

*National
Bargaining Council
for the
Road Freight Industry*



NBCRFI

"Your Road Freight Partner"
**ANNUAL REPORT
2007**



FINANCIALS 2007

*National
Bargaining Council
for the
Road Freight Industry*



NBCRFI

Report to Independent Auditors

To the members of The National Bargaining Council for the Road Freight Industry

We have audited the annual financial statements of The National Bargaining Council for the Road Freight Industry set out on pages 4 to 13 for the year ended 28 February 2007. These annual financial statements are the responsibility of the funds's Council members. Our responsibility is to express an opinion on these annual financial statements based on our audit.

We were engaged to audit the annual financial statements of The National Bargaining Council for the Road Freight Industry set out on pages 4 to 13 for the year ended 28 February 2007. These annual financial statements are the responsibility of the funds's Council members.

Scope

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the annual financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion, except for the adjustment that might have been found necessary due to the matter listed below, the annual financial statements present fairly, in all material respects, the financial position of

the fund at 28 February 2007 and the results of its operations and cash flows for the year then ended in accordance with entity specific accounting policies adopted, and in the manner required by Section 53(2)b of the Labour Relations Act of 1995.

Emphasis

Without qualifying our opinion above, we draw your attention to the note on contingencies in the notes to the annual financial statements. This condition indicates the existence of an uncertainty due to the unavailability of an actuarial valuation for the defined benefit plan.

Supplementary information

Without qualifying our opinion, we draw your attention to the fact that with the supplementary information set out on page 14 does not form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion on it.



SizweNtsaluba ES Inc.
Registered Auditors

Per: GTM Prinsloo

Pretoria
08 June 2007

COUNCIL MEMBERS' RESPONSIBILITIES AND APPROVAL

The Council members 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 fund 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 entity specific accounting policies adopted. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with entity specific accounting policies adopted and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The Council members acknowledge that they are ultimately responsible for the system of internal financial control established by the fund and place considerable importance on maintaining a strong control environment. To enable the Council members to meet these responsibilities, the fund 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 fund and all employees are required to maintain the highest ethical standards in ensuring the fund's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the fund is on identifying, assessing, managing and monitoring all known forms of risk across the fund. While operating risk cannot be fully eliminated, the fund endeavours to minimise it by ensuring that appropri-

ate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.


The Council members 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 Council members have reviewed the fund's cash flow forecast for the year to 29 February 2008 and, in the light of this review and the current financial position, they are satisfied that the fund has or has access to adequate resources to continue in operational existence for the foreseeable future.

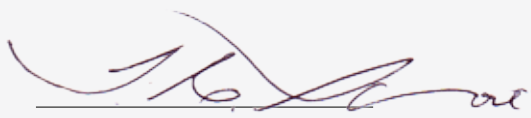
Although the Council members is primarily responsible for the financial affairs of the fund, they are supported by the fund's external auditors.

The external auditors are responsible for independently reviewing and reporting on the fund's annual financial statements. The annual financial statements have been examined by the fund's external auditors and their report is presented on page 2.

The annual financial statements set out on pages 4 to 14, which have been prepared on the going concern basis, were approved by the Council members on 31 May 2007 and were signed on its behalf by:



Mr J Letswalo



Mr T Short

Pretoria
31 May 2007

Financials - Main Council



BALANCE SHEET

	Note(s)	2007 R	2006 R
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	2	10,825,922	11,125,525
Other financial assets	3	22,431,058	26,981,058
		33,256,980	38,106,583
CURRENT ASSETS			
Trade and other receivables	4	1,022,342	932,887
Cash and cash equivalents	5	50,219,408	61,897,864
		51,241,750	62,830,751
Total Assets		84,498,730	100,937,334
EQUITY AND LIABILITIES			
EQUITY			
Surplus funds		44,149,268	29,648,883
LIABILITIES			
CURRENT LIABILITIES			
Other financial liabilities	6	25,054,779	48,961,998
Trade and other payables	7	15,294,683	22,326,453
		40,349,462	71,288,451
Total Equity and Liabilities		84,498,730	100,937,334

INCOME STATEMENT

	Note(s)	2007 R	2006 R
Income		58,089,868	44,096,657
Other income		693,568	4,719,078
Operating expenses		(44,283,051)	(42,061,073)
Operating surplus		14,500,385	6,754,662
Surplus for the period		14,500,385	6,754,662

Financials - Main Council

CHANGES IN FUNDS

	Surplus funds R	Total funds R
Balance at 01 March 2005	22,894,221	22,894,221
Changes		
Surplus for the year	6,754,662	6,754,662
Total changes	6,754,662	6,754,662
Balance at 01 March 2006	29,648,883	29,648,883
Changes		
Surplus for the year	14,500,385	14,500,385
Total changes	14,500,385	14,500,385
Balance at February 28, 2007	44,149,268	44,149,268

CASH FLOW STATEMENT

	Note(s)	2007 R	2006 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	9	9,909,446	8,832,041
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	2	(2,445,253)	(3,464,681)
Sale of property, plant and equipment	2	214,570	820,856
Purchase of financial assets		-	(11,006,000)
Sale of financial assets		4,550,000	-
Net cash from investing activities		2,319,317	(13,649,825)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from loans		-	52,323,554
Repayment of loans		(23,907,219)	-
Net cash from financing activities		(23,907,219)	52,323,554
Total cash movement for the period		(11,678,456)	47,505,770
Cash at the beginning of the period		61,897,864	14,392,094
Total cash at end of the period	5	50,219,408	61,897,864

Accounting Policies

1. PRESENTATION OF ANNUAL FINANCIAL STATEMENTS

The annual financial statements have been prepared in accordance with entity specific accounting policies adopted by the Council. The annual financial statements have been prepared on the historical cost basis using the accounting policies set out below.

These accounting policies are consistent with the previous year.

1.1 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 fund; and
- The cost of the item can be measured reliably.

Property, plant and equipment is carried at cost less accumulated depreciation and any impairment losses.

Land and buildings are carried at cost less impairment and are not depreciated.

Depreciation is provided on all property, plant and equipment other than land and buildings, to write down the cost, less residual value, on a straight line basis over their useful lives as follows:

ITEM AVERAGE USEFUL LIFE

Furniture and fixtures 5 years

Motor vehicles 5 years

Office equipment 5 years

IT equipment 3 years

1.2 FINANCIAL INSTRUMENTS

INITIAL RECOGNITION

The company classifies financial instruments, or their component parts, on initial recognition as a financial asset, a financial liability or an equity instrument in accordance with the substance of the contractual arrangement.

Financial assets and financial liabilities are recognised on the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

LOANS TO (FROM) FUNDS

These included loans to holding companies, fellow subsidiaries, subsidiaries, joint ventures and associates and are recognised initially at fair value plus direct transaction costs.

Subsequently these loans are measured at amortised cost using the effective interest rate method, less any impairment loss recognised to reflect irrecoverable amounts.

TRADE AND OTHER RECEIVABLES

Trade receivables are measured at initial recognition at fair value, and are subsequently measured at amortised cost using the effective interest rate method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence that the asset is impaired. The allowance recognised is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the effective interest rate computed at initial recognition.

TRADE AND OTHER PAYABLES

Trade payables are initially measured at fair value, and are subsequently measured at amortised cost, using the effective interest rate method.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These are initially and subsequently recorded at fair value.

HELD TO MATURITY AND LOANS AND RECEIVABLES

These financial assets are initially at fair value plus direct transaction costs.

1.3 EMPLOYEE BENEFITS DEFINED BENEFIT PLANS

For defined benefit plans the cost of providing the benefits is determined using the projected credit method. Actuarial valuations are conducted on an annual basis by independent actuaries separately for the plan. The amount recognised in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognised actuarial gains and losses and unrecognised past service costs, and reduces by the fair value of plan assets.

1.4 OUTSTANDING LEVIES

In accordance with past practices, levies due but unpaid at the end of the financial period have not been brought into account.

Financials - Main Council



NOTES TO THE ANNUAL FINANCIAL STATEMENTS

PROPERTY, PLANT AND EQUIPMENT

	2007			2006		
	Cost / Valuation	Accumulated depreciation	Carrying value	Cost / Valuation	Accumulated depreciation	Carrying value
Buildings	4,100,000	-	4,100,000	4,100,000	-	4,100,000
Furniture and fixtures	1,617,155	(849,073)	768,082	1,325,197	(575,856)	749,341
Motor vehicles	6,949,127	(3,510,230)	3,438,897	7,294,386	(2,415,655)	4,878,731
Office equipment	2,038,993	(1,106,348)	932,645	1,868,526	(726,153)	1,142,373
IT equipment	1,017,785	(265,254)	752,531	92,119	-	92,119
Computer software	1,013,954	(180,187)	833,767	162,961	-	162,961
Total	16,737,014	(5,911,092)	10,825,922	14,843,189	(3,717,664)	11,125,525

RECONCILIATION OF PROPERTY, PLANT AND EQUIPMENT - 2007

	Opening Balance	Additions	Disposals	Depreciation	Total
Buildings	4,100,000	-	-	-	4,100,000
Furniture and fixtures	749,341	443,319	-	(424,578)	768,082
Motor vehicles	4,878,731	176,995	(212,710)	(1,404,119)	3,438,897
Office equipment	1,142,373	48,280	-	(258,008)	932,645
IT equipment	92,119	925,666	-	(265,254)	752,531
Computer software	162,961	850,993	-	(180,187)	833,767
	11,125,525	2,445,253	(212,710)	(2,532,146)	10,825,922

RECONCILIATION OF PROPERTY, PLANT AND EQUIPMENT - 2005

	Opening Balance	Additions	Disposals	Depreciation	Impairment Loss	Total
Buildings	4,947,149	80	-	-	(847,229)	4,100,000
Furniture and fixtures	820,459	88,105	-	(159,223)	-	749,341
Motor vehicles	4,319,178	2,603,732	(831,654)	(1,212,525)	-	4,878,731
Office equipment	1,196,086	517,684	(283)	(369,733)	(201,381)	1,142,373
IT equipment	-	92,119	-	-	-	92,119
Computer software	-	162,961	-	-	-	162,961
	11,282,872	3,464,681	(831,937)	(1,741,481)	(1,048,610)	11,125,525

Financials - Main Council

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2007 R	2006 R
2. Property, plant and equipment (continued)		
OTHER INFORMATION		
DETAILS OF PROPERTIES		
ERF 2915		
Erf 2915 Johannesburg, measuring 496 square meters with office buildings erected thereon.		
- Purchase price	1,658,444	1,658,444
- Additions since aquisition: 1992 - 1997	114,811	114,811
- Additions since aquisition: 2004	4,179	4,179
	1,777,434	1,777,434
ERF 2914		
Erf 2914 Johannesbur. Portion 2		
- Purchase price	1,514,211	1,514,211
- Additions since aquisition: 2004	1,655,584	1,655,584
- Impairment loss	(847,229)	(847,229)
	2,322,566	2,322,566
3. OTHER FINANCIAL ASSETS		
HELD TO MATURITY		
Fixed deposit and money market funds	21,981,058	26,981,058
The investments are held at a variety of financial institutions. These investments bear interest at between 6.75% and 7.8% per annum.		
LOANS AND RECEIVABLES		
Aids fund	450,000	-
Total other financial assets	22,431,058	26,981,058
NON-CURRENT ASSETS		
Held to maturity	21,981,058	26,981,058
Loans and receivables	450,000	-
4. TRADE AND OTHER RECEIVABLES		
Sundry debtors	49,144	932,887
Deposits	61,391	-
Accrued interest	80,000	-
Aids Sida Fund	63,793	-
Aids Fund	768,014	-
	1,022,342	932,887

Financials - Main Council

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2007 R	2006 R
5. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of:		
Bank balances	50,219,408	61,897,864
6. OTHER FINANCIAL LIABILITIES		
HELD AT AMORTISED COST		
Holiday pay bonus fund	(989,162)	10,648,925
Leave pay fund	(3,454,891)	4,889,649
Sick fund	2,719,487	7,747,103
Provident fund	5,761,936	20,132,741
Unallocated funds received	21,017,409	5,543,580
	25,054,779	48,961,998
CURRENT LIABILITIES		
At amortised cost	25,054,779	48,961,998
7. TRADE AND OTHER PAYABLES		
Trade payables	2,064,020	2,035,841
Outstanding cheques	8,147,039	18,503,068
VAT	339,064	-
Trust account	1,527,600	1,056,088
Refunds due	3,216,966	731,456
	15,294,689	22,326,453
TAXATION		
No provision has been made for taxation as the council currently exempt from paying taxation in terms of Section 10(1)(cA)(i) of the Income Tax Act.		
8. CASH GENERATED FROM (USED IN) OPERATIONS		
Surplus before taxation	14,500,385	6,754,662
ADJUSTMENTS FOR:		
Depreciation and amortisation	2,532,146	1,741,481
(Profit) loss on sale of assets	(1,860)	11,081
Impairment losses	-	1,048,610
CHANGES IN WORKING CAPITAL:		
Trade and other receivables	(89,455)	(768,932)
Trade and other payables	(7,031,770)	45,139
	9,909,446	8,832,041

Financials - Main Council

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

10. CONTINGENCIES

Employees of the council are members of the NBCRFI Pension Fund which is a defined benefit fund. The pension fund is administered by Liberty Life. The last approved annual financial statements were as of 28 February 2005 which indicate total plan assets amounting to R 6 122 424 and total plan liabilities amounting to R 6 122 424.

It was not possible to establish if there are unrecognised actuarial losses as the most recent formal valuation performed on the fund by the actuaries was at 1 March 2002. The draft surplus apportionment is due to be finalised before the actuary can proceed with the 1 March 2005 valuation.

The pension fund has been disclosed as a defined contribution plan in the past. The effect and disclosure of this is not possible due to the facts stated above.

In the event of an obligation existing to the Council at balance sheet date, it is not reflected in the financial statements and the adjustment would need to be made.

11. RECLASSIFICATION OF COMPARATIVE FIGURES

Comparative figures have been reclassified in certain instances.

	Note(s)	2007 R	2006 R
Revenue			
Levies received		25,726,877	22,771,948
Interest received		4,536,885	3,741,676
Admin fees received		27,826,106	17,583,033
		58,089,868	44,096,657
Other income			
Forfeitures		-	4,156,302
Gains on disposal of assets		1,860	-
Rental income		193,112	250,659
Sundry income		498,596	312,117
		693,568	4,719,078

Financials - Main Council

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	Note(s)	2007 R	2006 R
Operating expenses			
Accounting fees		(214,714)	(76,520)
Administration and management fees		-	(8,626,906)
Advertising		(119,800)	(411,119)
Arbitration expenses		(1,675,043)	(1,854,224)
Attendance fees		(1,166,162)	(1,449,506)
Bank charges		(711,309)	(828,687)
Bursary expenses		(177,520)	(839,893)
Consulting and professional fees		(2,334,785)	(993,393)
Councilor's fees		(300,000)	(300,037)
Depreciation, amortisation and impairments		(2,532,146)	(2,790,091)
Employee costs		(20,391,901)	(12,927,191)
Equipment hire		(343,332)	(237,995)
Extension expenses		(4,657,908)	(3,337,515)
Forfeitures refund		(55,231)	-
Insurance		(689,930)	(836,498)
Lease rentals on operating lease		(804,551)	(711,729)
Levies		(49,739)	-
Loss on disposal of assets		-	(11,081)
Motor vehicle expenses		(1,574,909)	(6,334)
Postage		(335,028)	(198,149)
Printing and stationery		(997,636)	(540,600)
Recruitment fees		(29,231)	(244,579)
Repairs and maintenance		(1,635,367)	(947,574)
Security		(310,554)	(257,831)
Staff welfare		(414,262)	-
Security		(118,487)	(89,452)
Telephone and fax		(1,365,568)	(789,707)
Training		(351,143)	(393,336)
Travel - local		(567,390)	(2,354,105)
Utilities		(359,405)	(7,021)
		(44,283,051)	(42,061,073)
Operating surplus		14,500,385	6,754,662
Surplus for the period		14,500,385	6,754,662

Report to Independent Auditors

To the members of Holiday Pay Bonus Fund of The National Bargaining Council for The Road Freight Industry. We have audited the annual financial statements of Holiday Pay Bonus Fund of The National Bargaining Council for The Road Freight Industry set out on pages 4 to 10 for the year ended February 28, 2007. These annual financial statements are the responsibility of the fund's Council members. Our responsibility is to express an opinion on these annual financial statements based on our audit.

Scope

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the annual financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the fund at February 28, 2007 and the results of its operations and cash flows for the year then ended in accordance with entity specific accounting policies adopted, and in the manner required by the Labour Relations Act.

Supplementary information

Without qualifying our opinion, we draw your attention to the fact that with the supplementary information set out on page 11 does not

form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion on it.



Sizwe Ntsaluba ES Inc.
Registered Accountants and Auditors

Per: GTM Prinsloo

Pretoria
June 8, 2007

COUNCIL MEMBERS' RESPONSIBILITIES AND APPROVAL

The Council members 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 fund 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 entity specific accounting policies adopted. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with entity specific accounting policies adopted and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The Council members acknowledge that they are ultimately responsible for the system of internal financial control established by the fund and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the Council members 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 fund and all employees are required to maintain the highest ethical standards in ensuring the fund's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the fund is on identifying, assessing, managing and monitoring all known forms of risk across the fund. While operating risk cannot be fully eliminated, the fund endeavours to minimise it by ensuring that appropriate infrastructure,

controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Council members 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 Council members have reviewed the fund's cash flow forecast for the year to February 29, 2008 and, in the light of this review and the current financial position, they are satisfied that the fund has or has access to adequate resources to continue in operational existence for the foreseeable future.

Although the Council members is primarily responsible for the financial affairs of the fund, they are supported by the fund's external auditors.

The external auditors are responsible for independently reviewing and reporting on the company's annual financial statements. The annual financial statements have been examined by the fund's external auditors and their report is presented on page 2.

The annual financial statements set out on pages 4 to 11, which have been prepared on the



Mr J Letswalo



Mr T Short

Pretoria
31 May 2007

Financials - Holiday Pay Bonus

BALANCE SHEET

		2007	2006
	Note(s)		
ASSETS			
NON-CURRENT ASSETS			
Investments	2	99 430 064	74 977 508
CURRENT ASSETS			
NBCRFI loan		-	10 648 925
Accrued Interest	3	267 036	3 387 399
Cash and cash equivalents	4	18 094 635	455 340
		18 361 671	14 491 664
Total Assets		117 791 735	89 469 172
CAPITAL AND LIABILITIES			
EQUITY			
Reserves		1 324 581	-
Retained income		2 086	(193)
		1 326 667	(193)
LIABILITIES			
NON-CURRENT LIABILITIES			
Industry Employees Trust Account	5	115 373 154	89 469 365
CURRENT LIABILITIES			
NBCRFI loan		989 162	-
Trade and other payables		102 752	-
		1 091 914	-
Total Liabilities		116 465 068	89 469 365
Total Equity and Liabilities		117 791 735	89 469 172

INCOME STATEMENT

		2007	2006
	Note(s)		
INCOME STATEMENT			
Other income		8 688 445	6 503 349
Operating expenses		(8 686 166)	(6 503 542)
Operating surplus (deficit)		2 279	(193)
Surplus/ (deficit) for the period		2 279	(193)

Financials - Holiday Pay Bonus



CHANGES IN FUNDS

	Forfeitures reserve R	Surplus funds R	Total funds R
Balance at March 1, 2005	-	-	-
Changes			
Deficit for the year		(193)	(193)
Total changes	-	(193)	(193)
Balance at March 1, 2006		(193)	(193)
Changes			
Transfer of funds	1 324 581		1 324 581
Net income (expenses) recognised directly in equity	1 324 581	-	1 324 581
Surplus for the year		2 279	2 279
Total recognised income and expenses for the period	1 324 581	2 279	1 326 860
Total changes	1 324 581	2 279	1 326 860
Balance at February 28, 2007	1 324 581	2 086	1 326 667
Note(s)	1.4		

CASH FLOW STATEMENT

	Note(s)	2007 R	2006 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	7	3 225 394	(3 387 592)
Transfer to forfeitures reserve		1 324 581	-
Net cash from operating activities		4 549 975	(3 387 592)
CASH FLOWS FROM INVESTING ACTIVITIES			
Loans to NBCRFI repaid		11 638 087	-
Loans advanced to NBCRFI		-	(10 648 925)
Investments made		(24 452 556)	(74 977 508)
Net cash from investing activities		(12 814 469)	(85 626 433)
CASH FLOWS FROM FINANCING ACTIVITIES			
Movement in industry employees trust account		25 903 789	89 469 365
Total cash movement for the period		17 639 295	455 340
Cash at the beginning of the period		455 340	-
Total cash at end of the period	4	18 094 635	455 340

Financials - Holiday Pay Bonus

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2007 R	2006 R
2. INVESTMENTS		
HELD TO MATURITY		
Fixed deposits and money market investments	99 430 064	74 977 508
The investments is held with a variety of financial institutions. These investments bears interest at between 6.75% and 7.80% per annum.		
NON-CURRENT ASSETS		
Held to maturity	99 430 064	74 977 508
3. ACCRUED INTEREST		
Interest on investments	267 036	3 387 399
4. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of:		
Bank balances	18 094 635	455 340
5. INDUSTRY EMPLOYEES TRUST ACCOUNT		
Accumulated funds - Beginning of year	88 800 367	69 677 882
Contributions received	221 098 149	193 200 780
Payments	(193 200 781)	(171 134 111)
Contribution forfeit during year	(1 324 581)	(2 944 184)
	115 373 154	88 800 367
7. TAXATION		
The income tax rate of -% in 2006 was reduced to -% in 2007.		
No provision has been made for taxation as the fund is currently exempt from income tax.		
8. CASH GENERATED FROM (USED IN) OPERATIONS		
Profit (loss) before taxation	2 279	(193)
ADJUSTMENTS FOR:		
CHANGES IN WORKING CAPITAL:		
Accrued Interest	3 120 363	(3 387 399)
Trade and other payables	102 752	-
	3 225 394	(3 387 592)

Financials - Holiday Pay Bonus

DETAILED INCOME STATEMENT

	2007 R	2006 R
Note(s)		
Other income		
Interest received	8 688 445	6 503 349
Operating expenses		
Administration and management fees	(7 749 447)	(5 704 254)
Bank charges	(1 395)	(500)
Non refundable VAT	(935 324)	(798 788)
	(8 686 166)	(6 503 542)
Operating profit (loss)	2 279	(193)
Profit (loss) for the period	2 279	(193)

Report to Independent Auditors

To the council members of Leave Pay Fund of the National Bargaining Council for the Road Freight Industry

We have audited the annual financial statements of Leave Pay Fund of the National Bargaining Council for the Road Freight Industry set out on pages 4 to 10 for the year ended February 28, 2007. These annual financial statements are the responsibility of the fund's Council members. Our responsibility is to express an opinion on these annual financial statements based on our audit.

Scope

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the annual financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the fund at February 28, 2007 and the results of its operations and cash flows for the year then ended in accordance with entity specific accounting policies adopted, and in the manner required by the Labour Relations Act.

Supplementary information

Without qualifying our opinion, we draw your attention to the fact

that with the supplementary information set out on page 11 does not form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion on it.



SizweNtsaluba ES Inc. Registered Accountants and Auditors

Per: GTM Prinsloo

Pretoria
June 8, 2007

COUNCIL MEMBERS' RESPONSIBILITIES AND APPROVAL

The Council members 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 fund 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 entity specific accounting policies adopted. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with entity specific accounting policies adopted and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The Council members acknowledge that they are ultimately responsible for the system of internal financial control established by the fund and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the Council members 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 fund and all employees are required to maintain the highest ethical standards in ensuring the fund's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the fund is on identifying, assessing, managing and monitoring all known forms of risk across the fund. While operating risk cannot be fully eliminated, the fund endeavours to minimise it by ensuring that appropriate infrastructure,

controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

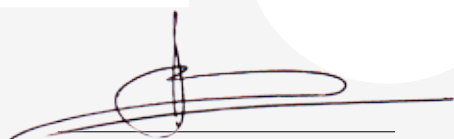
The Council members are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal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

The Council members have reviewed the company's cash flow forecast for the year to February 29, 2008 and, in the light of this review and the current financial position, they are satisfied that the fund has or has access to adequate resources to continue in operational existence for the foreseeable future.

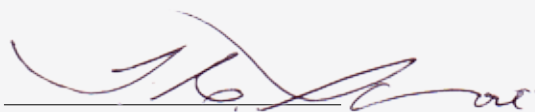
Although the Council members is primarily responsible for the financial affairs of the fund, they are supported by the fund's external auditors.

The external auditors are responsible for independently reviewing and reporting on the fund's annual financial statements. The annual financial statements have been examined by the fund's external auditors and their report is presented on page 2.

The annual financial statements set out on pages 4 to 11, which have been prepared on the going concern basis, were approved by the Council members on May 31, 2007 and were signed on its behalf by:



Mr J Letswalo



Mr T Short

Pretoria
31 May 2007

Financials - Leave Pay Fund



BALANCE SHEET

	Note(s)	2007 R	2006 R
ASSETS			
NON-CURRENT ASSETS			
Investments	2	48 699 189	28 188 410
CURRENT ASSETS			
NBCRFI loan			
		-	4 889 649
Accrued Interest	3	486 766	1 666 124
Cash and cash equivalents	4	35 949	888 798
		522 715	7 444 571
Total Assets		49 221 904	35 632 981
EQUITY AND LIABILITIES			
EQUITY			
Reserves		542 971	-
Surplus funds		169	(180)
		543 140	(180)
LIABILITIES			
NON-CURRENT LIABILITIES			
Industry Employees Trust Account	5	45 211 721	35 633 161
CURRENT LIABILITIES			
Trade and other payables		12 152	-
NBCRFI loan		3 454 891	-
		3 467 043	-
Total Liabilities		48 678 764	35 633 161
Total Equity and Liabilities		49 221 904	35 632 981

INCOME STATEMENT

	Note(s)	2007 R	2006 R
Other Income		4 169 155	2 640 936
Operating expenses		(4 168 806)	(2 641 116)
Operating surplus (deficit)		349	(180)
Surplus (deficit) for the period		349	(180)

Financials - Leave Pay Fund

CHANGES IN FUNDS

	Forfeitures reserve R	Surplus funds R	Total funds R
Balance at March 1, 2005	-	-	-
Changes			
Deficit for the year		(180)	(180)
Total changes	-	(180)	(180)
Balance at March 1, 2006	-	(180)	(180)
Changes			
Transfer of funds	542 971		542 971
Net income (expenses) recognised directly in equity	542 971	-	542 971
Surplus for the year		349	349
Total recognised income and expenses for the period	542 971	349	543 320
Total changes	542 971	349	543 320
Balance at February 28, 2007	542 971	349	543 140
Note(s)			

CASH FLOW STATEMENT

	Note(s)	2007 R	2006 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from (used in) operations	7	4 646 750	(1 666 304)
Movement in forfeitures reserve		542 971	-
Net cash from operating activities		5 189 721	(1 666 304)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investments made		(20 510 779)	(28 188 410)
Net cash from investing activities		(20 510 779)	(28 188 410)
CASH FLOWS FROM FINANCING ACTIVITIES			
Movement in industry employees trust account		9 578 560	35 633 161
Proceeds from NBCRFI loan		4 889 649	-
Repayment of NBCRFI loan		-	(4 889 649)
Net cash from financing activities		14 468 209	30 743 512
Total cash movement for the period		(852 849)	888 798
Cash at the beginning of the period		888 798	-
Total cash at end of the period	4	35 949	888 798

Financials - Leave Pay Fund



NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2007 R	2006 R
2. INVESTMENTS		
HELD TO MATURITY		
Fixed deposits and money market investments	48 699 189	28 188 410
The investments is held with a variety of financial institutions. These investments bears interest at between 6.25% and 7.74% per annum.		
NON-CURRENT ASSETS		
Held to maturity	48 699 189	28 188 410
3. ACCRUED INTEREST		
Investments	486 766	1 666 124
4. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of:		
Bank balances	35 949	888 798
5. INDUSTRY EMPLOYEES TRUST ACCOUNT		
Accumulated funds - Beginning of year	35 633 161	32 416 043
Contributions received	74 756 804	67 589 501
Payments	(49 856 101)	(63 204 276)
Contributions forfeited during the year	(542 971)	(1 191 493)
Contributions forfeited refunded	-	23 386
	59 990 893	35 633 161
7. TAXATION		
The income tax rate of -% in 2006 was reduced to -% in 2007.		
No provision has been made for taxation as the fund is currently exempt from income tax.		
8. CASH GENERATED FROM (USED IN) OPERATIONS		
Profit (loss) before taxation	349	(180)
ADJUSTMENTS FOR:		
CHANGES IN WORKING CAPITAL:		
Accrued Interest	1 179 358	(1 666 124)
Trade and other payables	12 152	-
NBCRFI loan	3 454 891	-
	4 646 750	(1 666 304)

Financials - Leave Pay Fund



DETAILED INCOME STATEMENT

Note(s)	2007 R	2006 R
Other income		
Interest received	4 169 155	2 640 936
Operating expenses		
Administration and management fees	(3 722 382)	(2 316 180)
Bank charges	(1 039)	(491)
Non refundable VAT	(445 385)	(324 445)
	(4 168 806)	(2 641 116)
Operating surplus (deficit)	349	(180)
Surplus (deficit) for the period	349	(180)

Report to Independent Auditors

To the members of The Sick Fund of the National Bargaining Council for the Road Freight Industry

We have audited the annual financial statements of The Sick Fund of the National Bargaining Council for the Road Freight Industry set out on pages 4 to 11 for the year ended February 28, 2007. These annual financial statements are the responsibility of the fund's Council members. Our responsibility is to express an opinion on these annual financial statements based on our audit.

Scope

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the annual financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the fund at February 28, 2007 and the results of its operations and cash flows for the year then ended in accordance with specific accounting policies adopted, and in the manner required by the Labour Relations Act.

Supplementary information

Without qualifying our opinion, we draw your attention to the fact

that with the supplementary information set out on page 12 does not form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion on it.



Sizwe Ntsaluba ES Inc. Registered Auditors

Per: GTM Prinsloo

Pretoria
June 8, 2007

COUNCIL MEMBERS' RESPONSIBILITIES AND APPROVAL

The Council members 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 fund 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 specific accounting policies adopted. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with specific accounting policies adopted and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The Council members acknowledge that they are ultimately responsible for the system of internal financial control established by the fund and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the Council members 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 fund and all employees are required to maintain the highest ethical standards in ensuring the fund's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the fund is on identifying, assessing, managing and monitoring all known forms of risk across the fund. While operating risk cannot be fully eliminated, the fund endeavours to minimise it by ensuring that appropriate infrastructure,

controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.


The Council members 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 Council members have reviewed the company's cash flow forecast for the year to February 29, 2008 and, in the light of this review and the current financial position, they are satisfied that the fund has or has access to adequate resources to continue in operational existence for the foreseeable future.

Although the Council members is primarily responsible for the financial affairs of the fund, they are supported by the fund's external auditors.

The external auditors are responsible for independently reviewing and reporting on the fund's annual financial statements. The annual financial statements have been examined by the fund's external auditors and their report is presented on page 2.

The annual financial statements set out on pages 4 to 12, which have been prepared on the going concern basis, were approved by the Council members on May 31, 2007 and were signed on its behalf by:



Mr J Letswalo



Mr T Short

Pretoria
31 May 2007

Financials - Sick Fund

BALANCE SHEET

	Note(s)	2007 R	2006 R
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	2	1	264 914
Investments	3	72 296 545	64 955 009
		72 296 546	65 219 923
CURRENT ASSETS			
NBCRFI loan			
		2 719 487	7 747 104
Accrued Interest	4	68	258 711
Cash and cash equivalents	5	6 201 971	657 579
		8 921 526	8 663 394
Total Assets		81 218 072	73 883 317
FUNDS AND LIABILITIES			
FUNDS			
Reserves		522 816	-
Surplus funds		1 975 157	1 993 077
		2 497 973	1 993 077
LIABILITIES			
NON-CURRENT LIABILITIES			
Industry Employees Trust Account	6	78 662 073	67 611 240
CURRENT LIABILITIES			
Trade and other payables	7	58 026	4 279 000
Total Liabilities		78 720 099	71 890 240
Total Equity and Liabilities		81 218 072	73 883 317

INCOME STATEMENT

	Note(s)	2007 R	2006 R
Other Income		5 911 649	6 245 432
Operating expenses		(5 929 569)	(4 962 537)
Operating surplus		(17 920)	1 282 895
Surplus for the period		(17 920)	1 282 895

Financials - Sick Fund

CHANGES IN FUNDS

	Forfeitures reserve R	Surplus funds R	Total funds R
Balance at March 1, 2005	-	710 182	710 182
Changes			
Deficit for the year		1 282 895	1 282 895
Total changes	-	1 282 895	1 282 895
Balance at March 1, 2006	-	1 993 077	1 993 077
Changes			
Surplus for the year		(17 920)	(17 920)
Transfer of funds	522 816		522 816
Total changes	522 816	(17 920)	504 896
Balance at February 28, 2007	522 816	1 975 157	2 497 973
Note(s)	1.5		

CASH FLOW STATEMENT

	Note(s)	2007 R	2006 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) generated from operations	9	(3 715 338)	5 469 814
Transfer of forfeitures funds		522 816	-
Net cash from operating activities		(3 192 522)	5 469 814
CASH FLOWS FROM INVESTING ACTIVITIES			
Investments made		(7 341 536)	(64 955 009)
Net cash from investing activities		(7 341 536)	(64 955 009)
CASH FLOWS FROM FINANCING ACTIVITIES			
Movement in industry employees trust account		11 050 833	67 611 240
Movement in NBCRFI loan		5 027 617	(7 929 912)
Net cash from financing activities		16 078 450	59 681 328
Total cash movement for the period		5 544 392	196 133
Cash at the beginning of the period		657 579	461 446
Total cash at end of the period	5	6 201 971	657 579

Financials - Sick Fund



NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2007 R	2006 R
3. INVESTMENTS		
HELD TO MATURITY		
Fixed deposits and money market investments	72 296 545	64 955 009
The investments is held with a variety of financial institutions. These investments bears interest at between 6.25% and 7.74% per annum.		
NON-CURRENT ASSETS		
Held to maturity	72 296 545	64 955 009
4. ACCRUED INTEREST		
Investments	68	258 711
5. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of:		
Bank balances	6 201 971	657 579
6. INDUSTRY EMPLOYEES TRUST ACCOUNT		
Accumulated funds - Beginning of year	67 611 240	57 843 252
Contributions received	58 555 513	53 051 770
Payments	(44 410 540)	(38 527 562)
Sick benefits	(2 571 324)	(3 326 138)
Contribution forfeit during year	(522 816)	(1 488 109)
Forfeitures refunded	-	58 027
	78 662 073	67 611 240
7. TRADE AND OTHER PAYABLES		
Trade payables		
8. TAXATION		
No provision has been made for taxaion as the fund is currently exempt from income tax.		
9. CASH GENERATED FROM (USED IN) OPERATIONS		
Profit (loss) before taxation	(17 920)	1 282 895
ADJUSTMENTS FOR:		
Depreciation and amortisation	166 630	166 630
Impairment losses / reversals	98 283	-
CHANGES IN WORKING CAPITAL:		
Accrued Interest	258 643	(258 711)
Trade and other payables	(4 220 974)	4 279 000
	(3 715 338)	5 469 814

Financials - Sick Fund



DETAILED INCOME STATEMENT

	Note(s)	2007 R	2006 R
Other income			
Rental income		-	89 538
Interest received		5 911 649	4 667 785
Unclaimed contributions forfeited		-	1 488 109
		5 911 649	6 245 432
Operating expenses			
Administration and management fees		(4 782 996)	(4 093 854)
Bank charges		(1 108)	(791)
Depreciation, amortisation and impairments		(264 913)	(166 630)
Non refundable VAT		(790 106)	(573 313)
Maternity grants		(90 446)	(105 613)
Forfeitures refunded		-	(22 336)
		(5 929 569)	(4 962 537)
Operating surplus		(17 920)	1 282 895
Surplus for the year		(17 920)	1 282 895

Report to Independent Auditors

To the members of Aids Projects of The National Bargaining Council for The Road Freight Industry

We have audited the annual financial statements of Aids Projects of The National Bargaining Council for The Road Freight Industry set out on pages 4 to 10 for the year ended February 28, 2007. These annual financial statements are the responsibility of the fund's Council members. Our responsibility is to express an opinion on these annual financial statements based on our audit.

Scope

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the annual financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the fund at February 28, 2007 and the results of its operations and cash flows for the year then ended in accordance with entity specific accounting policies adopted, and in the manner required by the Labour Relations Act.

Supplementary information

Without qualifying our opinion, we draw your attention to the fact

that with the supplementary information set out on page 11 does not form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion on it.



Sizwe Ntsaluba ES Inc.
Registered Accountants and Auditors

Per: GTM Prinsloo

Pretoria
June 8, 2007

COUNCIL MEMBERS' RESPONSIBILITIES AND APPROVAL

The Council members 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 fund 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 entity specific accounting policies adopted. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with entity specific accounting policies adopted and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The Council members acknowledge that they are ultimately responsible for the system of internal financial control established by the fund and place considerable importance on maintaining a strong control environment. To enable the Council members to meet these responsibilities, the Council members 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 fund and all employees are required to maintain the highest ethical standards in ensuring the fund's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the fund is on identifying, assessing, managing and monitoring all known forms of risk across the fund. While operating risk cannot be fully eliminated, the fund endeavours to minimise it by ensuring that appropri-

ate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.


The Council members 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 Council members have reviewed the fund's cash flow forecast for the year to February 29, 2008 and, in the light of this review and the current financial position, they are satisfied that the fund has or has access to adequate resources to continue in operational existence for the foreseeable future.

Although the Council members is primarily responsible for the financial affairs of the fund, they are supported by the fund's external auditors.

The external auditors are responsible for independently reviewing and reporting on the fund's annual financial statements. The annual financial statements have been examined by the fund's external auditors and their report is presented on page 2.

The annual financial statements set out on pages 4 to 11, which have been prepared on the going concern basis, were approved by the Council members on May 31, 2007 and were signed on its behalf by:



Mr J Letswalo



Mr T Short

Pretoria
31 May 2007

Financials - Wellness Fund

BALANCE SHEET

		2007	2006
	Note(s)		
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	2	1	38 447
CURRENT ASSETS			
Inventories		-	12 480
Trade and other receivables	3	5 684	-
Cash and cash equivalents	4	153 414	200 264
		159 098	212 744
Total Assets		159 099	251 191
FUNDS AND LIABILITIES			
FUNDS			
Accumulated deficit		(1 133 593)	(310 267)
LIABILITIES			
CURRENT LIABILITIES			
NBCRFI loan		450 000	-
Trade and other payables	5	842 692	561 458
		1 292 692	561 458
Total Funds and Liabilities		159 099	251 191

INCOME STATEMENT

		2007	2006
	Note(s)		
INCOME STATEMENT			
Revenue		617 777	498 408
Other income		312 616	316 766
Operating expenses		(1 753 719)	(1 286 572)
Operating deficit		(823 326)	(471 398)
Deficit for the year		(823 326)	(471 398)

Financials - Wellness Fund

CHANGES IN FUNDS

CHANGES IN FUNDS

	Accumulated deficit	Total funds
Balance at March 1, 2005	161 131	161 131
Changes		
Deficit for the year	(471 398)	(471 398)
Total changes	(471 398)	(471 398)
Balance at March 1, 2006	(310 267)	(310 267)
Changes		
Deficit for the year	(823 326)	(823 326)
Total changes	(823 326)	(823 326)
Balance at February 28, 2007	(1 133 593)	(1 133 593)

CASH FLOW STATEMENT

CASH FLOW STATEMENT

		2007	2006
	Note(s)		
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	7	(496 851)	77 580
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from NBCRFI loan		450 000	-
Net cash from financing activities		450 000	-
Total cash movement for the period		(46 851)	77 580
Cash at the beginning of the period		200 264	122 684
Total cash at end of the period	4	153 413	200 264

Financials - Wellness Fund

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

2. PROPERTY, PLANT AND EQUIPMENT

	2007			2006		
	Cost / Valuation	Accumulated depreciation	Carrying value	Cost / Valuation	Accumulated depreciation	Carrying value
Containers	120 654	(120 653)	1	120 654	(82 207)	38 447

RECONCILIATION OF PROPERTY, PLANT AND EQUIPMENT - 2007

	Opening Balance	Depreciation	Total
Containers	38 447	(38 446)	1

RECONCILIATION OF PROPERTY, PLANT AND EQUIPMENT - 2006

	Opening Balance	Total
Containers	38 447	38 447

3. TRADE AND OTHER RECEIVABLES

VAT	5 684	-
-----	-------	---

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of:

Bank balances	153 414	200 264
---------------	---------	---------

5. TRADE AND OTHER PAYABLES

Trade payables	69 497	-
NBCRFI salary accruals	773 195	561 458
	842 692	561 458

6. TAXATION

No provision has been made for taxation as the fund is currently exempt from paying income tax.

7. CASH GENERATED FROM (USED IN) OPERATIONS

Profit (loss) before taxation	(823 326)	(471 398)
ADJUSTMENTS FOR:		
Depreciation and amortisation	38 445	-
CHANGES IN WORKING CAPITAL:		
Inventories	12 480	(12 480)
Trade and other receivables	(5 684)	-
Trade and other payables	281 234	561 458
	(496 851)	77 580

Financials - Wellness Fund

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2007 R	2006 R
Revenue		
Sponsorship	617 777	498 408
Other income		
Grants received	300 000	300 000
Interest received	12 616	15 986
Sale of flipcharts	-	780
	312 616	316 766
Operating expenses		
Administration and management fees	(737 941)	(516 985)
Advertising	(22 850)	-
Bank charges	(421)	(535)
Depreciation, amortisation and impairments	(38 445)	-
Employee costs	(930 351)	(754 293)
Sundry expenses	(11 132)	(1 452)
Travel - local	(12 579)	(13 307)
	(1 753 719)	(1 286 572)
Operating deficit	(823 326)	(471 398)
Deficit for the period	(823 326)	(471 398)

ANNUAL REPORT
2007

*National
Bargaining Council
for the
Road Freight Industry*



NBCRFI

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