

ASBESTOS RELIEF TRUST
(REGISTRATION NUMBER IT 1734/2003)
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2023

accounting • tax • statutory

JOHANNESBURG | CAPE TOWN | DURBAN

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Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Index

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

	Page
Trustees' Responsibilities and Approval	2
Independent Auditor's Report	3 - 4
Trustees' Report	5 - 6
Statement of Financial Position	7
Statement of Comprehensive Income	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Accounting Policies	11 - 13
Notes to the Annual Financial Statements	14 - 18

The following supplementary information does not form part of the annual financial statements and is unaudited:

Detailed Income Statement	19
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Level of assurance

These annual financial statements have been audited in compliance with the applicable requirements of the Trust Property Control Act 57 of 1988.

Preparer

1.2.3. Consulting Proprietary Limited
represented by: B Szoke, Professional Accountant (SAIPA)

Published

21 August 2023



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Trustees' Responsibilities and Approval

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 period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities.

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


The Trustees acknowledge that they are ultimately responsible for the system of internal financial 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 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 Trust and all employees are required to maintain the highest ethical standards in ensuring the Trust's business is conducted in a manner that in all reasonable circumstances is 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, controls, 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 management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the Annual Financial Statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The Trustees have reviewed the Trust's cash flow forecast for the year to 29 February 2024 and, in the light of this review and the current financial position, they are satisfied that the Trust has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditor is responsible for independently auditing and reporting on the Trust's Annual Financial Statements. The Annual Financial Statements have been examined by the Trust's external auditors and their report is presented on pages 3 to 4.

The Annual Financial Statements set out on pages 5 to 19, which have been prepared on the going concern basis, were approved by the board on 21 August 2023 and were signed on its behalf by:


A.C.G. Molusi


J.J. De Bruyn



Independent Auditor's Report

To the Trustees of Asbestos Relief Trust

Opinion

We have audited the Annual Financial Statements of Asbestos Relief Trust (the trust) set out on pages 7 to 18, which comprise the Statement of Financial Position as at 28 February 2023, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Asbestos Relief Trust as at 28 February 2023, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Trust Property Control Act 57 of 1988.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Statements section of our report. We are independent of the Trust in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors and other independence requirements applicable to performing audits of Annual Financial Statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion..

Other Information

The Trustees are responsible for the other information. The other information comprises the Trustees' Report and the Detailed Income Statement as required by the Local legislation over trusts, which we obtained prior to the date of this report. Other information does not include the Annual Financial Statements and our auditor's report thereon.

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

In connection with our audit of the Annual Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Annual Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, 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 Annual Financial Statements

The Trustees are responsible for the preparation and fair presentation of the Annual Financial Statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Local legislation over Trusts, and for such internal control as the Trustees determine is necessary to enable the preparation of Annual Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Annual Financial Statements, the Trustees are responsible for assessing the Trust'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 Trust or to cease operations, or have no realistic alternative but to do so.

Independent Auditor's Report

Auditor's Responsibilities for the Audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the Annual Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Annual Financial Statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust'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 Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Annual Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Financial Statements, including the disclosures, and whether the Annual Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the 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.

TGS South Africa Incorporated

TGS South Africa Incorporated
J.R. Pinto
Director
Chartered Accountants (S.A.)
Registered Auditors

21 August 2023
Johannesburg

Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023
Trustees' Report

The trustees have pleasure in submitting their report on the annual financial statements of Asbestos Relief Trust for the year ended 28 February 2023.

1. Nature of business

Asbestos Relief Trust was formed in South Africa with interests in the investment holding industry. The trust operates principally in South Africa.

Asbestos Relief Trust was formed to provide compensation to claimants that qualify, as defined in the Trust Deed, in respect of asbestos related diseases as fully and effectively as it's means allow.

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

2. Review of financial results and activities

The Annual Financial Statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the Trust are set out in these Annual Financial Statements.

3. Beneficiaries

The beneficiaries of the Trust during the accounting year and up to the date of this report are as follows:

- Qualifying claimants for the life of the Trust.

To the extent that upon the expiry of the life of the Trust, the assets left in the Trust may be donated to any charitable organisation having as one of its principal objectives the promotion of welfare of persons or communities detrimentally affected by asbestos mining.

All payments made to beneficiaries are limited to the funds available for distribution as per settlement accounts.

4. Distributions to beneficiaries

During the year under review, claims of the value of R 34 515 812 (2022: R 27 565 362) have been approved, of which R 9 009 394 (2022: R 10 921 184) still outstanding, to be paid out subsequent to year end.

5. Trustees

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

Trustees

A.C.G. Molusi
P.A. Van Zyl
J.J. De Bruyn
Dr. I.P. Jood-Molaolwe
M.T. Silinda

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

6. Property, plant and equipment

There was no change in the nature of the property, plant and equipment of the trust or in the policy regarding their use.

At 28 February 2023 the trust's investment in property, plant and equipment amounted to R2 297 126 (2022:R2 543 825), of which R89 408 (2022: R46 735) was added in the current year through additions.



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023
Trustees' Report

7. Going concern

The trustees believe that the trust has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The trustees have satisfied themselves that the trust is in a sound financial position to meet its foreseeable cash requirements. The trustees are not aware of any new material changes that may adversely impact the trust. The trustees are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the trust.

8. Auditors

TGS South Africa Incorporated continued in office as auditors for the trust for 2023.

They will continue in office for the 2024 financial year.

9. Duration of the Trust

The Trust shall endure for 25 years from date of registration (2003), which can be extended or reduced by 5 years with the discretion of the Trustees.

10. Date of authorisation for issue of annual financial statements

The annual financial statements have been authorised for issue by the trustees on 21 August 2023. No authority was given to anyone to amend the annual financial statements after the date of issue.

11. Other

The founders of the Trust are Gencor Limited, The Griqualand Exploration and Finance Company Limited and Msuali Asbes Beperk. The funds provided by the founders are detailed in note 3 of the financial statements.

The founders, in terms of a settlement agreement, have agreed to settle fully and finally and without any admission of liability, all disputes arising out of, in connection with exposure to asbestos dust and the contraction of asbestos-related diseases by any occupational, environmental or dependent claimant, as defined in the Trust Deed at any of the founders' operations. In terms of this settlement agreement funds were paid to the Trust for compensation of the qualifying claimants. These funds will be used to settle the Obligation to the beneficiaries of the Trust. Accordingly the Trust's assets represents an obligation to the beneficiaries of the Trust. The income generated by the Trust from these assets represents income of the Trust. The trust will apply this income to meet the expenses of the Trust.

Any income, in excess of the expenses of the Trust will be for the benefit of the beneficiaries. The Gencor settlement account is specifically utilised by the Trustees to make awards to the following beneficiaries:

- All persons who have contracted an asbestos related disease with a lung function impairment who had occupational exposure to asbestos dust at the qualifying operations solely during the period 1965 to 1988 inclusive.
- All persons who have contracted an asbestos related disease with a lung function impairment who had environmental (nonoccupational exposure) to asbestos dust in the vicinity of any of the qualifying operations and who have no prior history of any occupational exposure to asbestos dust at any time.
- All persons who have contacted mesothelioma or asbestos related lung cancer who had occupational exposure to asbestos dust at any time of the qualifying operations partly during 1965 to 1988 and partly outside this period.
- The dependents of persons who have died and a cause of death is mesothelioma or asbestos related lung cancer in circumstances where it is satisfied that the deceased had asbestos dust exposure at a qualifying operation or, as the case may be, environmental exposure to asbestos dust in the vicinity of any of the qualifying operations and who had no history if any occupational exposure to asbestos dust at any time.



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Statement of Financial Position as at 28 February 2023

Figures in Rand	Note(s)	2023	2022
Assets			
Non-Current Assets			
Property, plant and equipment	2	2 297 126	2 543 825
Other financial assets	3	211 399 953	237 861 266
		213 697 079	240 405 091
Current Assets			
Trade and other receivables	4	93 269	66 752
Cash and cash equivalents	5	8 530 566	8 466 298
		8 623 835	8 533 050
Total Assets		222 320 914	248 938 141
Equity and Liabilities			
Equity			
Trust capital	6	300	300
Funds available for distribution		212 986 142	237 750 545
		212 986 442	237 750 845
Liabilities			
Current Liabilities			
Trade and other payables	8	9 070 077	10 985 065
Provisions	9	264 395	202 231
		9 334 472	11 187 296
Total Equity and Liabilities		222 320 914	248 938 141



Asbestos Relief Trust

(Registration number: IT 1734/2003)

Annual Financial Statements for the year ended 28 February 2023

Statement of Comprehensive Income

Figures in Rand	Note(s)	2023	2022
Revenue	10	376 257	354 898
Other income	11	(5 205 653)	16 767 650
Operating surplus (deficit)	12	(10 595 022)	(11 053 673)
Operating (deficit) surplus		(15 424 418)	6 068 875
Investment revenue	13	15 338 683	14 412 067
Social project expenses		(1 084 041)	(1 038 642)
Total comprehensive (loss) income for the year		(1 169 776)	19 442 300



Asbestos Relief Trust

(Registration number: IT 1734/2003)

Annual Financial Statements for the year ended 28 February 2023

Statement of Changes in Equity

Figures in Rand	Trust capital	Funds available for distribution	Accumulated surplus	Total equity
Balance at 01 March 2021	300	235 277 437	-	235 277 737
Total comprehensive income for the year	-	-	19 442 300	19 442 300
Transfer of capital surplus to trust capital	-	2 473 108	(19 442 300)	(16 969 192)
Total changes	-	2 473 108	(19 442 300)	(16 969 192)
Balance at 01 March 2022	300	237 750 545	-	237 750 845
Total comprehensive deficit for the year	-	-	(1 169 776)	(1 169 776)
Transfer of capital surplus to trust capital	-	(24 764 403)	1 169 776	(23 594 627)
Total changes	-	(24 764 403)	1 169 776	(23 594 627)
Balance at 28 February 2023	300	212 986 142	-	212 986 442
Notes	6	7		



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Statement of Cash Flows

Figures in Rand	Note(s)	2023	2022
Cash flows from operating activities			
Cash (used in) generated from operations	16	(18 052 692)	5 578 545
Portfolio fees		990 351	1 095 156
Net cash from operating activities		(17 062 341)	6 673 701
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(89 408)	(46 735)
Proceeds from sale of property, plant and equipment	2	1 000	-
Net movement in financial assets		26 461 313	(4 552 633)
Interest Income		12 425 424	10 946 041
Dividends received		1 922 909	2 370 870
Net cash from investing activities		40 721 238	8 717 543
Cash flows from financing activities			
Net movements in funds available for distribution		(24 764 403)	2 473 108
Transfer of surplus to funds available for distribution		1 169 774	(19 442 298)
Net cash from financing activities		(23 594 629)	(16 969 190)
Total cash movement for the year		64 268	(1 577 946)
Cash and cash equivalents at the beginning of the year		8 466 298	10 044 244
Total cash at end of the year	5	8 530 566	8 466 298



Asbestos Relief Trust

(Registration number: IT 1734/2003)

Annual Financial Statements for the year ended 28 February 2023

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The Annual Financial Statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. The Annual Financial Statements have been prepared on the historical cost basis, except for the measurement of investment properties and certain financial instruments at fair value, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Significant judgements and sources of estimation uncertainty

Critical judgements in applying accounting policies

In preparing the Annual Financial Statements management is required to make adjustments, estimates and assumptions that affect the amounts represented in the Annual Financial Statements and related disclosures. The estimates and assumptions are based on historical experience and other factors that are considered to be relevant. Actual results in the future could differ from these estimates which may be material to the Annual Financial Statements.

1.2 Property, plant and equipment

Property, plant and equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment as follows:

Item	Depreciation method	Average useful life
Buildings	Straight line	20 Years
Furniture and fixtures	Straight line	10 Years
Motor vehicles	Straight line	5 Years
Office equipment	Straight line	5 Years
IT equipment	Straight line	3 Years
Computer software	Straight line	2 Years
Land	Straight line	Indefinite

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in surplus or deficit when the item is derecognised.

The residual value, depreciation method and useful life of each asset are reviewed only where there is an indication that there has been a significant change from the previous estimate.

1.3 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through surplus or deficit) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. They are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Accounting Policies

1.3 Financial instruments (continued)

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

Financial instruments at fair value

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through surplus or deficit.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

1.4 Tax

Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

Current tax liabilities (assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the tax authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities

A deferred tax liability is recognised for all taxable temporary differences.

A deferred tax asset is recognised for all deductible temporary differences to the extent that it is probable that taxable surplus will be available against which the deductible temporary difference can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Tax expenses

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense.

1.5 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

Operating leases - lessor

Operating lease income is recognised as an income on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the receipt of payments is not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Accounting Policies

1.6 Impairment of assets

The trust assesses at each reporting date whether there is any indication that assets may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in surplus or deficit.

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

1.7 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 leave pay and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

1.8 Provisions and contingencies

Provisions are recognised when the trust has an obligation at the reporting date as a result of a past event; it is probable that the trust will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

Contingent assets and contingent liabilities are not recognised.

1.9 Revenue

Revenue is recognised to the extent that the Trust has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the Trust. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in surplus or deficit, using the effective interest rate method.

Revenue is measured at the fair value of the consideration received or receivable and represents the amount receivable for rentals levied in the normal course of business, net of trade discounts and value added tax.

Dividends are recognised, in surplus or deficit, when the Trust's right to receive payment has been established.

1.10 Borrowing costs

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



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Notes to the Annual Financial Statements

Figures in Rand 2023 2022

2. Property, plant and equipment

	2023			2022		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Land	1 331 536	-	1 331 536	1 331 536	-	1 331 536
Buildings	4 882 464	(4 064 338)	818 126	4 882 464	(3 820 215)	1 062 249
Furniture and fixtures	400 998	(358 251)	42 747	393 264	(352 249)	41 015
Motor vehicles	374 164	(374 164)	-	374 164	(374 164)	-
Office equipment	346 931	(282 216)	64 715	309 934	(230 482)	79 452
IT equipment	246 498	(206 496)	40 002	220 726	(191 153)	29 573
Computer software	749 022	(749 022)	-	749 022	(749 022)	-
Total	8 331 613	(6 034 487)	2 297 126	8 261 110	(5 717 285)	2 543 825

Reconciliation of property, plant and equipment - 2023

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Land	1 331 536	-	-	-	1 331 536
Buildings	1 062 249	-	-	(244 123)	818 126
Furniture and fixtures	41 015	7 734	-	(6 002)	42 747
Office equipment	79 452	36 997	-	(51 734)	64 715
IT equipment	29 573	44 677	(5 472)	(28 776)	40 002
	2 543 825	89 408	(5 472)	(330 635)	2 297 126

Reconciliation of property, plant and equipment - 2022

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Land	1 331 536	-	-	-	1 331 536
Buildings	1 306 373	-	-	(244 124)	1 062 249
Furniture and fixtures	20 006	26 753	-	(5 744)	41 015
Office equipment	131 724	-	-	(52 272)	79 452
IT equipment	63 999	19 982	(1 019)	(53 389)	29 573
	2 853 638	46 735	(1 019)	(355 529)	2 543 825

Details of properties

Unit 1, Sherborne Square, Parktown

- Purchase price: 30 April 2008: Land	1 331 536	1 331 536
- Purchase price: 30 April 2008: Building	4 882 464	4 882 464
	6 214 000	6 214 000

3. Other financial assets

At fair value

Investment portfolio - Taquanta Asset Managers Proprietary Limited	106 534 442	113 654 143
Investment portfolio - Prescient Investment Management	104 865 511	124 207 123
	211 399 953	237 861 266

Non-current assets

At fair value	211 399 953	237 861 266
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The fair values of listed or quoted investments are based on the quoted market price at reporting period date.



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Notes to the Annual Financial Statements

Figures in Rand	2023	2022
4. Trade and other receivables		
Trade receivables	-	4 572
Deposits	59 550	48 450
Accrued income	33 719	13 730
	93 269	66 752
5. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Cash on hand	4 000	4 000
Bank balances	123 269	124 803
Other cash and cash equivalents	8 403 297	8 337 495
	8 530 566	8 466 298
6. Trust capital		
Capital account / Trust capital		
Balance at beginning of year	300	300
7. Funds available for distribution		
Gencor settlement fund	205 023 876	230 031 784
Gefco settlement fund	6 460 229	6 201 693
Msuali settlement fund	1 502 037	1 517 068
	212 986 142	237 750 545
Gencor settlement fund		
Opening balance	230 031 784	228 221 947
Net surplus/(deficit) for the period	(1 124 738)	18 693 765
Claims paid	(25 506 419)	(16 515 168)
Transfer to claims payable	(8 096 099)	(9 719 348)
Reversal of prior year claims payable	9 719 348	9 350 588
	205 023 876	230 031 784
Gefco settlement fund		
Opening balance	6 201 693	5 778 172
Net surplus/(deficit) for the period	(30 005)	498 699
Claims paid	-	(119 537)
Transfer to claims payable	(821 769)	(1 110 311)
Reversal of prior year claims payable	1 110 311	1 154 670
	6 460 230	6 201 693
Msuali settlement fund		
Opening balance	1 517 068	1 277 319
Net surplus/(deficit) for the period	(15 031)	249 833
Claims paid	-	(9 473)
Transfer to claims payable	(91 525)	(91 525)
Reversal of prior year claims payable	91 525	90 914
	1 502 037	1 517 068



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Notes to the Annual Financial Statements

Figures in Rand	2023	2022
8. Trade and other payables		
Claims payable	9 009 394	10 921 184
Deposits received	37 806	45 586
Trade payables	21 197	16 171
Value Added Taxation	1 680	2 124
	9 070 077	10 985 065

9. Provisions

Reconciliation of provisions - 2023

	Opening balance	Utilised during the year	Closing balance
Provisions for employee benefits	202 231	62 164	264 395

Reconciliation of provisions - 2022

	Opening balance	Utilised during the year	Closing balance
Provisions for employee benefits	316 313	(114 082)	202 231

Net provisions

10. Revenue

Rental income	376 257	354 898
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11. Other income

Administration and management fees received	543 756	536 727
Sundry income	93 315	78 759
Profit (Loss) on sale of assets and liabilities	(5 842 724)	16 152 164
	(5 205 653)	16 767 650

12. Operating surplus (deficit)

Operating surplus (deficit) include the following expenses:

Property, plant and equipment	(4 471)	(1 019)
Depreciation on property, plant and equipment	330 635	355 529
Employee costs	1 645 749	2 443 592



Asbestos Relief Trust

(Registration number: IT 1734/2003)

Annual Financial Statements for the year ended 28 February 2023

Notes to the Annual Financial Statements

Figures in Rand	2023	2022
13. Investment revenue		
Dividend revenue		
Dividend received - Taquanta	734 666	924 725
Dividend received - Prescient	1 188 243	1 446 145
	1 922 909	2 370 870
Interest revenue		
Interest received - Taquanta	5 506 041	4 902 510
Interest received - Prescient	7 592 812	6 972 244
Interest received - Other	316 921	166 443
	13 415 774	12 041 197
	15 338 683	14 412 067
14. Fair value adjustments		
Realised (profit)/loss on investment assets		
Investment portfolio - Taquanta Asset Managers Proprietary Limited	(3 208 643)	(1 518 862)
Investment portfolio - Precient Investment Management	5 272 464	(6 121 928)
	2 063 821	(7 640 790)
Unrealised (profit)/loss and reversals on investment portfolio		
Investment portfolio - Taquanta Asset Managers Proprietary Limited	1 755 267	(4 071 349)
Investment portfolio - Precient Investment Management	2 023 635	(4 440 025)
	3 778 902	(8 511 374)
Realised (profit)/loss on investment portfolio	2 063 821	(7 640 790)
Unrealised (profit)/loss and reversals on investment portfolio	3 778 903	(8 511 374)
	5 842 724	(16 152 164)
15. Taxation		
Major components of the tax expense		
No provision has been made for the 2023 tax as the trust has no taxable income. In terms of S25B of the Income Tax Act, the Income in excess of expenditure for the year will be taxed in the hands of the beneficiaries.		
16. Cash (used in) generated from operations		
Net (deficit) surplus before taxation	(1 169 776)	19 442 300
Adjustments for:		
Depreciation and amortisation	330 635	355 529
Deficit on sale of assets	4 471	1 019
Movement in provisions	62 164	(114 082)
Dividends received	(1 922 909)	(2 370 870)
Interest income	(13 415 774)	(12 041 197)
Changes in working capital:		
Trade and other receivables	(26 517)	1 064
Trade and other payables	(1 914 986)	304 782
	(18 052 692)	5 578 545



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Notes to the Annual Financial Statements

Figures in Rand	2023	2022
17. Social project expenses		
Asbestos Interest Group (AIG)	294 751	274 771
Cancer Charity Workers (CCW)	29 994	28 296
Kuruman Palliative care Nurse Project (KPCNP)	758 635	655 642
Other Grants	661	79 933
	1 084 041	1 038 642



Asbestos Relief Trust
(Registration number: IT 1734/2003)
Annual Financial Statements for the year ended 28 February 2023

Detailed Income Statement

Figures in Rand	Note(s)	2023	2022
Revenue			
Rental income		376 257	354 898
Other income			
Administration and management fees received		543 756	536 727
Fair value adjustments		(5 842 724)	16 152 164
Other income/recovery		93 315	78 759
		(5 205 653)	16 767 650
Operating expenses			
Auditors remuneration		217 350	209 530
Bank charges		3 825	9 915
Claim processing and related expenses		652 749	192 841
Claims computer hosting and work records		340 391	259 061
Communications		5 980	9 313
Computer expenses		210 461	247 595
Conference and seminars		-	38 284
Courier and postage		90 912	191 438
Depreciation, amortisation and impairments		330 635	355 529
Employee costs		1 645 749	2 443 592
Equipment rental and related expenditure		127 327	120 026
Health and safety		-	23 575
Insurance		54 279	60 427
Legal expenses		55 826	-
Medical administration and management fees		3 092 931	2 917 372
Medical evaluations		171 875	196 039
Meeting expenditure		47 367	12 403
Office and related expenses		806 514	724 462
Other expenses		1 465	2 060
Portfolio management fees		990 351	1 095 156
Printing and stationery		12 442	12 493
Professional fees - actuarial fees		54 625	124 200
Professional fees - administration fees		35 789	30 376
Professional fees - labour relations		-	24 090
Professional fees - other		76 283	133 494
Profit and loss on sale of assets and liabilities		4 471	1 019
Repairs and maintenance		72 389	101 681
Staff training		-	330
Staff welfare		1 471	843
Subscriptions		4 425	4 311
Telephone and fax		48 795	54 438
Travel - local		188 030	123 974
Trustee consulting fees		138 000	168 000
Trustees Fees		1 097 331	1 165 806
Workshops and seminars		14 984	-
		10 595 022	11 053 673
Operating (deficit) surplus		(15 424 418)	6 068 875
Investment income	13	15 338 683	14 412 067
Social project expenses		(1 084 041)	(1 038 642)
		14 254 642	13 373 425
Total comprehensive (loss) income for the year		(1 169 776)	19 442 300

