at fair value and subsequently measured at amortised cost less allowance for impairment. Estimates made for impairment are based on a review of outstanding amounts at year end and irrecoverable amounts are written off during the year which they are identified.

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**  
For the year ended 31 December 2023

**Accounting Policies (continued)**

**1.3 Financial instruments (continued)**

**Cash and cash equivalents**

Cash and cash equivalents comprise of cash on hand and demand deposits and are measured at amortised cost which is deemed to be fair value as they have short-term maturity.

**Trade and payables**

Trade and payables are obligations to pay for goods and services that have been acquired from suppliers during the ordinary course of business. Trade and payables are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

**1.4 Income recognition**

Other income is recognised when the right to receive payment has been established. Finance income is recognised on a time proportion basis taking account of the principal outstanding and the effective rate over the year to majority.

Investment income comprises of income on invested funds.

Cash flow finance income and other income are classified under operating activities in the statement of cash flow.

**1.5 Deferred income**

Deferred income is recognised when there is a reasonable assurance that:  
(a) the company will comply with the conditions attached to them, and  
(b) the income will be received.

Deferred income is recognised as income over the periods necessary to match them with related costs.

**1.6 Finance costs**

Finance costs are recognised as an expense in the year in which they are incurred.

**1.7 Property, plant and equipment**

The cost of 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 trust and the cost of the item can be measured reliably.

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.

The initial estimate of costs of dismantling and removing the item and restoring the site on which it is located is also included in the property, plant and equipment.

Depreciation so provided on the straight-line basis, over the estimated useful lives of assets. Useful lives and residual values are reviewed on an annual basis.

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

<b>Item</b>	<b>Depreciation</b>	<b>Annual percentage</b>
Buildings	Straight line	5% per annum
Computer equipment	Straight line	25% per annum

Land is not depreciated.

Each part of an item of property, plant and equipment with costs that is significant in relation to the total cost of the item shall be depreciated separately.

The gains or losses arising from the derecognition of an item of fixed assets are included in profit and loss when the item is derecognised. The gain or loss arising from the derecognition of an item of property, plant and equipment is determined as the difference between the net disposal proceeds if any, and carrying amount of them.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)  
For the year ended 31 December 2023

2. Correction of prior year error

Capital expenditure for the construction of a building was incorrectly classified as distribution expenditure from inception of the project in 2020 until its completion in 2022. Depreciation was also not calculated and accounted for on completion of the building in 2022 the year it was brought into use.

The correction of the error(s) results in adjustments as follows:

2022	Balance as Previously	Correction of error	Restated Balance
	R	R	R
<b>Net effect on statement of financial position</b>			
<b>Property and Equipment</b>	<b>337 682</b>	<b>1 629 843</b>	<b>1 967 525</b>
Land at cost	54 330	27 000	81 330
Buildings at cost	320 670	1 684 212	2 004 882
Computer equipment at cost	43 129	-	43 129
Accumulated Depreciation - Buildings	(48 100)	(81 368)	(129 468)
Accumulated Depreciation - Computer equipment	(32 347)	-	(32 347)
Other payables	-	(27 000)	(27 000)
Other receivable	-	200 225	200 225
Opening Retained earnings	(620 721)	(1 831 158)	(2 451 879)
<b>Net effect on statement of profit or loss</b>			
Distributions	3 713 739	(154 966)	3 558 773
Depreciation	26 816	81 368	108 184
<b>2021</b>	<b>Balance as Previously</b>	<b>Correction of error</b>	<b>Restated Balance</b>
	R	R	R
<b>Net effect on statement of financial position</b>			
<b>Property and Equipment</b>	<b>364 497</b>	<b>1 607 089</b>	<b>1 971 586</b>
Land at cost	54 330	27 000	81 330
Buildings at cost	320 670	1 580 089	1 900 759
Computer equipment at cost	43 129	-	43 129
Accumulated Depreciation - Buildings	(32 067)	-	(32 067)
Accumulated Depreciation - Computer equipment	(21 565)	-	(21 565)
Other payables	(10 350)	(27 000)	(37 350)
Other receivable	-	200 225	200 225
Opening Retained earnings	1 011 494	(459 738)	551 756
<b>Net effect on statement of profit or loss</b>			
Distributions	9 186 676	(1 371 420)	7 815 256
		<b>2023</b>	<b>2022</b>
		R	R
<b>3. Trustee fees</b>			
Meeting attendance fees		133 999	307 484
Travel claim		323	-
		<b>134 322</b>	<b>307 484</b>
<b>4. Trustee meetings</b>			
Catering		4 461	4 579
Miscellaneous		10 526	288
		<b>14 987</b>	<b>4 867</b>
<b>5. Auditors' remuneration</b>			
Audit fees - 31 December 2021 audit		-	131 669
Audit fees - 31 December 2022 audit		138 398	-
Audit fees - 30 June 2023 interim audit		57 500	-
Audit fees- Audit fees - 31 December 2023 audit provision		113 988	-
		<b>309 886</b>	<b>131 669</b>
<b>6. Other expenses</b>			
Catering : year end function		8 540	-
		<b>8 540</b>	<b>-</b>
<b>7. Taxation</b>			

The trust is registered as a Public Benefit Organisation, therefore no provision for taxation was made.



NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)  
For the year ended 31 December 2023

8. Property, Plant and Equipment

	2023			2022		
	R	R	R	R	R	R
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Land	81 330	-	81 330	81 330	-	81 330
Buildings	2 004 882	(229 713)	1 775 169	2 004 882	(129 468)	1 875 414
Computer equipment	43 129	(43 129)	-	43 129	(32 347)	10 782
<b>Total</b>	<b>2 129 341</b>	<b>(272 842)</b>	<b>1 856 499</b>	<b>2 129 341</b>	<b>(161 815)</b>	<b>1 967 525</b>

Reconciliation of property, plant and equipment - December 2023

	Opening			Depreciation	Closing	
	balance	Additions	Disposals		balance	
Land	81 330			-		81 330
Buildings	1 875 414			(100 245)		1 775 169
Computer equipment	10 782			(10 781)		1
<b>Total</b>	<b>1 967 526</b>	<b>-</b>	<b>-</b>	<b>(111 026)</b>		<b>1 856 500</b>

Reconciliation of property, plant and equipment - December 2022

	Opening			Depreciation	Closing	
	balance	Additions	Disposals		balance	
Land	81 330	-	-	-		81 330
Buildings	1 868 695	104 123	-	(97 403)		1 875 414
Computer equipment	21 563	-	-	(10 781)		10 782
<b>Total</b>	<b>1 971 588</b>	<b>104 123</b>	<b>-</b>	<b>(108 184)</b>		<b>1 967 526</b>

The property represents 50% of the Land and Buildings as follows:

1. Erf 219 Hillshaven, situated at 75 Beverley Drive. Hillshaven Extension 1, Westonaria
2. Erf 866 Westonaria, situated at 61 Davies Street, Westonaria.

	2023	2022
	R	R
<b>9. Financial assets</b>		
<b>Financial assets at fair value through profit and loss</b>		
Invictus Gold (Pty) Ltd	707 857	359 128
	<b>707 857</b>	<b>359 128</b>

The investment consists of 1 "A" class ordinary share in Invictus Gold (Pty) Ltd ("Invictus"), this "A" share carries the right to receive 60% of the distributions made by Invictus.

The investment was originally purchased for an initial amount of R1 and fair valued on purchase date to R606,600. The financial asset was fair valued at 0.09% of the equity component R674,000,000 of the South Deep transaction share-based payment by Gold Field Ltd. Invictus is a wholly owned subsidiary of Gold Fields Ltd that owns the South Deep Mine.

In terms of the transaction, Invictus issued 10 million Class B ordinary shares representing 10% of South Deep's net worth, to a consortium of BEE partners, including Invictus. The trust holds 0.1% of the shares in Invictus. The trust does not intend to dispose of these shares.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)  
For the year ended 31 December 2023

	<u>2023</u>	<u>2022</u>
	R	R
<b>10. Trade and other receivables</b>		
STD bank call account - bank interest receivable	8	-
Debtors - South Deep Mine	200 225	200 225
	<u>200 233</u>	<u>200 225</u>
<b>11. Restricted cash and cash equivalents</b>		
Call account	16 104 126	15 078 992
	<u>16 104 126</u>	<u>15 078 992</u>
The funds were received from Westonaria Community Trust for the sole purpose of funding the TVET College establishment.		
<b>12. Cash and cash equivalents</b>		
STD bank current account	15 793 256	5 867 404
STD bank call account	1 810	1 733
STD bank TVET account	(7 123)	(4 979)
	<u>15 787 943</u>	<u>5 864 158</u>
<b>13. Prepaid expenses</b>		
South Deep Education NLA trust account	-	497
	<u>-</u>	<u>497</u>
The previous administrator of the trust opened a trust bank account in terms of section 86(4) of the Attorneys Act to cater for future expenses.		
<b>14. Other current assets</b>		
Gold Fields - reporting fees	-	41 063
	<u>-</u>	<u>41 063</u>
These were fees for work carried out on request from Goldfields, but the trusts paid for the fees. The trustees agreed to expense this in the 2023 financial period.		
<b>15. Deferred income</b>		
Total income received	13 097 400	13 097 400
Utilised during the year	-	-
Unspent at the end of the year	<u>13 097 400</u>	<u>13 097 400</u>
These funds were from Westonria Community Trust for the sole purpose of funding the TVET College establishment. This project is expected to get underway during the 2024 financial year as the contracts with the developers have been finalised.		
<b>16. Other financial liabilities</b>		
Loan from South Deep Community Trust	1 262 000	1 262 000
Audit fees provision - 2023 fees	113 988	-
Purchase price of property payable	27 000	27 000
	<u>1 402 988</u>	<u>1 289 000</u>

This loan is unsecured, interest free with no fixed terms of repayment.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)  
For the year ended 31 December 2023

	<u>2023</u>	<u>2022</u>
	R	R
<b>17. Reconciliation between total comprehensive loss and cash flow from operations</b>		
Surplus for the year	11 031 082	6 673 209
Interest received	(1 227 205)	(746 163)
Dividend received	(15 351 920)	(12 522 042)
Non cash items:	(237 703)	(14 125)
Depreciation	111 026	108 184
Net change in fair value of financial assets at FVTPL	(348 729)	(122 309)
Cash outflow from operations before working capital changes	(5 785 746)	(6 609 121)
Decrease/(Increase) in other receivables	(8)	
Increase in other financial liabilities	113 988	50 844
<b>Net cash outflow from operations</b>	<u><u>(5 671 766)</u></u>	<u><u>(6 558 277)</u></u>

**18. Related parties**

At year-end, the following related party relationships existed:

**Related party relationships**

**Reason**

N Melville (resigned 24 February 2023)	Trustee of South Deep Education Trust
J.T Makolwane	Trustee of South Deep Education Trust
A.L Mokome	Trustee of South Deep Education Trust
T.S Ntshwanti-Khumalo (Chairperson)	Trustee of South Deep Education Trust
A.J.M Khumalo	Trustee of South Deep Education Trust
B.L Mokoatle	Trustee of South Deep Education Trust
N Ngcwabe (appointed 14 December 2023)	Trustee of South Deep Education Trust
S Rametse (appointed 14 December 2023)	Trustee of South Deep Education Trust
Tshikululu Social Investments (NPC)	Administrators
NLA Legal Inc.	Previous administrators
The South Deep Community Trust	Associated Trust
Invictus Gold (Pty) Ltd	Substantial Investment

**Related party balances and transactions**

**Investments in related parties**

Invictus Gold (Pty) Ltd	<u>707 857</u>	<u>359 128</u>
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**Amount payable to related parties**

The South Deep Community Trust	<u>1 262 000</u>	<u>1 289 000</u>
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**Transactions with related parties**

Invictus Gold (Pty) Ltd - Dividends received	<u>15 351 920</u>	<u>12 522 042</u>
Tshikululu Social Investments (NPC) - Management fees	<u>552 510</u>	<u>-</u>
NLA Legal Inc. - Management fees	<u>1 028 247</u>	<u>1 573 220</u>

No other material transactions have been entered into with the above trustees and/or Companies and the Trust which require disclosure in the annual financial statements.

**19. Going concern**

The annual financial statements have been prepared on the going concern basis since the trustees believe that the Trust has adequate resources in place to continue in operation for the foreseeable future and that the assets will be realised and the liabilities settled in the normal course of business. The trustees are also not aware of any new material changes that may adversely impact the trust. The trustees are also aware of any non-compliance with statutory or regulatory requirements or of any pending changes in legislation which may affect the trust.

**20. Subsequent events**

There are no events that have occurred between the date of the financial year end of the Trust and the date of this report that require adjustment or disclosure in the annual financial statements.