

*Riverbend
Chalets*



DRAKENSBERG GARDENS TIMESHARE SHARE BLOCK LIMITED

Registration No. 1972/009596/06

ANNUAL REPORT

01 January 2025

31 December 2024



Gooderson Leisure

Good Value, Good Fun

Managed By: GDS Investments (Pty) Ltd

DRAKENSBURG GARDENS TIMESHARE SHAREBLOCK LIMITED
Registration No. 1972/009596/06

NOTICE is hereby given that an Annual General Meeting of Members of Drakensberg Gardens Timeshare Share Block Limited will be held at Tropicana Hotel, 85 OR Tambo Parade, Durban, on Tuesday, 24th June, 2025, at 11H00

1. Quorum
2. Notice of Meeting
3. Attendance Register: Apologies and Proxies
4. To confirm the Minutes of the Annual General Meeting held on 24th June, 2024
5. Matters arising from the above Minutes
6. Chairman's Report
7. **Resolution 1:** To receive, consider and adopt the Annual Financial Statements for the year ended 01 January, 2025 (31st December, 2024) together with the Directors and Auditors reports thereon.
8. **Resolution 2:** Election and Appointment of Directors
9. **Resolution 3:** a) To confirm the appointment of the Auditors for the ensuing year.
b) To approve Auditors remuneration
10. Ratification of Budget and levies for the year ending December 2026 (01/01/2026 – 31/12/2026)
11. Consideration of Insurances.
12. To transact such other business as may be transacted at an Ordinary General Meeting.

A member entitled to attend and vote at the meeting may appoint a proxy or proxies to attend, speak and vote in his stead. A proxy need not be a member of the Company. Proxy forms should be completed on the form attached and forward to reach the registered office of the Company not less than 48 hours before the time stipulated for the meeting. The completion of the proxy form will not preclude a member from attending the meeting.

BY ORDER OF THE BOARD

GDS Investments (Pty) Ltd

Attendance at the meeting will be in person, with the option to join via Zoom. Access to the Zoom platform will be available only upon completion and submission of the registration form by 13th June 2025.

DRAKENSBERG GARDENS SHAREBLOCK LIMITED

Registration No. 1972\009596\06

Minutes of the Annual General Meeting of Members of Drakensberg Gardens Timeshare Shareblock Limited held at Tropicana Hotel on the 24th June 2024 at 10h00

1. QUORUM:

There being a quorum present, the Chairman, **B M Thomas**, welcomed those attending including the Heads of Department from the Resort and Auditors. The meeting commenced at 10h10.

2. NOTICE OF CONVENING THE MEETING:

The notice convening the meeting had been circulated timeously, confirming the meeting being duly constituted and was taken as read.

3. ATTENDANCE REGISTER:

As per the attendance register.

APOLOGIES

M Craig
A P Maingard
G Whitson
M D de Jager
R Tolken
G Anderson

PROXIES

Gooderson Vacation Sales 80 proxies in favour of C M de Klerk were noted
Gooderson Vacation Club 36 proxies in favour of S Lakaram were noted
RWG Goldman 1 proxy in favour of the Chairman was noted
B Norval 1 proxy in favour of M Hallett was noted

4. CONFIRMATION OF MINUTES:

4.1 The minutes of the previous Annual General Meeting held on **11th July 2023** having been circulated, were confirmed.

Proposed by: **H Reid**

Seconded by: **B Warmback**

5. MATTERS ARISING FROM PREVIOUS MINUTES

The Chairman asked the members if there were any items arising from that meeting that they would like to discuss. No additional items were raised.

6. CHAIRMAN'S REPORT:

6.1 The Chairman's report was tabled, taken as read and accepted.

The Chairman emphasized that the levy approved by the Board members and which the members are now being asked to ratify, has resulted from a difficult year with the generator. The resort has maintained Gold Crown status.

M Hallett asked why the meeting could not be held in person as well as on the zoom\teams platform as business people find it difficult to attend on a Monday morning. The Chairman advised that with the previous meeting on zoom, there were very disruptive participants which made it difficult to control the meeting. M Hallett proposed that for future meetings Monday in the morning to be avoided and preferably to schedule for the afternoon. **MA**

Proposed by: **B Warmback**

Seconded by: **H Reid**

7. ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 01 JANUARY 2024 (31st DECEMBER 2023)

Resolution No. 1

The Chairman invited comments on the Annual Financial Statements. A discussion took place in respect of the Financial Statements.

Annual Financial Statements were taken as read, discussed, and accepted.

- 7.1 M Hallet asked why there was a R314,000 loss which points to an overspend on municipal utilities and enquired as to what is being done by the Directors going forward in the new budget to ensure that such a loss is not repeated. In addition, confirmation is required that the large deposit required for Eskom was funded by Reserves and will not impact Shareholders.

The Chairman confirmed that the loss was due to generator expenses which were not recoverable in the budget for the 2023 operational year, which had been formulated in mid-2022 when the level of load shedding had not been anticipated. With regard to the ensuing (current year) the special “Diesel Levy” would ensure that the losses caused by generation expenses would not be repeated. With regard to the Eskom Deposit, the Chairman responded that a security bank guarantee is held with our banking service provider. Whilst this renders the equivalent cash to be unavailable, it has no impact on operating expenditure and does not affect shareholders in terms of their levies.

M Hallett raised concerns over the levy arrears and protocols for collections. The Chairman advised that great efforts were being made by the Managing Agent to collect debt. Managing Agent confirmed that if levies are still outstanding end March, a letter of demand is sent to the debtor; if no response received, an email is sent from Managing Agent Director giving specified dates in which to make payment or payment arrangement, failing which, the debt will be written off, unit repossessed, handed over to attorneys for collection and the bad debt reported to the Credit Bureau. This email usually sparks a response, however, if no response received a further call and email is sent giving last opportunity to rectify breach. If still no response received, Managing Agent, on approval from the Directors, determines as to whether the debt is worth pursuing through the attorneys or whether to just list with Transunion and write off.

M Hallet noted that there was a recovery in the budget for generator running costs, however this has reduced from R515 to R360 and asked if this was realistic. The Chairman responded that budgets are compiled in March\April of the previous year which makes it difficult to budget for this item. The strategy adopted was to take savings received as at time of completing budget, if assuming that loadshedding would continue as per last year, use the expenses from the previous year as a basis for the costs for the remainder of the year being budgeted. Should the trend of reduced loadshedding continue, then these further savings will be used to reduce the diesel levy in the following year’s budget. Based on the above, the diesel levy is realistic and conservative. Managing Agent does not participate in any management fee on the diesel levy.

M Hallet asked if the WIFI connectivity had been resolved. Resort Manager confirmed that it had been working and stable, however, the server crashed and he has been working with IT and an outsourced supplier to resolve same. The Chairman advised that the managing Agent and the Directors are very aware and frustrated with the unreliable availability of a stable WIFI platform which owners and rental visitors are entitled to expect.

M Hallet asked if the strategy for the generator operating at midnight had been modified. The Chairman responded that running times had been revised.

- 7.2 R Dorrofield enquired regarding the related party expenses with Fairways. The Chairman

explained that, for example with the shared reception, Fairways carries the full costs and recovers a proportionate amount from Riverbend for the use of their office, office equipment and staff. Recoveries are also received from Riverbend for other items that Fairways provides such as motor vehicle, Entertainer\Guest Relations, Resort Manager and Maintenance Manager.

Proposed by: **M Hallet**

Seconded by: **H Reid**

8. ELECTION AND APPOINTMENT OF DIRECTORS: Resolution No. 2

The **Chairman** advised that all the **Directors** had retired and were available for re-election.

It was agreed that all the board members be re-elected.

Accordingly, the following members were elected as Directors for the ensuing year:

B R Warmback

B M Thomas

S Lakaram

G M Anderson

L H Northcote-Reid

R Tolken

It was resolved that the appointment of Directors was unopposed.

9. APPOINTMENT OF AUDITORS & APPROVAL OF AUDITORS REMUNERATION: Resolution No. 3

Three quotations received:

Mazars – - R64,500

C4 Chartered Accountants - R95,000

San Meridian - R43,000

9.1 It was resolved that Mazars be appointed as auditors for the ensuing year.

9.2 M Hallet suggested that going forward, Baker Tilly and Moore Stevens also be approached for a quotation. The Auditors remuneration of R64,500 was tabled and approved. Managing Agent to approach Mazars for discount.

Proposed by: **R Dorrofield**

Seconded by: **B Thomas**

10. RATIFICATION OF BUDGET AND LEVIES FOR THE YEAR ENDING DECEMBER 2024:

10.1 It was noted that the levies increase would be **4.07%** increase for **2024**.

10.2 The diesel levy will be accounted for separately and will reduce to R360 per week.

The Budget for the ensuing year, as presented by the Directors, was approved.

Proposed by: **M Hallet**

Seconded by: **B Warmback**

11. CONSIDERATION OF INSURANCES:

11.1 Estimate received from Brokers, Reid Raetzer Robson who confirmed that HIC is the insurer in this regard. Increase of 8% on the sums insured and SASRIA is an estimate. Quotations will be subject change based on the number of claims received between the current period and year end as well as the ratio of claims versus premiums. Managing Agent to look at changing the renewal date to July.

MA

It was resolved that the insurance was appropriately considered and accepted.

Proposed by: **C Hallet**

Seconded by: **M Hallet**

12. GENERAL

12.1 The Chairman advised that questions had been asked why Management were not looking at alternative energy resources. An exercise had been completed and in terms of solar, the significant capital cost would put the Resort into a financial risk. M Hallet agreed that the savings received on an entity does not justify the cost outlay, risk, insurance premiums and maintenance costs associated with alternative energy.

12.2 M Hallet suggested that the upgrades on verandahs be revisited as this was a risk. Resort Manager advised that this item was being investigated with a more modern, bigger, non-slip tile. M Hallet requested that the verandahs be extended and covered as umbrellas do not work. The Chairman advised that the Resort would not have the funds to carry out this improvement as there is also the issue of the parking area not being long enough to fit the cars and fully protect vehicles from adverse weather conditions.

12.3 M Hallet raised the issue of the risk of baboons. The Chairman confirmed that processes were in place to mitigate this risk. In addition, door gates had already been installed.

12.4 The Chairman thanked members for their attendance and interest and concluded the meeting by thanking his fellow Directors for their commitment and sacrifice of time throughout the year and expressed particular thanks to the Managing Agent, Resort Manager and the team for a job well done.

13. CLOSURE:

There being no further points of discussion, the meeting closed at 11h03.

Confirmed this _____ day of _____ 2025

B M THOMAS
CHAIRMAN

CHAIRMAN'S REPORT - 2025

On behalf of the Directors, it is my duty to report on the year under review – i.e., the financial year ended 1 January 2025 (the 2024 calendar year).

The year under review had a number of positives. Top of the list was the dramatic fall off of load shedding which provided both operational and financial relief. The current year has seen a few set backs, including power outages that are not load shedding related. Thankfully, they have not been a dominant feature.

The Resort continues to be exceptionally well managed and maintained and the occupancy levels are testament to the proud belief that Riverbend is a popular and favoured destination. Our standards have remained high while continuing to impose strict controls over expenditure, and our Gold Crown status has been comfortably retained.

The year ended with a Levy Surplus of R 76,752. That saving was fortuitous as it allowed for other unexpected expenditure to be managed without impacting cash reserves. The surplus has reduced our Accumulated Deficit on the Balance Sheet to R 57,059.

As far as the current year is concerned, we are trading within budget and the reduced load shedding in the first four months has facilitated that position.

One of the difficulties in setting budgets for the ensuing year is that they are compiled after only 4 completed months of trading in the current year. Nevertheless, it is still the most optimal process, as it allows early communication with owners, timeous collection of levies and the ability for owners to plan their holidays accordingly.

The budget for 2026 has been prepared taking into account the prevailing economic conditions., the need to provide for increased insurance-related costs and the view that no additional “Diesel Levy” will be required. The unutilised Diesel Reserve as at 1 January 2025 amounting to R 373,760 will be refunded in its entirety to owners.

Accordingly, the approved Budget for 2026, presented for your review, will again, be funded by 2 components (albeit that this time, the Generator Diesel Levy will be a credit):

- ❖ A “normal” levy increase of 6,92%
- ❖ A “Generator Diesel Levy” Refund of R399 (4.88%)
- ❖ An effective total increase over the 2025 Base Levy of 2.05%

In total, the combined levies represent a 2.25% **decrease** compared to the current, 2025 year.

Shareholders are respectfully requested to ratify the Budget as presented, at the Annual General Meeting on 24 June 2025.

Regarding the Directorship, the Board reluctantly accepted the resignations of Richard Tolken and Graham Anderson. On behalf of the Board, I record sincere appreciation to both gentlemen for their time sacrifice and contribution during their tenure. On 14 May 2025, Mr Michael Palmer was co-opted onto the Board. Mr Palmer, together with the remaining elected directors, will retire at the forthcoming AGM, but have offered themselves for re-election.

Once again, I take this opportunity to record our recognition and appreciation of our hard working and competent team at the Resort, led by our Resort General Manager, Heinz Fritz. We are truly blessed to have such a dedicated team working so hard to ensure that we all enjoy out little piece of

paradise. We also express our sincere thanks to our managing agent's Managing Director, Colleen de Klerk.

Before closing, it is appropriate to pay tribute to Alan Gooderson, who passed away in February 2025. Alan was an icon in the hospitality industry and our beautiful resort would not have existed without his vision and resilience.

Finally, I express appreciation to my co-directors for their voluntary sacrifice of time and for their dedication.

BASIL THOMAS

CHAIRMAN

Drakensberg Gardens Timeshare Share Block Limited

Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Timeshare Share Block
Directors	L H Northcote-Reid B M Thomas B R Warmback J Lakaram M J Palmer
Registered office	85 O R Tambo Parade (Marine Parade) Durban 4001
Postal address	P O Box 10305 O R Tambo Parade 4056
Bankers	First National Bank Limited
Auditors	Forvis Mazars
Management	GDS Investments Proprietary Limited
Company registration number	1972/009596/06
Level of assurance	These financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa (No. 71 of 2008).
Supervisor	The annual financial statements were prepared under the supervision of: S Naidoo (Bookkeeper)
Preparer	AFS Compilers Proprietary Limited
Published	23 May 2025

Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

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

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Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

Directors' Responsibilities and Approval

The directors are required by the Companies Act of South Africa (No. 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 this 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 period then ended, in conformity with the IFRS for SME's ® Accounting Standard as issued by the International Accounting Standards Board. The external auditors are engaged to express an independent opinion on the financial statements.

The annual financial statements are prepared in accordance with the IFRS for SME's Accounting Standard as issued by the International Accounting Standards Board 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.

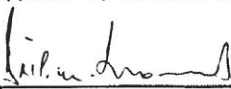
The directors have reviewed the company's cash flow forecast for the year to 01 January 2026 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The board of directors is responsible for the financial affairs of the company.

The practitioner's compilation report is presented on page 4.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on pages 5 to 7.

The annual financial statements set out on pages 8 to 21, which have been prepared on the going concern basis, were approved by the board on 23 May 2025 and were signed on its behalf by:



Director



Director

Certificate by the company secretary

In terms of the Companies Act of South Africa (No. 71 of 2008), I certify that the company has lodged with the Companies and Intellectual Property Commission (CIPC) all such returns as are required by the Companies Act and all such returns are true, correct and up-to date.



for: GDS Investments Proprietary Limited

Durban

23 May 2025

Practitioner's Compilation Report

To the Members of Drakensberg Gardens Timeshare Share Block Limited

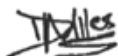
I have compiled the annual financial statements of Drakensberg Gardens Timeshare Share Block Limited, as set out on pages 8 to 21, based on information you have provided. These annual financial statements comprise the statement of financial position of Drakensberg Gardens Timeshare Share Block Limited as at 01 January 2025, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

I performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

I have applied my expertise in accounting and financial reporting to assist you in the preparation and presentation of these annual financial statements in accordance with the IFRS for SME's Accounting Standard as issued by the International Accounting Standards Board. I have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These annual financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, I am not required to verify the accuracy or completeness of the information you provided to me to compile these annual financial statements. Accordingly, I do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the IFRS for SME's Accounting Standard as issued by the International Accounting Standards Board.



D Miles CA (SA)

Practice No: 08002782

**22 St Andrews Drive
Durban North
4051**

23 May 2025

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21 Richefond Circle, Umhlanga Ridge
Durban, 4319

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Email: office.za.dur@forvismazars.com

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Independent Auditor's Report

To the Shareholders of Drakensberg Gardens Timeshare Share Block Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Drakensberg Gardens Timeshare Share Block Limited set out on pages 10 to 21, which comprise the statement of financial position as at 01 January 2025, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Drakensberg Gardens Timeshare Share Block Limited as at 01 January 2025, and its financial performance and cash flows for the year then ended in accordance with IFRS for SMEs Accounting Standard as issued by the International Accounting Standards Board and the requirements of the Companies Act of South Africa.

Basis for Opinion

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

Continued-/

Other Information

The directors are responsible for the other information. The other information comprises the information included in the document titled “Drakensberg Gardens Timeshare Share Block Limited Annual Financial Statements for the year ended 01 January 2025”, which includes the Directors’ Report as required by the Companies Act of South Africa. 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 IFRS for SMEs Accounting Standard as issued by the International Accounting Standards Board and the requirements of the Companies Act of South Africa, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the 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.

Continued-/

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.

FORVIS MAZARS

Forvis Mazars
Partner: S Doolabh
Registered Auditor
23 May 2025
Durban

Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

Directors' Report

The directors submit their report for the year ended 01 January 2025.

1. Review of activities

Main business and operations

The company owns the land and buildings known as Riverbend Chalets which are utilised by the members on a time share basis with respective members' time interest being apportioned through the issue of shares according to the Use agreement. The Use agreement provides for the following:

- Shares are issued in predefined blocks which are linked by use and occupation agreements relating to specific periods of the year and chalets.
- Linked to the respective share blocks are obligations on the share block owners to make loans to the company.
- Obligations on share block owners to contribute levies in proportion to their shareholding to enable the company to defray its expenditure.

The levy surplus for the year amounted to R 76 752 (2024: Deficit R 314 806).

Notwithstanding the company's registered year end being the first Friday of January, for practical reasons the financial statements reflect the financial position immediately before the commencement of operations on 1 January 2025 and the results of its operations for the year ended 31 December 2024.

As of the 3rd of May 2024, it had come to the attention of the Directors that Eskom had determine that the current guarantee provided by the Shareblock is insufficient and an additional guarantee must be provided. The electricity account guarantee / security deposit held by Eskom at that moment in time amounted to R11 700. In the effort to bridge the revenue security gap, it had thus become necessary to increase the electricity guarantee account to R 509 757. The additional amount of R 498 057 was paid by the Shareblock on 31st of May 2024 in the form of a bank guarantee.

2. Authorised and issued share capital

There were no changes in the authorised or issued share capital of the company during the year under review.

3. Directors

The directors of the company during the year and to the date of this report are as follows:

Name	Changes
G M Anderson	Resigned 06 September 2024
L H Northcote-Reid	
B M Thomas	
B R Warmback	
R F Tolken	Resigned 20 June 2024
J Lakaram	
M J Palmer	Appointed 14 May 2025

4. Management

GDS Investments Proprietary Limited is the managing agent of the timeshare operations.

5. Auditors

Forvis Mazars will continue in office in accordance with section 90 of the Companies Act of South Africa (No. 71 of 2008).

Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

Directors' Report

6. 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 access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors 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 company.

7. Events after the reporting period

The directors are not aware of any matter or circumstance arising since the end of the financial year.

Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

Statement of Financial Position

Figures in Rand	Notes	2025	2024
Assets			
Non-Current Assets			
Property, plant and equipment	2	16 225	22 120
Net financial asset	3	96 030	96 030
		112 255	118 150
Current Assets			
Current tax receivable		50 621	-
Trade receivable	5	545 183	628 329
Cash and cash equivalents	6	6 612 578	5 269 981
		7 208 382	5 898 310
Total Assets		7 320 637	6 016 460
Equity and Liabilities			
Equity			
Share capital	7	96 030	96 030
Future maintenance reserve	8	3 978 353	3 508 789
Accumulated levy deficit		(57 059)	(133 811)
		4 017 324	3 471 008
Liabilities			
Current Liabilities			
Current tax payable		-	6 736
Accounts payable	9	3 303 313	2 538 716
		3 303 313	2 545 452
Total Equity and Liabilities		7 320 637	6 016 460

Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

Levy Statement

Figures in Rand	Notes	2025	2024
Levy Income		6 513 778	6 160 509
Other income		88 645	51 302
Operating expenses		(6 906 914)	(6 868 333)
Levy deficit before interest and taxation	10	(304 491)	(656 522)
Net interest received	11	477 676	401 513
Levy surplus/(deficit) before taxation		173 185	(255 009)
Taxation	12	(96 433)	(59 797)
Levy surplus/(deficit) for the year		76 752	(314 806)
Other comprehensive income		-	-
Total levy surplus/(deficit) for the year		76 752	(314 806)

Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

Statement of Changes in Equity

	Share capital	Future maintenance reserve	Accumulated levy surplus / (deficit)	Total equity
Figures in Rand				
Balance at 01 January 2022	96 030	5 077 800	180 995	5 354 825
Levy deficit for the year	-	-	(314 806)	(314 806)
Other comprehensive income	-	-	-	-
Total levy deficit for the year	-	-	(314 806)	(314 806)
Maintenance reserve net of acquisitions	-	(2 095 354)	-	(2 095 354)
Transfer to reserve	-	526 343	-	526 343
Total changes	-	(1 569 011)	-	(1 569 011)
Balance at 01 January 2023	96 030	3 508 789	(133 811)	3 471 008
Levy surplus for the year	-	-	76 752	76 752
Other comprehensive income	-	-	-	-
Total levy surplus for the year	-	-	76 752	76 752
Maintenance reserve net of acquisitions	-	(58 266)	-	(58 266)
Transfer to reserve	-	527 830	-	527 830
Total changes	-	469 564	-	469 564
Balance at 01 January 2025	96 030	3 978 353	(57 059)	4 017 324
Notes	7	8		

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Statement of Cash Flows

Figures in Rand	Notes	2025	2024
Cash flows generated from operating activities			
Levies received from members		6 549 090	6 307 367
Cash paid to suppliers and employees		(5 472 113)	(4 774 163)
Cash generated from operations	13	1 076 977	1 533 204
Interest income		477 676	401 513
Tax paid	14	(153 790)	(75 352)
Net cash from operating activities		1 400 863	1 859 365
Cash flows used in investing activities			
Acquisition of furniture and fittings expended out of the maintenance reserve	8	(58 266)	(2 095 354)
Net cash used in investing activities		(58 266)	(2 095 354)
Net increase/(decrease) in cash and cash equivalents		1 342 597	(235 989)
Cash and cash equivalents at the beginning of the year		5 269 981	5 505 970
Total cash and cash equivalents at end of the year	6	6 612 578	5 269 981

Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2025

Accounting Policies

1. Presentation of Annual Financial Statements

The annual financial statements have been prepared in accordance with the IFRS for SME's Accounting Standard as issued by the International Accounting Standards Board, the Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council and the Companies Act of South Africa (No. 71 of 2008). The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below.

As opposed to capitalising and depreciating additions to timeshare units, the directors maintain a maintenance reserve against which acquisitions are charged and into which an annual provision for future replacement is transferred by means of a charge from levy income. This annual transfer is assessed by the directors on a best estimate basis bearing in mind the age and expected useful life of the assets.

These accounting policies are consistent with the previous period.

1.1 Levy income

Represents levies received against timeshare unit holders, net of value added taxation, to defray operating costs, plus sundry sales and recovery of expenses.

1.2 Property and furnishings

A maintenance reserve is maintained into which the company transfers a replacement provision based on the "whole life/remaining life" principle and against which future acquisitions are charged.

1.3 Property, plant and equipment

For depreciable assets, initial and subsequently recognised costs are componentised in order to substantially reflect the useful lives of the significant asset components.

The residual value represents the best estimates of the current recoverable amount of the asset at the end of its useful life.

Depreciation is charged to write off the cost of the assets over their estimated useful lives, using the straight-line method.

Useful lives and depreciation are re-assessed annually. The following are the current estimated useful lives:

Item	Depreciation method	Average useful life
Computer equipment	Straight line	3 years
Generator	Straight line	20 years

1.4 Financial instruments

Financial instruments recognised on the statement of financial position include cash resources, trade and other receivables, levy debtors and trade and other payables.

The financial instruments are measured initially at their transaction price (including transaction costs).

The financial instruments are subsequently measured at amortised cost.

The company uses a bad debt provision to recognise impairments on levy debtors. The impairment loss is recognised through the bad debt provision which is recognised in levy surplus or deficit within operating expenses.

1.5 Taxation

Taxation represents the taxation charge levied by the South African Revenue Service against the company's taxable income. In view of the nature of the company's operations (share block) the company's taxable income is not representative of its net levy surplus, but rather limited to the non-levy income net of expenses incurred in the generation thereof as controlled by section 10 (1)(e) of the income tax act.

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Accounting Policies

1.6 Provisions

Provisions are recognised when:

- the company has a present obligation at the reporting period date as a result of a past event;
- it is probable that the company will be required to transfer economic benefits in settlement; and
- the amount of the obligation can be estimated reliably.

Provisions are measured at the directors best estimate of the expenditure required to settle the obligation at the statement of financial position date and are discounted to present value where the effect is material.

1.7 Employee benefits

Defined contribution plans

The cost of all short term employee benefits, such as salaries, medical and other contributions is recognised in the period during which the employee renders the related service.

1.8 Key source of estimation uncertainty

The key assumptions concerning the future, and other key sources of estimation uncertainty at the balance sheet date, that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are discussed below.

The nature of these estimation assumptions is inherently long-term and future experience may result in actual amounts differing from these estimates as applied in the reported financial results.

Useful lives and residual values of tangible assets

The estimates of useful lives as translated into depreciation rates detailed in the property, plant and equipment policy above. These rates and the residual values of the assets are reviewed annually taking cognisance of the forecasted commercial and economic realities and through benchmarking of accounting treatments within the hospitality industry.

Allowance for doubtful debts

The allowance for levy debtors is determined on an account-by-account basis. Accounts are written off after handing the debtor over for collection or alternatively on a debtor not being able to pay.

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Notes to the Annual Financial Statements

Figures in Rand

2. Property, plant and equipment

	2025			2024		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Computer equipment	5 217	(5 217)	-	5 217	(5 217)	-
Generator	520 968	(504 743)	16 225	520 968	(498 848)	22 120
Total	526 185	(509 960)	16 225	526 185	(504 065)	22 120

Reconciliation of property, plant and equipment - 2025

	Opening balance	Depreciation	Closing balance
Generator	22 120	(5 895)	16 225

Reconciliation of property, plant and equipment - 2024

	Opening balance	Depreciation	Closing balance
Generator	36 377	(14 257)	22 120

Details of property

Immovable property being portion 5 of the Farm fp309 No. 9034, Registration Division FS, province of KwaZulu Natal, in extent 1,824 hectares.

Land and buildings were originally purchased for R 3 361 050 and are not recognised because although the company has legal title to the property it effectively only owns the bare dominium over the property which is considered to be of no value.

The directors are of the opinion that, as the property is not held as an investment, it would serve no purpose to reflect the open market value of the property.

The company's capital is divided into share blocks and each share block gives the holder the right to occupy a particular portion of the company's property for a specified period of each year.

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Notes to the Annual Financial Statements

Figures in Rand	2025	2024
3. Net financial asset		
Share block holders' unsecured loans	3 361 050	3 361 050
The loans are unsecured, interest free and repayable on the sale of the land and buildings and subsequent dissolution of the company.		
Right of use property vested in members	(3 265 020)	(3 265 020)
These loans are not repayable within the next 12 months. The loans represent the funds advanced by members to finance the initial acquisition of land, buildings and furniture and fittings. The loans are only repayable on the sale of the land and buildings and subsequent dissolution of the company. Any repayment under these circumstances will be directly proportional to the funds received on the sale of the tangible assets of the company.		
	96 030	96 030
Non-current assets		
At amortised cost	96 030	96 030
4. Retirement benefits		
Defined contribution plan		
It is the policy of the company to provide retirement benefits to its employees. During the year the company contributed R 22 197 (2024: R 21 848) to the plan, which is administered by the Orion Pension Fund. The assets of the plan are administered by the trustees in a fund independent of the company. All members pay fixed contributions to the fund and the company makes a similar contribution.		
5. Trade receivable		
Financial instruments		
Levy debtors - net of doubtful debts	311 885	347 197
Other receivables	-	54 610
Non-financial instruments		
Prepayments	2 463	4 177
Value Added Taxation	230 835	222 345
	545 183	628 329
Levy debtors outstanding for 2 years or longer are written off in full. A provision for doubtful debts is raised for outstanding levies relating to the preceding 24 months. The provision is based on specific debtor profiles.		
6. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balances	6 612 078	5 269 481
Cash on hand	500	500
	6 612 578	5 269 981

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Notes to the Annual Financial Statements

Figures in Rand	2025	2024
7. Share capital		
Authorised		
96 030 Ordinary shares of R 1 each	96 030	96 030
Issued		
96 030 Ordinary shares at R 1 each	96 030	96 030
8. Future maintenance reserve		
Balance at beginning of the year	3 508 789	5 077 800
Utilisation of reserve fund	(58 266)	(2 095 354)
Current provision for future maintenance and replacements	527 830	526 343
	3 978 353	3 508 789
9. Accounts payable		
Financial instruments		
Other payables	577 350	201 136
Non-financial instruments		
Leave pay provision	9 115	10 069
Levies received in advance	2 716 848	2 327 511
	3 303 313	2 538 716
The leave pay provision is raised to cover the company's exposure to accrued leave at year end. This provision will be incurred to the extent of an employee leaving the employment of the company.		
10. Levy deficit before interest and taxation		
Levy deficit before interest and taxation is stated after accounting for the following:		
Charges		
Management fee	1 281 096	1 232 102
Provision for future maintenance and replacements	527 830	526 343
Bad debts	184 659	135 000
Cleaning	548 390	516 858
Laundry	158 626	211 281
Manager contribution	174 984	161 280
Security	176 825	148 500
Salaries and wages	493 005	481 470
Electricity	1 019 351	893 775
Generator	108 280	475 267
Estate levy	514 800	485 784
Maintenance	278 173	243 168
Insurance	118 195	114 491
Levies paid - Share Block weeks	266 896	217 197
Water	116 424	109 944

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Notes to the Annual Financial Statements

Figures in Rand	2025	2024
11. Net interest received		
Bank	14 955	7 818
Investments	423 438	371 481
Debtors	39 283	22 214
	477 676	401 513
12. Taxation		
Current		
Local income tax - current period	103 169	79 733
Local income tax - prior period	(6 736)	(19 936)
	96 433	59 797
The share block is taxed in accordance with section (10)(i)(e) of the Income Tax Act, accordingly, only non-levy income is subject to taxation (above R 50 000).		
13. Cash generated from operations		
Levy surplus/(deficit) before taxation	173 185	(255 009)
Adjustments for:		
Depreciation	5 895	14 257
Interest received	(477 676)	(401 513)
Changes in working capital:		
Trade and other receivables	56 324	1 460 627
Levy debtors	33 602	149 375
Provision for future maintenance reserve	527 830	526 343
Leave pay provision	(954)	(2 566)
Trade and other payables	376 214	(429 197)
Levies received in advance	389 337	262 853
Value Added Taxation	(8 490)	210 551
Provision for doubtful debts	1 710	(2 517)
	1 076 977	1 533 204
14. Tax paid		
Balance at beginning of the year	(6 736)	(22 291)
Current tax for the year recognised in surplus or deficit	(96 433)	(59 797)
Balance at end of the year	(50 621)	6 736
	(153 790)	(75 352)

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Notes to the Annual Financial Statements

Figures in Rand	2025	2024
15. Related parties		
Related party balances		
Amounts included in trade payables regarding related parties		
Leading Hospitality Solutions Proprietary Limited	4 830	5 750
Glengarry Properties Timeshare Share Block Limited	-	8 422
Trade payables are paid within 30 days.		
Amounts included in trade receivables regarding related parties		
Gooderson Vacation Club	-	174 087
Alawill Investments Proprietary Limited	62 029	42 868
Glengarry Properties Timeshare Share Block Limited	6 320	-
Leading Hospitality Solutions Proprietary Limited	4 281	3 531
Trade receivables are due within 30 days.		
Related party transactions		
The following related party transactions have been entered into with the companies and/or enterprises in which certain of the directors or their close family members have significant or controlling interests. These transactions in certain instances are limited to the amounts per the budget as approved by the members.		
GDS Investments Proprietary Limited		
Management fee	1 281 096	1 232 102
IT fees	-	809
Alawill Investments Proprietary Limited		
Estate levy	514 800	485 784
Water	116 424	109 944
Refuse removal	90 072	84 888
Telephone lines	46 200	43 620
Staff accommodation	131 040	130 608
Laundry	158 626	211 281
Maintenance and gardens and grounds	116 640	109 944
Sewerage	28 512	27 000
Glengarry Properties Timeshare Share Block Limited		
Transport	52 190	49 665
Payroll contribution	331 346	305 849
Office equipment contribution	4 560	4 320
Leading Hospitality Solutions Proprietary Limited		
Cleaning	548 809	513 930
Gooderson Vacation Club		
Levies	286 981	272 484

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Notes to the Annual Financial Statements

Figures in Rand

16. Directors' remuneration

No emoluments were paid to the directors during the year.

17. Contingent liability

The company has a contingent liability in respect of a facility granted by First National Bank Limited for R 509 757 (2024: R 11 700).

18. Financial Risk Management

The financial instruments of the company consist primarily of cash deposits with banks, trade payables and borrowings. The carrying value of financial instruments approximates their fair value, determined in accordance with the accounting policies of the company.

In the normal course of its operations, the company is exposed to credit risk, interest rate risk and property holding risk.

Credit risk

Trade receivables comprise of levy income outstanding. At 01 January 2025 the company does not consider there to be any material credit risk that has not been adequately provided for.

Interest rate risk

Fluctuations in the interest rates impact on the returns derived from short term bank deposits as well as cost of financing activities, giving rise to interest rate risk.

Property risk

The company is exposed to potential losses as a result of damage to the company's land and buildings. This is covered by maintenance of appropriate insurance cover which is reviewed on an annual basis.

19. 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 access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors 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 company.

20. Events after the reporting period

The directors are not aware of any matter or circumstance arising since the end of the financial year.

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 01 January 2025

Detailed Levy Statement

Figures in Rand	Notes	2025	2024
Revenue			
Levy income		6 513 778	6 160 509
Other income			
Net interest received	I	477 676	401 513
Rental income		31 701	24 515
Sundry income		56 944	26 787
		566 321	452 815
Operating expenses			
Administration expenses	A	(2 071 873)	(1 868 270)
Cleaning	B	(775 819)	(789 286)
Communication	C	(59 214)	(60 674)
Owners entertainment	D	(75 332)	(72 393)
Remuneration	E	(1 073 625)	(1 007 012)
Repairs and maintenance	F	(902 497)	(889 559)
Travel and entertainment	G	(52 190)	(49 665)
Utilities	H	(1 362 639)	(1 590 874)
Depreciation		(5 895)	(14 257)
Provision for future replacements and refurbishments		(527 830)	(526 343)
		(6 906 914)	(6 868 333)
Levy surplus/(deficit) before taxation		173 185	(255 009)
Taxation	12	(96 433)	(59 797)
Levy surplus/(deficit) for the year		76 752	(314 806)

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 1 January 2025

Supplementary Schedules to the Financial Statements

Figures in Rand	2025	2024
A. Administration expenses		
AGM/Meeting costs	2 000	1 857
Annual secretarial returns	450	450
Auditors' remuneration	70 439	44 656
Bad debts written off	184 659	135 000
Bad debts recovery	(8 605)	(7 826)
Bank charges	28 309	29 623
Insurance – building	118 195	114 491
Legal fees	20 035	10 623
Legal fees recovery	(1 252)	(1 017)
Levies paid – Share Block weeks	266 896	217 197
Levies paid – Share Block diesel levy	20 085	-
Licenses	1 747	1 785
Management fee	1 281 096	1 232 102
Pest control	4 891	3 604
Postage, printing and stationery	9 417	15 668
Rates	69 177	65 845
Subscriptions	4 334	4 212
	<u>2 071 873</u>	<u>1 868 270</u>
B. Cleaning		
Cleaning	548 390	516 858
Laundry expenses	158 626	211 281
Guest supplies	81 508	67 973
Laundry income – guests	(12 705)	(6 826)
	<u>775 819</u>	<u>789 286</u>
C. Communication		
Cellphone	4 860	4 381
House calls	256	667
Line rental	46 200	43 620
WiFi internet	14 972	15 015
WiFi internet recovery	(7 074)	(3 009)
	<u>59 214</u>	<u>60 674</u>

Drakensberg Gardens Timeshare Share Block Limited

Registration number 1972/009596/06

Annual Financial Statements for the year ended 1 January 2025

Supplementary Schedules to the Financial Statements

Figures in Rand	2025	2024
D. Owners entertainment		
Guest games and entertainment	4 854	2 758
Multichoice expenses	67 194	66 351
Television licences	3 284	3 284
	<u>75 332</u>	<u>72 393</u>
E. Remuneration		
Salaries and wages	493 005	481 470
Security services	176 825	148 500
Staff sundry costs	4 911	1 022
Uniforms	10 500	10 000
Workmen's compensation insurance	3 298	1 913
Staff accommodation	53 740	58 258
- expense	131 040	130 608
- recovery	(77 300)	(72 350)
Reservation contribution	75 180	71 580
Entertainer contribution	25 338	19 020
Reception contribution	55 844	53 969
Manager contribution	174 984	161 280
	<u>1 073 625</u>	<u>1 007 012</u>
F. Repairs and maintenance		
Flat maintenance	149 556	120 651
Flat replacement	26 228	25 756
- expense	32 113	29 365
- recovery	(5 885)	(3 609)
Gardens and decorating	119 573	112 294
Generator service and maintenance	59 598	91 971
Estate levy	514 800	485 784
Computer maintenance	-	809
Linen replacements	20 765	39 721
Office equipment	4 560	4 320
Pool	7 417	8 253
	<u>902 497</u>	<u>889 559</u>

Drakensberg Gardens Timeshare Share Block Limited

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Annual Financial Statements for the year ended 1 January 2025

Supplementary Schedules to the Financial Statements

Figures in Rand	2025	2024
G. Travel and entertainment		
Transport costs	31 800	30 240
Travel – local	2 750	2 625
Opel Combi contribution – Fairways	17 640	16 800
	<u>52 190</u>	<u>49 665</u>
H. Utilities		
Electricity	1 019 351	893 775
Refuse	90 072	84 888
Water	116 424	109 944
Sewerage	28 512	27 000
Generator running costs	108 280	475 267
	<u>1 362 639</u>	<u>1 590 874</u>
I. Net interest received		
Bank	14 955	7 818
Investments	423 438	371 481
Debtors	39 283	22 214
	<u>477 676</u>	<u>401 513</u>

DRAKENSBERG GARDENS TIMESHARE SHAREBLOCK LTD.**PROPOSED BUDGET FOR THE YEAR ENDED 31 DECEMBER 2026
NO. OF UNITS 18 (18X6 SLEEPERS)**

INCREASE 3.9% - 2024
INCREASE 4.07% - 2025
INCREASE 6.92% - 2026

ANNUAL BUDGET 2026	2 MONTH ACTUAL 2025	PROJECTED ACTUAL 2025	ANNUAL BUDGET 2025	JAN TO DEC ACTUAL 2024
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TOTAL INCOME

	(7227022)	(1177105)	(7074235)	(7158428)	(6936629)
LEVY INCOME	(7127437)	(1110991)	(6665948)	(6665948)	(6405497)
DIESEL LEVY RECOVERY	0	(56160)	(336960)	(336960)	(482040)
DISCOUNT RECEIVED	(4500)	(696)	(4658)	(4200)	(4687)
LAUNDRY & DRYER INCOME (GGE)	(8985)	(9258)	(7000)	(7320)	(12704)
LETTING INCOME SHAREBLOCK WEEKS RECOVERY	(86100)	0	(59669)	(144000)	(31701)

ADMINISTRATION EXPENSES

	1858717	297730	1754144	1820716	1852305
ANNUAL RETURNS (CIPRO)	475	0	475	475	450
AGM COSTS & MEETING COSTS	8000	0	6970	2080	2000
VOASA ANNUAL MEMBERSHIP	4550	4418	4825	4550	4334
AUDIT FEES	80000	53225	73550	75000	70439
BAD DEBTS	100000	0	75000	75000	95625
BAD DEBTS RECOVERED	0	0	0	0	(8605)
BANK CHARGES - FEES	15500	3705	14470	12245	12879
BANK CHARGES - C/C COMM	18510	7288	17495	20180	15430
APEX OPERATING SYSTEM	1960	300	1840	1880	1747
INSURANCE - EXCESS	0	0	0	0	10000
INSURANCE - INCLUDING GENERATOR	99720	15104	90624	98400	87670
INSURANCE - FIDELITY COVER	15600	2136	14400	14400	11885
LEGAL EXPENSES	23200	0	16800	16800	20035
LEGAL COST RECOVERY	0	548	548	0	(1252)
SHAREBLOCK REPO WEEKS	160000	0	96652	220000	266896
SHAREBLOCK DIESEL LEVY	0	0	9270	9270	20085
SALE OF SHAREBLOCK REPO WEEKS	(75000)	(11304)	(11304)	(75000)	(47826)
MANAGEMENT FEES	1393487	222198	1331336	1331336	1281096
PRINTING AND STATIONERY\GUEST REVU	11865	112	11193	13250	9417
POSTAGE	850	0	0	850	0

CLEANING AND LAUNDRY

	328800	41540	311196	311250	239716
CLEANING MATERIALS	0	491	2946	3000	(419)
GUEST SUPPLIES	91200	10697	84000	84000	81509
LAUNDRY COSTS	237600	30352	224250	224250	158626

COMMUNICATION COSTS

	68640	10884	65453	68640	59214
CELL PHONE CHARGES	5400	819	5150	5400	4860
WIFI	16800	2281	15720	17520	14972
WIFI RECOVERY	(4800)	(330)	(4228)	(3600)	(7074)
TELEPHONE LINE RENTAL	50940	8090	48540	48540	46200
HOUSE CALLS	300	24	271	780	256

GUEST ENTERTAINMENT

	78785	12055	75037	78795	75071
GGE WELCOME DRINKS	2760	361	2592	2760	2315
GUEST ENTERTAINMENT\PRIZES	2000	0	2000	2000	2539
MNET EXPENSES	70665	11234	68107	70455	67194
TV LICENCE	3360	547	2425	3580	3284
GUEST ENTERTAINMENT GAMES RECOVERY	0	(87)	(87)	0	(261)

MAINTENANCE

	928162	137011	882405	879180	847791
ESTATE LEVY	568152	90168	541008	541008	514800
UNITS	127200	15352	120000	120000	149556
GARDEN AND GROUNDS	128520	20412	122472	122472	116640
PLANTS	4400	0	4000	4000	2933
POOL/JACUZZI MAINTENANCE	9600	2518	10518	9600	7417
OFFICE EQUIPMENT/COMPUTER MAINT	5040	800	4800	4800	4560
REPLACEMENTS - UNITS	35400	7698	34198	31800	32114
BREAKAGE RECOVERY	(3950)	(461)	(3726)	(3600)	(5885)
REPLACEMENTS - LINEN	48400	0	44000	44000	20765
PEST CONTROL	5400	524	5135	5100	4891

MOTOR AND TRAVELLING

	58415	9305	55245	55245	52190
COMBI CAR CONTRIBUTION - FAIRWAYS	19860	3120	18720	18720	17640
TRANSPORT COSTS - FAIRWAYS	35280	5600	33600	33600	31800
LOCAL DBN TRIPS	3275	585	2925	2925	2750

DRAKENSBERG GARDENS TIMESHARE SHAREBLOCK LTD.

**PROPOSED BUDGET FOR THE YEAR ENDED 31 DECEMBER 2026
NO. OF UNITS 18 (18X6 SLEEPERS)**

INCREASE 3.9% - 2024
INCREASE 4.07% - 2025
INCREASE 6.92% - 2026

ANNUAL BUDGET 2026	2 MONTH ACTUAL 2025	PROJECTED ACTUAL 2025	ANNUAL BUDGET 2025	JAN TO DEC ACTUAL 2024
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REMUNERATION

SALARIES AND WAGES NET
SALARIES AND WAGES
ROOM SERVICE - SUNDAYS
SECURITY
SECURITY - BABOON PATROL EXPENSES
CLEANING CONTRACT
STAFF COSTS - ACCOMM
ACCOMMODATION REC
UNIFORM
TRAINING
WORKMEN'S COMPENSATION
STAFF COSTS OTHER
STAFF AWARDS BRAAI
SUPPLIER - MEALS
ENTERTAINMENT CONTRIBUTION - FAIRWAYS
RESERVATIONIST CONTRIBUTION
MANAGER CONTRIBUTION - FAIRWAYS
MAINT. MANAGER CONTRIBUTION - FAIRWAYS
RECEPTIONIST CONTRIBUTION - FAIRWAYS

1883973	269954	1781492	1785794	1618264
596449	83263	563152	588848	488835
596449	84343	564232	588848	493005
0	(1080)	(1080)	0	(4170)
174540	26780	163033	160680	162195
16200	3071	15361	10800	14630
620825	89443	590843	597900	548809
144000	22940	137640	137640	131040
(63450)	(13275)	(60750)	(83200)	(77300)
11710	0	11150	11150	10500
1620	0	1537	1980	1450
3845	0	3495	3845	3298
2280	0	2160	2280	741
2500	0	2280	2280	2170
660	0	600	600	550
26476	4128	25516	25516	25338
83700	13280	79680	79680	75180
167640	26356	158136	158136	149184
28980	4560	27360	27360	25800
65999	9408	60299	60299	55844

UTILITIES

ELECTRICITY
REFUSE
WATER
CSOS LEVY
RATES
DIESEL LEVY RESERVE
SEWERAGE
GENERATOR REPAIRS
GENERATOR - DIESEL

1922750	181396	1939838	1961843	1873813
1400610	122480	1212323	1228725	1019350
99360	15768	94608	94608	90072
128520	20376	122256	122256	116424
8640	1440	8640	8640	8640
76380	11798	72449	75630	69177
0	0	0	0	373760
31320	5004	30024	30024	28512
65600	0	62578	65000	59598
112320	4530	336960	336960	108280

RESERVES

DEPRECIATION
GENERAL RESERVES
FURNITURE AND FIXTURES 7 YRS
FURNITURE AND FIXTURES 12 YRS
COMMON PROPERTY
EXTERIOR PAINTWORK
GENERATOR

463386	64216	385307	385307	533725
4056	676	4056	4056	5895
459330	63540	381251	381251	527830
158155	21518	129109	129109	96000
118401	12906	77437	77437	263874
108865	11092	66555	66555	82309
52909	14524	87150	87150	85647
21000	3500	21000	21000	0

TOTAL EXPENSES

7591629	1024091	7250117	7346770	7152089
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(SURPLUS)/DEFICIT (before interest)

364607	(153014)	175882	188342	215460
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INTEREST

BANK
INVESTMENTS
DEBTORS

(499462)	(101478)	(456500)	(437455)	(477676)
(18000)	(4286)	(16132)	(6000)	(14955)
(442657)	(85560)	(401974)	(395774)	(423438)
(38805)	(11632)	(38394)	(35681)	(39283)

(SURPLUS)/DEFICIT (before tax)

(134855)	(254492)	(280618)	(249113)	(262216)
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TAXATION @ 27%

134855	27399	127820	118113	128972
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(SURPLUS)/DEFICIT (after tax)

(0)	(227093)	(152798)	(131000)	(133244)
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DRAKENSBERG GARDENS TIMESHARE SHAREBLOCK LIMITED

Registration Number: 1972/009596/06

Form of Proxy

Form of proxy for the Annual General Meeting of the company to be held at 11H00 on 24th June 2025,
at **Tropicana Hotel**

I/We (Name in block letters)

Of (Address)

Being the holders of Ordinary shares in UNIT NO: WEEK NO: do hereby appoint

1. or failing him/her

2. or failing him/her

3. The chairperson of the annual general meeting

as my/our proxy to act for me/us and on my/our behalf at the annual general meeting of the company, or any adjournment thereof, which will be held for the purpose of considering and, if deemed fit, of passing, with our without modification, the ordinary and special resolutions as detailed in the Notice of Annual General Meeting, and to vote for and/or against the resolutions and/or abstain from voting in respect of the ordinary shares registered in my/our name/s.

		IN FAVOUR	AGAINST	ABSTAIN
To pass ordinary resolution:				
1. Resolution 1: To approve the financial statements and reports				
2. Resolution 2: To elect the Directors				
B M Thomas				
B R Warmback				
L H Northcote - Reid				
J Lakaram				
Michael Palmer				
3. Resolution 3: To appoint auditors				
4. To approve Auditors remuneration				
5. To ratify the budget and levies for year-end December 2026				

Signature _____ Signed at _____ on _____ 2025

NOTE: This proxy must be delivered or e-mail to timeshareinfo@goodersons.co.za to the Secretary of the Company not less than **FORTY-EIGHT HOURS before the time stipulated for the meeting.**

DRAKENSBERG GARDENS TIMESHARE SHARE BLOCK LIMITED

Registration Number: 1972/009596/06

NOMINATION OF DIRECTOR

A. NOMINATOR

I, _____, hereby nominate

_____ for election to the board of Directors to
be held on 24th June 2025

NOMINATOR SIGNATURE

Account/Shareblock number: _____

DATE: _____

B. ACCEPTOR

I, _____, hereby accept nomination for election
to the board of Directors

ACCEPTOR SIGNATURE

Account/Shareblock number: _____

DATE: _____

Nominations for Directors must include a 2 page brief CV and submitted to the Company's Office no later than 19th June 2025. Nominations may be made at the meeting if approved by a majority attending the meeting and with the consent of the nominee/s.

DRAKENSBERG GARDENS TIMESHARE SHAREBLOCK LIMITED

Registration Number: 1972/009596/06

**REGISTRATION TO ATTEND AGM MEETING VIA ZOOM TO BE HELD ON
THE 24th JUNE 2025**

I/we hereby confirm that we will be attending the Annual General Meeting via “Zoom”,
failing which I/we nominate a representative
(Name of representative) _____ to attend on our behalf.

Shareholder Name: _____

Email address: _____

Account number: _____

Please email completed form to timeshareinfo@goodersons.co.za before the 13th June 2025,
and we will send you the link and password to attend the meeting.

Should you have any questions relating to the financial, operational and/or administration
matters, we ask that you e-mail these to timeshareinfo@goodersons.co.za prior to the
13th June 2025, in order for them to be finalised in a Q and A format which will be addressed
at the Annual General Meeting.