OAKWOOD HUGHENDEN MEADOWS COMMUNITY IMPROVEMENT DISTRICT NPC
(REGISTRATION NUMBER : 2019/377250/08)

ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2026

GENERAL INFORMATION

Country of Incorporation and Domicile	South Africa
Nature of Business	Providing Services to the Special Rating Areas of Oakwood, Hughenden and Meadows
Directors	B Bailey R Manners-Wood T Rouse A Van Staden
Registered Office	32B Whittlers Way Hout Bay Cape Town 7806
Business Address	32B Whittlers Way Hout Bay Cape Town 7806
Postal Address	32B Whittlers Way Hout Bay Cape Town 7806
Bankers	First National Bank
Company Secretary	A Van Staden
Auditors	Sommerville and Associates Inc
Company Registration Number	2019/377250/08
Tax Reference Number	9496/246/19/1
Preparer	The annual financial statements were independently compiled by J Oelofse CA (SA)
Issued Date	11 August 2026

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

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

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DIRECTORS RESPONSIBILITIES AND APPROVAL

The directors are required in terms of the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in their report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the year then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities and in the manner required by the Companies Act 71 of 2008. The external auditors are engaged to express an independent opinion on the annual financial statements.

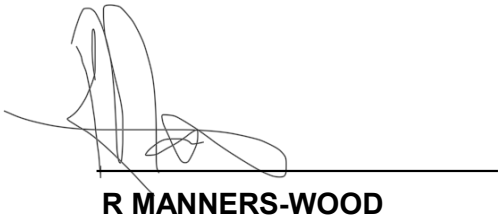
The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and in the manner required by the Companies Act 71 of 2008 and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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

The directors are of the opinion, based on the information and explanations given by management, that the system of internal 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 external auditors are responsible for auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on pages 6 and 7.

The financial statements set out on pages 8 to 15, which have been prepared on the going concern basis, were approved by the directors and signed on their behalf by :



R MANNERS-WOOD



A VAN STADEN

11 August 2026

DIRECTORS REPORT

1. Business Activities

The Oakwood Hughenden Meadows Community Improvement District NPC is a non-profit company set up in terms of the municipal by-laws of the City of Cape Town (CoCT) which acts as the management body in respect of the Special Rating Area (SRA) determined by the CoCT in terms of section 22 of the Property Rates Act relating to a defined geographical area. The source of revenue of the company is additional rates billed by the CoCT to the registered property owners of Hughenden and Meadows as well as monthly contributions from the Mount Oakwood Estate Home Owners Association which funds are utilised to enhance and supplement services provided by the CoCT. The aim of the company is to improve the safety of residents and visitors to Oakwood, Hughenden and Meadows, to enhance the local environment and amenities, and contribute to social responsibilities.

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

2. Review of Financial Results and Activities

The financial results have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

During the year under review, the company operated independently of any shared services. The main business and operations of the company during the year under review has continued as in the past year and we have nothing to report thereon.

The financial statements adequately reflect the results of the operations of the company for the year under review and no further explanations are considered necessary.

3. DIRECTORS

The names of the directors at the financial year end are reflected on page 2.

The following appointments and resignations took place during the year :

Appointment	Resignation
T Rouse - 11 November 2025	G Blom - 23 December 2025

4. EVENTS SUBSEQUENT TO THE YEAR

No material fact or circumstance has occurred between the accounting date and the date of this report which affect the financial position of the company as reflected in these financial statements.

5. GOING CONCERN

The directors believe that the company 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 directors have satisfied themselves that the company is in a sound financial position and that it has sufficient funding to meet its foreseeable cash requirements.

The directors are also not aware of any undisclosed, material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

Sommerville and Associates Inc
Chartered Accountants (SA)
Registered Auditors
IRBA Registration No. 902323

6 Southridge Road
Sunningdale
7441

Tel: 021 – 557 7287
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Email: robinsommerville@gmail.com
Robin Sommerville (B Com) (Hons), CA (SA)

INDEPENDENT AUDITOR'S REPORT

To the Members of

OAKWOOD HUGHENDEN MEADOWS COMMUNITY IMPROVEMENT DISTRICT NPC

Opinion

We have audited the financial statements of Oakwood Hughenden Meadows Community Improvement District NPC set out on pages 8 to 15, which comprise the statement of financial position as at 30 June 2026, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Oakwood Hughenden Meadows Community Improvement District NPC as at 30 June 2026, 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 Companies Act 71 of 2008.

Basis for Opinion

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

Other Information

The directors are responsible for the other information. The other information comprises the directors report as required by the Companies Act 71 of 2008. The other information does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

We communicate with the directors 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.

Sommerville and Associates Inc
Registered Auditors
Auditor : R Sommerville
(Registration No : 748269)

11 August 2026

6 Southridge Road
SUNNINGDALE
7441

STATEMENT OF FINANCIAL POSITION

	Notes	2026 R	2025 R
ASSETS			
NON CURRENT ASSETS			
Property, Plant and Equipment	2	425,619	290,063
CURRENT ASSETS		660,394	477,143
Cash and Cash Equivalents	3	659,854	477,143
Trade and Other Receivables	4	540	-
		1,086,013	767,206
RESERVES AND LIABILITIES			
RESERVES			
Accumulated Surplus		1,042,102	721,422
CURRENT LIABILITIES			
Trade and Other Payables	5	43,911	45,784
		1,086,013	767,206

STATEMENT OF COMPREHENSIVE INCOME

	Notes	2026 R	2025 R
Revenue	6	1,492,583	1,268,545
Other Income		61,613	3,044
Donations Received		36,737	3,044
Meadows Family Fair Event		24,876	-
Expenditure		1,233,516	1,196,273
Surplus Before Taxation		320,680	75,316
Taxation	7	-	-
Surplus for the Year		320,680	75,316
Other Comprehensive Income		-	-
Total Comprehensive Income		320,680	75,316

STATEMENT OF CHANGES IN EQUITY

	Accumulated Surplus R
Balance at 1 July 2024	**646,106**
Surplus for the Year	75,316
Total Comprehensive Income for the Year	75,316
Balance at 1 July 2025	**721,422**
Surplus for the Year	320,680
Total Comprehensive Income for the Year	320,680
Balance at 30 June 2026	**1,042,102**

STATEMENT OF CASH FLOWS

	2026 R	2025 R
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus for the Year	320,680	75,316
Adjustment - Depreciation	90,394	79,899
Working Capital Changes	(2,413)	10,140
Trade and Other Receivables	(540)	4,500
Trade and Other Payables	(1,873)	5,640
Cash Generated from Operating Activities	408,661	165,355
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, Plant and Equipment Purchased	(225,950)	(111,086)
CASH FLOWS FROM FINANCING ACTIVITIES	-	-
CHANGE IN CASH AND CASH EQUIVALENTS	182,711	54,269
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	477,143	422,874
CASH AND CASH EQUIVALENTS AT END OF YEAR	659,854	477,143

ACCOUNTING POLICIES

1. Basis of Preparation and Summary of Significant Accounting Policies

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and in the manner required by the Companies Act 71 of 2008. The financial statements are prepared on the historical cost basis and incorporate the principal accounting policies set out below.

These accounting policies are consistent, in all material respects, with those applied in the previous year.

1.1 Significant Judgments and Sources of Estimation Uncertainty

In preparing the annual financial statements, management is required to make estimates and assumptions that affect the amounts presented in the annual financial statements and related disclosures. Use of available information and the application of judgment is inherent in the formation of estimates. 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 are tangible items that are held for use in the production or supply of goods or services, or for rental to others or for administrative purposes, and are expected to be used over a period of more than one year.

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.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. Day to day servicing costs is included in surplus or shortfall in the period in which they are incurred.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is ready for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

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

Item	Useful Life
Fencing	10 years
Safety Equipment	5 years
Security Cameras and Radios	3 years

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in surplus or shortfall to bring the carrying amount in line with the recoverable amount.

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 shortfall when the item is derecognised.

ACCOUNTING POLICIES
(Continued)

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 shortfall) 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.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the 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 shortfall.

1.4 Taxation

The company is exempt from normal taxation on its revenue income in terms of section 10(1)(e)(i)(cc) of the Income Tax Act. Any other receipts and accruals derived by the company are exempt up to R50,000 per annum.

1.5 Borrowing Costs

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

1.6 Revenue Recognition

Revenue comprises additional rates levied monthly by the City of Cape Town to all property owners in the special rating area of Oakwood, Hughenden and Meadows in accordance with the Financial Agreement, whereby the City pays 97% of the annual budget to the company in twelve monthly instalments and retains 3% as a provision for bad debts.

1.7 Finance Income

Finance income comprises interest income on funds invested. Interest income is recognised as it accrues, using the effective interest method.

1.8 Unauthorised, Irregular, Fruitless and Wasteful Expenditure

Unauthorised, irregular, fruitless and wasteful expenditure is accounted for as an expense in the statement of income and retained earnings and classified in accordance with the nature of the expense. Where recovered, it is subsequently accounted for as other income.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2026 R	2025 R

2. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Fencing	272,683	152,865	119,818	97,952
Safety Equipment	22,638	19,025	3,613	8,141
Security Cameras and Radios	546,270	244,082	302,188	183,970
	841,591	415,972	425,619	290,063

Net Book Value is reconciled as follows:

	NBV at Begin	Additions/ (Disposals)	Depreciation	NBV at End
Fencing	97,952	45,009	23,143	119,818
Safety Equipment	8,141	-	4,528	3,613
Security Cameras and Radios	183,970	180,941	62,723	302,188
	290,063	225,950	90,394	425,619

3. CASH AND CASH EQUIVALENTS

Current Account	659,854	477,143

4. TRADE AND OTHER RECEIVABLES

Prepayments	540	-

5. TRADE AND OTHER PAYABLES

B Cadle t/a Burton's Paving - Paving	-	13,165
Digital Safeguard (Pty) Ltd - Security	4,445	8,470
Earthworx Garden World - Garden Maintenance	215	-
Friends of Table Mountain - Footpath Rehabilitation	12,600	-
Hout Bay Office National - Stationery	2,936	-
Harry Curtis and Co - Audit Fee	-	19,000
Sommerville and Associates Inc - Audit Fee	20,000	-
Value Added Tax Payable	3,715	5,149
	43,911	45,784

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
(Continued)

	2026 R	2025 R

6. REVENUE

Amounts Received from the City of Cape Town

Additional Rates Received	1,422,181	1,268,545
Additional Rates Retention Received	70,402	-
	1,492,583	1,268,545

The City of Cape Town (CoCT) charges additional rates to property owners in the special rating area of Oakwood, Hughenden and Meadows which funds are utilised to enhance and supplement services provided by the CoCT.

7. TAXATION

No provision for taxation has been raised for the 2026 financial year as the company is exempt from normal taxation on its revenue income in terms of section 10(1)(e)(i)(cc) of the Income Tax Act. Any other receipts and accruals derived by the company are exempt up to R50,000 per annum.

DETAILED INCOME STATEMENT

	Notes	2026 R	2025 R
REVENUE	6	1,492,583	1,268,545
Additional Rates Received		1,422,181	1,268,545
Additional Rates Retention Received		70,402	-
OTHER INCOME		61,613	3,044
Donations Received		36,737	3,044
Meadows Family Fair Event		24,876	-
EXPENDITURE		1,233,516	1,196,273
Accounting, Secretarial and Tax Fees		61,739	71,766
Administration and Management Fees		159,000	153,000
Advertising and Promotions		7,266	10,264
Audit Fee		20,000	19,000
Bank Charges		3,318	4,020
Community Services		831,431	770,354
Cleaning		251,341	232,184
Environmental Upgrade		46,980	32,988
Public Safety		518,573	479,216
Social Upliftment		7,325	12,967
Urban Maintenance		7,212	12,999
Depreciation	2	90,394	79,899
Insurance		4,004	3,787
Meeting Expenses		1,743	948
Printing, Stationery and Courier		1,194	1,462
Project Expenditure and Upgrades		26,684	35,166
Forest Clearing		21,000	-
Meadows Biodiversity Park		-	35,166
Meadows Family Fair Event		5,684	-
Tools and Equipment		-	3,244
Repairs, Maintenance and Utilities		26,743	43,363
SURPLUS BEFORE TAXATION		320,680	75,316
Taxation	7	-	-
SURPLUS FOR THE YEAR		320,680	75,316