

**CORRUPTION WATCH (RF) NPC
REGISTRATION NO.K2011/118829/08**

(NPO REGISTRATION NO. 102-843-NPO)

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2023**

CORRUPTION WATCH (RF) NPC
REGISTRATION NO.K2011/118829/08
(NPO REGISTRATION NO. 102-843-NPO)

Annual Financial Statements for the year ended 31 December 2023

General Information

Country of incorporation and domicile

South Africa

Nature of business and principal activities

The company is a civil society initiative which contributes to reducing corruption in South Africa. Corruption Watch focuses on the abuse of public resources (and we also deal with abuse of union resources and charitable resources which are donated by the public). Corruption Watch contributes to reducing corruption in two ways:

- Firstly, by encouraging people to resist corruption

- Secondly, by helping to make the policy, social and political environment in South Africa less conducive to corruption.

The core business of Corruption Watch (CW) was described in the pre-launch period as 'gathering, analysis and dissemination of information that will enable citizens and their organised representatives, as well as public sector agencies and institutions, to combat corruption'.

Directors

The following directors held office for the year under review:-

T Maseko (Chairperson) - appointed 1 September 2023

Prof. F Cachalia

G McLaren-Ushewokunze

M Giddy

Prof F Cachalia - resigned 9 March 2023

Dr MJ Qobo (Acting Chairperson) - resigned 31 August 2023

B Mdangayi - appointed 5 April 2023

K Rajuili - appointed 5 April 2023

K Zukiswa - appointed 5 April 2023

KJ Singh (Executive Director)

Legal form

Non Profit Company with members

Registration numbers

Company registration

K2011/118829/08

NPO registration

102-843-NPO

Registered office and business address

87 De Korte Street

Braamfontein

Johannesburg

2001

Website address

corruptionwatch.org.za

Principal Bankers

Standard Bank of South Africa Limited

Preparer

The annual financial statements were internally prepared by L Ntambw.

Level of assurance

These annual financial statements have been audited independently in compliance with the MOI, the Companies Act of South Africa and the International Standards on Auditing (ISA).

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FOR THE YEAR ENDED 31 DECEMBER 2023**

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CORRUPTION WATCH (RF) NPC
REGISTRATION NO.K2011/118829/08

(NPO REGISTRATION NO. 102-843-NPO)

DIRECTORS' RESPONSIBILITIES AND APPROVAL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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 financial statements and related financial information included in this report. It is their responsibility to ensure that the 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 year then ended, in conformity with its accounting policies. The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with International Financial Reporting Standards 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 controls established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board of directors sets out 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 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 controls provides reasonable assurance that the financial records may be relied on for the presentation of the 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 31st December 2024 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.

Although the board of directors is primarily responsible for the financial affairs of the company, it is supported by the company's external auditors.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on pages 2 to 3.

The financial statements set out on pages 4 to 21, which have been prepared on the going concern basis, were approved by the board of directors on the 5th April 2024 and were signed on its behalf by:

Themba Maseko





P O BOX 32707
BRAAMFONTEIN
2017
SOUTH AFRICA

TEL (011) 403 3835
FAX (011) 339 7762

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF DIRECTORS

CORRUPTION WATCH (RF) NPC
REGISTRATION NO.K2011/118829/08
(NPO REGISTRATION NO. 102-843-NPO)

Unqualified Opinion

We have audited the financial statements of Corruption Watch (RF) NPC set out on pages set out on pages 5 to 21, which comprise the statement of financial position as at 31 December 2023, and the statement of comprehensive income, statement of changes in reserves and statement of cash flows for the financial year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements fairly present, in all material respects, the financial position of Corruption Watch (RF) NPC as at 31 December 2023, and of its financial performance and its cash flows for the year then ended in accordance with its accounting policies, International Financial Accounting Standards for Small and Medium-sized Entities and the Companies Act of South Africa.

Basis for Unqualified 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), together with the ethical requirements that are relevant to our audit of financial statements in South Africa. We have fulfilled our other ethical requirements in accordance with these requirements and the IRBA Code. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Part A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Without qualifying our opinion above, we draw attention to the following matter :

1. As explained in note 1.11 to the financial statements, the management of the company allocates project-related expenses against grant income on the basis of budgets and its assessment as to which project has incurred the expense concerned. We have relied on management's allocations of such costs, and the resultant accrual or deferral of grant income on the basis set out in note 1.11, for the purposes of our audit.

Other Information

The Board of Directors is responsible for the other information, which comprises the Report of the Directors, set out on page 4. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express 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 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.

D C DOUGLAS CA (SA)

Responsibilities of Management and Those Charged With Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with their accounting policies, the International Financial Reporting Standards for Small and Medium - sized Entities and the requirements of the Companies Act of South Africa, and for such internal control as management determines 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, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

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 ISAs 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 ISAs, we exercise professional judgment 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 management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Company's audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance 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. We have communicated with those charged with governance on all relationships and other matters, which may reasonably be thought to bear on our independence and, where applicable, related safeguards.



Rev Vincent Bhengu CA (SA) RA (IRBA 507361)
Douglas & Velcich
Chartered Accountants (S.A.)
Johannesburg
19 April 2024

**CORRUPTION WATCH (RF) NPC
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**REPORT OF THE DIRECTORS FOR THE
YEAR ENDED 31 DECEMBER 2023**

Your board of directors presents its report, together with the audited financial statements of the company for the financial year ended 31 December 2023.

NATURE OF ACTIVITIES

The company is a civil society initiative which contributes to reducing corruption in South Africa. Corruption Watch focuses on the abuse of public resources (and we also deal with abuse of union resources and charitable resources which are donated by the public).

Corruption Watch contributes to reducing corruption in two ways:

- Firstly, by encouraging people to **resist** corruption
- Secondly, by helping to make the policy, social and political environment in South Africa less conducive to corruption.

The core business of Corruption Watch (CW) was described in the pre-launch period as 'gathering, analysis and dissemination of information that will enable citizens and their organised representatives, as well as public sector agencies and institutions, to combat corruption'.

RESULTS

The financial results of the company for the year are fully disclosed in the attached financial statements.

POST FINANCIAL POSITION EVENTS

No material fact or circumstance has occurred between the financial position date and the date of the audit report.

EQUIPMENT

During the year under review, the company acquired equipment costing R344,839 (2022:R198,342).

DIRECTORS

The following directors served during the year under review :-

T Maseko (Chairperson) - appointed 1 September 2023
G McLaren-Ushewokunze
M Giddy

Prof F Cachalia - resigned 9 March 2023
Dr MJ Qobo (Acting Chairperson) - resigned 31 August 2023

B Mdangayi - appointed 5 April 2023
K Rajuili - appointed 5 April 2023
K Zukiswa - appointed 5 April 2023

KJ Singh (Executive Director)

AUDITORS

Douglas and Velcich were retained as auditors for the year under review.

**CORRUPTION WATCH (RF) NPC
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STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Note	2023 R	2022 R
ASSETS		17 589 593	14 713 815
Non current assets		371 222	229 441
Equipment	3	371 222	229 441
Current assets		17 218 371	14 484 374
Accounts receivable	4	1 518 053	1 190 670
Accrued income	5	839 656	1 917 083
Investments	6	9 941 870	9 143 657
Cash and cash equivalents	7	4 918 793	2 232 963
Total assets		17 589 593	14 713 815
RESERVES AND LIABILITIES		17 589 593	14 713 815
Reserves		5 428 848	4 544 103
Accumulated surplus		1 248 629	1 303 878
Equipment fund		371 222	229 441
Sustainability fund		3 808 997	3 010 784
Current liabilities		12 160 746	10 169 712
Accounts payable	8	372 283	685 656
Deferred income	9	11 514 691	9 248 383
Provision for leave pay	10	273 772	235 673
Total reserves and liabilities		17 589 593	14 713 815

**CORRUPTION WATCH (RF) NPC
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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Note	2023 R	2022 R
INCOME		24 406 385	22 912 945
Grants and donations	11	24 201 088	22 382 416
Contract income		-	172 901
Interest received	12	173 265	260 107
Sundry income		32 032	97 521
EXPENDITURE		24 319 852	22 247 960
Audit fees		72 945	65 505
Bank charges		65 547	64 961
Communication costs		125 043	110 039
Computer expenses		35 420	106 985
Consulting fees		-	9 199
Depreciation	3	203 058	164 799
Director's emoluments	13	420 840	390 061
Donations		-	10 000
Fundraising costs		180 240	73 545
Insurance		28 223	23 912
Interest and penalties		88 430	48 966
Office supplies		49 908	122 048
Printing and stationery		3 061	9 858
Programme costs	13/14	18 227 821	16 444 905
Rent, parking, water and electricity		183 889	331 340
Repairs and maintenance		61 979	27 531
Salaries, wages and contributions		4 129 724	3 931 167
Staff training and welfare		157 246	125 921
Strategic expenses		-	42 702
Travel and accommodation		286 478	144 516
SURPLUS FOR THE YEAR		86 532	664 984
OTHER COMPREHENSIVE INCOME		798 212	459 009
Interest and dividends received on investment		720 866	427 294
Management fees on investment		(23 301)	(24 182)
Fair value adjustment on investment		100 647	55 897
COMPREHENSIVE INCOME		884 744	1 123 993

(NPO REGISTRATION NO. 102-843-NPO)

STATEMENT OF CHANGES IN RESERVES FOR
THE YEAR ENDED 31 DECEMBER 2023

	Accumulated Surplus R	Equipment Fund R	Sustainability Fund R	Total R
Balance at 31 December 2021	672 438	195 897	2 551 776	3 420 111
Comprehensive income for 2022	664 984	-	459 009	1 123 993
Surplus for the year	664 984	-	-	664 984
Interest and dividends received on investment	-	-	427 294	427 294
Management fees on investment	-	-	(24 182)	(24 182)
Fair value adjustment on investment	-	-	55 897	55 897
Transfer (to) equipment fund	(198 342)	198 342	-	-
Acquisition during the year	(198 342)	198 342	-	-
Depreciation during the year	164 799	(164 799)	-	-
Balance at 31 December 2022	1 303 878	229 441	3 010 784	4 544 103
Comprehensive income for 2023	86 532	-	798 212	884 744
Surplus for the year	86 532	-	-	86 532
Interest and dividends received on investment	-	-	720 866	720 866
Management fees on investment	-	-	(23 301)	(23 301)
Fair value adjustment on investment	-	-	100 647	100 647
Transfer (to) equipment fund	(344 839)	344 839	-	-
Acquisition during the year	(344 839)	344 839	-	-
Depreciation during the year	203 058	(203 058)	-	-
Transfer (to) sustainability fund	-	-	-	-
Balance at 31 December 2023	1 248 629	371 222	3 808 997	5 428 848

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STATEMENT OF CASH FLOWS FOR THE
YEAR ENDED 31 DECEMBER 2023

	Note	2023 R	2022 R
Cash flows from operating activities			
Cash receipts from funders and donors		27 576 855	16 322 163
Cash paid to programmes, suppliers and employees		(24 719 451)	(22 072 997)
Cash generated from/(utilised in) operations	18	2 857 404	(5 750 834)
Interest received	12	894 131	687 401
Net cash inflow/(outflow) from operating activities		3 751 536	(5 063 433)
Cash flows (utilised in) investing activities			
Acquisition of equipment, at cost	3	(344 839)	(198 342)
Interest reinvested	6	(720 866)	(427 294)
Net increase/(decrease) in cash and cash equivalents		2 685 830	(5 689 070)
Cash and cash equivalents at beginning of year		2 232 963	7 922 034
Cash and cash equivalents at end of year	7	4 918 793	2 232 963

**CORRUPTION WATCH (RF) NPC
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(NPO REGISTRATION NO. 102-843-NPO)

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

ACCOUNTING POLICIES

1. The financial statements have been prepared in accordance with International Financial Reporting Standards for Small, Medium-sized Entities and the Companies Act no. 71 of South Africa. The financial statements have been prepared on the historical cost basis, except for financial instruments, and incorporate the following principal accounting policies set out below.

1.1 SIGNIFICANT JUDGEMENTS

In preparing the financial statements, management is required to make estimates and assumptions that affect the amounts represented in the financial statements and related disclosures. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates which may be material to the financial statements.

1.2 EQUIPMENT

The cost of an item of tangible assets is recognised as an asset when:

- it is probable that future economic benefits associated with the item will flow to the company; and
- the cost of the item can be measured reliably.

Costs include costs incurred initially to acquire an item of tangible assets 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 tangible assets, the carrying amount of the replaced part is derecognised.

Any capital costs of less than R7,000 are expensed directly to profit or loss, as per the guidelines provided by SARS.

Tangible assets are carried at cost less accumulated depreciation and any impairment losses.

Depreciation is provided on all tangible assets other than freehold land, to write down the cost, less residual value, by equal instalments over their useful lives as follows:

Item	Useful life
Computer equipment	3 years
Office equipment	3 years
Office furniture	4 years

The depreciation charge for each period is recognised through profit or loss, unless it is included in the carrying amount of another asset.

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2023 (Continued)**

ACCOUNTING POLICIES (Continued)

1.2 EQUIPMENT (Continued)

The gain or loss arising from the derecognising of an item of equipment is included in profit or loss when the item is derecognised. The gain or loss arising from the derecognising of an item of equipment is determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item.

1.3 FINANCIAL INSTRUMENTS

Measurement

Financial instruments carried on the statement of financial position include bank balances, accounts receivable and accounts payable. Financial instruments are initially measured at cost as at trade date, which includes transaction costs. Subsequent to initial recognition, the following instruments are measured as set out below :-

Investments

Investments in financial assets are initially recognised at cost. Subsequently, financial assets are re-measured at fair value through profit and loss.

Accounts receivable

Accounts receivable is stated at cost less provision for impairment losses.

Cash and cash equivalents

Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and are subject to insignificant risk in change in value.

Cash and cash equivalents are measured at fair value.

Accounts payable

Accounts payable which are short - term obligation, are stated at their nominal value.

1.4 IMPAIRMENT

The carrying amounts of assets are reviewed at financial position date to determine whether there is any indication of impairment. If there is such indication, the assets are written down to the estimated recoverable amounts. The recoverable amount is the higher of the net selling price and the value in use.

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2023 (Continued)**

ACCOUNTING POLICIES (Continued)

1.5 EQUIPMENT FUND

An equipment fund is maintained to separate from accumulated funds the funding of non-current assets, which are not available for the short term funding of operations.

The fund is maintained at a value equal to the carrying value of equipment in the statement of financial position. Depreciation and profits or losses on disposal are charged against operating income each year and adjusted against the fund.

1.6 PROVISIONS

Provisions are recognised when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

1.7 LEASES AS LESSEE

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

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

1.8 REVENUE RECOGNITION

Income from grants is brought to account in the financial period to which it relates.

All other income is brought to account as and when received.

1.9 INTEREST INCOME

Interest is brought to account as and when received.

1.10 EXPENDITURE

Expenditure is accounted for on the accrual basis of accounting.

1.11 PROJECT ACCOUNTING AND EXPENSE ALLOCATION

In terms of its contractual obligations to donors, the company's policy is to allocate project expenses that are clearly identifiable as such, directly against project funds.

Indirect and shared costs are apportioned on the basis of management estimates.

Accrued and deferred grant income is based on the balance of the project fund after taking into account the direct, indirect and shared costs as described above. The unexpended surplus of the project fund is deferred to the following year or the deficit is accrued in the year under review.

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2023 (Continued)**

ACCOUNTING POLICIES (Continued)

1.12 EMPLOYEE BENEFITS

Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as paid vacation leave and sick leave, bonuses, and medical aid contributions) are recognised in the period in which the service is rendered and are not discounted.

The expected cost of compensated absences is recognised as an expense as the employee renders service that increases their entitlement or, in the case of non-accumulating absences, when the absence occurs.

The expected cost of bonus payments is recognised as an expense when there is a legal or constructive obligation to make such payments as a result of past performance.

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2023 (Continued)

2. FINANCIAL RISK MANAGEMENT

2.1 Financial risk factors

The company's activities could expose it to a variety of financial risks: market risk (including fair value interest rate risk), credit risk, liquidity risk and cash flow interest rate risk. The company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the company's financial performance.

Risk management is carried out by the directors, who evaluate financial risks.

(a) Market risk

The company is exposed to currency risk to the extent that some grants are denominated in foreign currency. The company however does not operate internationally and therefore its exposure to any foreign exchange risk is limited. Management regularly reviews the relevant rates of exchange and amends budgets if necessary.

(b) Credit risk

The company's credit risk is attributable to accounts receivable, accrued income and liquid funds. The credit risk on liquid funds is limited because the counter party is a bank with credit rating assigned by international credit-rating agencies. The company has no significant credit risk arising from its receivables or accrued income in the current year.

(c) Liquidity risk

Using cash flow forecasting, management maintains adequate levels of cash to fund ongoing obligations.

(d) Cash flow and fair value interest rate risk

The company has minimal exposure to interest rate risk as surplus funds are invested in local interest-bearing accounts.

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2023 (Continued)

3. EQUIPMENT

	Computer equipment R	Office equipment R	Office furniture R	Total R
31 December 2023				
Net book value - 1 January 2023	209 451	1	19 989	229 441
At cost	1 896 562	45 463	250 205	2 192 231
Accumulated depreciation	(1 687 111)	(45 462)	(230 216)	(1 962 790)
Additions during the year	334 155	-	10 685	344 839
Depreciation for the year	(193 105)	-	(9 953)	(203 058)
Net book value - 31 December 2023	350 500	1	20 721	371 222
At cost	2 230 717	45 463	260 890	2 537 070
Accumulated depreciation	(1 880 216)	(45 462)	(240 169)	(2 165 848)
31 December 2022				
Net book value - 1 January 2022	159 334	589	35 974	195 897
At cost	1 698 220	45 463	250 205	1 993 888
Accumulated depreciation	(1 538 886)	(44 874)	(214 231)	(1 797 991)
Additions during the year	198 342	-	-	198 342
Depreciation for the year	(148 225)	(588)	(15 985)	(164 799)
Net book value - 31 December 2022	209 451	1	19 989	229 441
At cost	1 896 562	45 463	250 205	2 192 231
Accumulated depreciation	(1 687 111)	(45 462)	(230 216)	(1 962 790)

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2023 (Continued)

	2023 R	2022 R
4. ACCOUNTS RECEIVABLE		
Lease and telephone deposits	121 970	107 870
Prepaid expenses	47 875	201 110
SARS receivable	112 476	-
VAT receivable	1 235 732	881 690
	1 518 053	1 190 670
5. ACCRUED INCOME		
Millennium Trust	84 340	-
Transparency International e.V (Secretariat) - REAP	-	1 857 079
Transparency International e.V (Secretariat) - LAC	755 316	60 005
	839 656	1 917 083
6. INVESTMENTS		
STANLIB Unit trusts		
Balance at beginning of the year	8 685 641	8 237 186
Funds invested during the year	-	-
Interest and dividends received and reinvested	720 866	427 294
Management fees	(23 301)	(24 182)
Fair value adjustment	89 225	45 343
Balance at end of year	9 472 431	8 685 641
Standard Bank - Quantum Plus SA Investment		
Balance at beginning of the year	458 016	447 463
Funds withdrawn during the year	-	-
Interest received and reinvested	-	-
Fair value adjustment	11 422	10 553
Balance at end of year	469 438	458 016
Total investments	9 941 870	9 143 657
7. CASH AND CASH EQUIVALENTS		
Current account	486 780	252 887
Marketlink accounts	2 427 666	866 184
Money market account	2 004 089	1 113 635
Petty cash	258	258
	4 918 793	2 232 963

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
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	2023 R	2022 R
8. ACCOUNTS PAYABLE		
Payroll liabilities	120 324	590 129
Sundry creditors	251 959	95 527
	372 283	685 656
9. DEFERRED INCOME		
Grants and donations		
Alliance for Open Society International	530 771	60 503
The Ball Family Foundation	-	261 042
The Claude Harris Leon Foundation	487 193	113 426
The David and Elaine Potter Foundation	382 908	591 225
The ELMA Foundation	-	1 577 278
The European Union	4 326 567	-
The Ford Foundation	609 354	715 114
GIZ German Cooperation	929 897	-
Millennium Trust	-	3 440 761
Oppenheimer Memorial Trust	-	727 605
Open Society Procurement	44 872	210 944
Open Society Foundation for South Africa	214 309	540 672
Overseas Development Institute	-	54 855
The RES Foundation	-	182 181
The Roy McAlpine Charitable Foundation	591 541	129 729
Transparency International e.V (Secretariat)	2 494 877	124 719
Yellowwoods Social Investments	902 402	518 329
	11 514 601	9 248 383
10. PROVISION FOR LEAVE PAY		
Balance at beginning of the year	235 673	186 273
Additions during the year	823 559	703 165
(Utilised) during the year	(785 459)	(653 765)
	273 772	235 673

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THE YEAR ENDED 31 DECEMBER 2023 (Continued)

	2023 R	2022 R
11. GRANTS AND DONATIONS		
ABSA Bank	-	640 106
Deferred to 2022	-	640 106
Anglo Gold Ashanti Chairman's Fund	-	190 636
Deferred to 2022	-	190 636
Alliance for Open Society International	696 398	1 106 163
Received	1 166 666	1 166 666
Deferred to 2023	60 503	(60 503)
Deferred to 2024	(530 771)	-
The Ball Family Foundation	261 042	337 896
Received	-	250 000
Deferred to 2022	-	348 939
Deferred to 2023	261 042	(261 042)
The Claude Harris Leon Foundation	1 126 233	1 529 547
Received	1 500 000	1 500 000
Deferred to 2022	-	142 973
Deferred to 2023	113 426	(113 426)
Deferred to 2024	(487 193)	-
The Crimeline Foundation	-	565 179
Deferred to 2022	-	565 179
The David and Elaine Potter Foundation	208 318	308 775
Received	-	900 000
Deferred to 2023	591 225	(591 225)
Deferred to 2024	(382 908)	-
The ELMA Foundation	4 577 278	2 086 251
Received	3 000 000	2 500 000
Deferred to 2022	-	1 163 528
Deferred to 2023	1 577 278	(1 577 278)
The European Union	-	-
Received	4 326 567	-
Deferred to 2024	(4 326 567)	-
The Ford Foundation	2 023 680	1 908 834
Received	1 917 920	1 686 529
Deferred to 2022	-	937 419
Deferred to 2023	715 114	(715 114)
Deferred to 2024	(609 354)	-
GIZ German Cooperation	2 042 654	-
Received	2 972 551	-
Deferred to 2024	(929 897)	-
Kirsh Foundation	-	288 739
Deferred to 2022	-	288 739
Balance carried forward	10 935 603	8 962 125

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2023 (Continued)**

	2023 R	2022 R
11. GRANTS AND DONATIONS (Continued)		
Balance brought forward	10 935 603	8 962 125
Millennium Trust	6 525 101	1 865 147
Received	3 000 000	2 500 000
Accrued in 2023	84 340	-
Deferred to 2022	-	2 805 908
Deferred to 2023	3 440 761	(3 440 761)
Oppenheimer Memorial Trust	727 605	1 740 450
Received	-	800 000
Deferred to 2022	-	1 668 054
Deferred to 2023	727 605	(727 605)
Open Society Foundation for South Africa	326 363	1 598 500
Deferred to 2022	-	2 139 172
Deferred to 2023	540 672	(540 672)
Deferred to 2024	(214 309)	-
Open Society Procurement	166 072	-
Received	-	210 944
Deferred to 2023	210 944	(210 944)
Deferred to 2024	(44 872)	-
Overseas Development Institute	54 855	33 291
Received	-	88 146
Deferred to 2023	54 855	(54 855)
The RES Foundation	1 007 181	670 898
Received	825 000	750 000
Deferred to 2022	-	103 079
Deferred to 2023	182 181	(182 181)
The Roy McAlpine Charitable Foundation	38 188	370 271
Received	500 000	500 000
Deferred to 2023	129 729	(129 729)
Deferred to 2024	(591 541)	-
Sigrid Rausing Trust	-	1 122 587
Deferred to 2022	-	1 122 587
Social Change Initiative	-	185 436
Received	-	185 436
Standard Bank of South Africa	-	91 063
Deferred to 2022	-	91 063
Balance carried forward	19 780 967	16 639 769

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
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	2023 R	2022 R
11. GRANTS AND DONATIONS (Continued)		
Balance brought forward	19 780 967	16 639 769
Transparency International e.V (Secretariat)	4 027 801	4 479 929
Received	7 559 726	1 732 973
Accrued in 2022	(1 917 083)	1 917 083
Accrued in 2023	755 316	-
Deferred to 2022	-	954 593
Deferred to 2023	124 719	(124 719)
Deferred to 2024	(2 494 877)	-
Yellowwoods Social Investments	115 927	981 671
Received	500 000	1 000 000
Deferred to 2022	-	500 000
Deferred to 2023	518 329	(518 329)
Deferred to 2024	(902 402)	-
Other donations	276 393	281 047
	24 201 088	22 382 416
Total summary		
Received	27 544 823	16 051 741
Accrued in 2022	(1 917 083)	1 917 083
Accrued in 2023	839 656	-
Deferred to 2022	-	13 661 975
Deferred to 2023	9 248 383	(9 248 383)
Deferred to 2024	(11 514 691)	-
	24 201 088	22 382 416
12. NET INTEREST RECEIVED		
Interest earned - savings accounts	8 117	5 178
Interest earned - call deposit accounts	165 148	254 928
Statement of comprehensive income	173 265	260 107
Interest earned - Stanlib unit trusts	720 866	427 294
Statement of changes in reserves	720 866	427 294
Total interest earned	894 131	687 401

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
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	2023 R	2022 R
13. DIRECTOR'S EMOLUMENTS		
Executive director - KJ Singh		
Normal salary	1 683 359	1 560 658
<p>The portion of the director's emoluments related to programme costs of R1,262,519 (2022 : R1,170,493) has been allocated to the relevant programme costs reflected in note 14.</p>		
14. PROGRAMME COSTS		
Campaigns	2 862 692	2 856 593
Communication	6 017 159	6 119 467
Legal policy and investigation	3 338 309	3 484 206
Research	1 995 211	906 316
Stakeholder management	4 014 451	3 078 323
	18 227 821	16 444 905
15. COMMITMENTS		
<p>The company has the following commitments in respect of agreements over office premises and photocopier as follows:</p>		
Payable within one year	140 584	283 752
Payable thereafter	-	-
	140 584	283 752
16. TAXATION		
<p>No provision has been made for taxation as the company has qualified for exemption from income tax as a public benefit organisation under section 10(1)(cN) as read with section 30 of the Income Tax Act.</p>		
17. RELATED PARTIES		
Director's emoluments	refer notes 13/14	

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
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	2023 R	2022 R
18. CASH GENERATED FROM/(UTILISED IN) OPERATIONS		
Surplus for the year	86 532	664 984
Adjustment:		
Interest received	(173 265)	(260 107)
Depreciation	203 058	164 799
Decrease/(increase) in accrued income	1 077 428	(1 917 083)
Increase/(decrease) in deferred income	2 266 307	(4 413 592)
Increase in provision for leavepay	38 099	49 400
Operating surplus/(deficit) before working capital changes	3 498 160	(5 711 599)
Changes in working capital	(640 756)	(39 235)
(Increase) in accounts receivable	(327 383)	(560 576)
(Decrease)/increase in accounts payable	(313 373)	521 341
Cash generated from/(utilised in) operations	2 857 404	(5 750 834)

19. CONTINGENT LIABILITY

An action for defamation has been instituted against Corruption Watch in relation to an allegedly defamatory letter published on Corruption Watch's website, requesting the Minister of Agriculture, Land Reform and Rural Development to investigate an alleged occurrence of corruption within the Department, and mentioning the plaintiff in this matter by name. The plaintiff has claimed R500 000 in the matter, plus interest. Corruption Watch has argued that the statements concerning the plaintiff in the letter were not defamatory, alternatively, were true and published in the public interest.

The pleadings in the matter have closed

Legal counsel has estimated that if Corruption Watch are unsuccessful, the amount of award to the the plaintiff could be from R50 000 to R150 000, possibly plus the legal costs of the other side.

20. GOING CONCERN

The existence of the company is dependent on the continued support of its donors, by way of grants. Should the grants be withdrawn it is highly unlikely that the company will be able to continue as a going concern. Donors continue to provide support to the company in 2024.