

*Riverbend  
Chalets*



**DRAKENSBERG GARDENS  
TIMESHARE  
SHARE BLOCK LIMITED**

Registration No. 1972/009596/06

**ANNUAL REPORT**

01 January 2026  
31 December 2025



*Managed By: GDS Investments (Pty) Ltd*

**DRAKENSBERG 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 in the Panorama Room, Tropicana Hotel, 85 OR Tambo Parade, Durban, on Tuesday, 23<sup>rd</sup> June, 2026, 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 24<sup>th</sup> June, 2025
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, 2026 (31<sup>st</sup> December, 2025) 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 2027 (01/01/2027 – 31/12/2027)
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**

Minutes of the Annual General meeting of Members of Drakensberg Gardens Timeshare Shareblock Limited held via Zoom and in person at Tropicana Hotel on 24<sup>th</sup> June 2025 at 11h00

**1. QUORUM**

There being a quorum present, the Chairman, **B M Thomas**, welcomed those attending and commenced the meeting at 11h.00. The Chairman confirmed that the meeting was also on zoom platform as requested in last year's AGM. However, only 2 shareholders had registered to attend but no one has joined in as yet.

**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. M De Jager enquired why one needs to register in advance to receive a link. S Lakaram advised that due to unknown volumes of owners who may want to join, advance preparation is required. The Chairman stated that should we decide to have a zoom as well as "in person" meeting again, perhaps 48 hours notice for registration will suffice.

**3. ATTENDANCE REGISTER:**

BM Thomas	S Lakaram	BR Warmback	LH Reid
CM De Klerk	H Fritz	S & D Reid	J Botha
R Naicker	M De Jager	M Craig	M Hlope (11.10am via zoom)

**APOLOGIES**

S Goldman	M Hallet	YJ Greig & RB Greig
GD Whitson		

**PROXIES RECEIVED**

NAME	UNIT/WEEK	PROXY	SHARES	IN FAVOUR OF
Gooderson Vacation Sales	Various	109	10150	CM De Klerk
Janet Lynne Harris	118/B3	1	140	Chairman
Sally Goldman	104/B4	1	140	Chairman
TOTAL		111	10430	
SHARE CAPITAL			96030	
QUORUM ACHIEVED			10.86%	(Req 1%)

M Craig enquired whether there was a limitation on proxies/shares as in sectional titles schemes. S Lakaram responded that Gooderson Vacation Sales is an owner in the Shareblock, hence the rights as per the use agreement is applicable.

**4. CONFIRMATION OF MINUTES:**

4.1 The minutes of the previous Annual General Meeting held on 24<sup>th</sup> June 2024, having been circulated, were confirmed.

Proposed by: M Craig

Seconded by: H Reid

**5. MATTERS ARISING FROM PREVIOUS MINUTES**

1. Wifi :- the issue with wifi still remains a challenge due to weather, connectivity from towers, remote location. However, efforts are being made to resolve it. Regrettably 4G and fibre stops at Castleburn.
2. Baboon interference is an ongoing issue.

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:**

The Chairman's report was tabled, taken as read, discussed and accepted. The Chairman emphasized that the unutilised 2024 Diesel Levy will be refunded in full in 2026.

Proposed by: M Craig

Seconded by: H Reid

**7. ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 01 JANUARY 2025 (31 DECEMBER 2024)**

**Resolution 1**

The Chairman invited comments on the Annual Financial Statements.

1. Discussion on bad debts was discussed at length, including the company's policy of handling bad debt, collection efforts, write-offs and listing with the credit bureau.
2. The role of the Developer taking on stock and paying levy was highlighted
3. Bad Debt weeks are offered to existing owners at a reduced price.
4. The management fee structure was discussed, noting a previous moratorium on increases and the fact that there was no management fee on the diesel levy or bad debt provision in the budget.
5. Linen change – responsible usage, only changed when left in the bathroom. Bearing in mind this is a Gold Crown resort and twice a week change is the industry norm. The resort has an additional service that should a guest want their linen changed daily; there is an applicable cost involved.
6. Laundry costs have decreased significantly over the years due to some items being done in-house.
7. Tax rebates are taken into consideration when final tax calculation is submitted to SARS.

**The Annual Financial Statements were taken as read, discussed and approved.**

Proposed by: M De Jager

Seconded by: B Warmback

**8. ELECTION AND APPOINTMENT OF DIRECTORS**

**Resolution 2**

The Chairman advised that all Directors had retired and were available for re-election. No other nominations had been received. A ballot was not required. It was agreed that all the Board members be re-elected.

The Board now comprises of:-

BR Warmback	BM Thomas
S Lakaram	LH Reid
M Palmer	

Proposed by: M De Jager

Seconded by: H Reid

**9. APPOINTMENT OF AUDITORS AND APPROVAL OF AUDITORS REMUNERATION**

**Resolution 3**

- a) Per last AGM a request for 3 audit quotes was required.  
Baker Tilly – R 90 000.00  
Mazars – R 68 370.00  
Saunders Haynes – responded that they don't have capacity to take on additional work, hence no quote
- b) It was approved that Mazars will be the auditors for the ensuing year at a remuneration of R 68 370.00.

Proposed by: M De Jager

Seconded by: H Reid

#### **10. RATIFICATION OF BUDGET AND LEVIES FOR THE YEAR ENDING DECEMBER 2025**

- a) The levy increase of 6.92% on the base levy was approved
- b) The unutilised Diesel levy for 2024 will be credited to the owners' levy account in 2026
- c) Further to a request, the Chairman explained in detail the reason for doing the budgets on a 4-month comparative. This is driven by our MOI and Company statutory requirement of holding your AGM 6 months after financial year end.

The Budgets for the ensuing year, as presented by the Directors was tabled and approved.

**Proposed by: M Craig**

**Seconded by: H Reid**

#### **11. CONSIDERATION OF INSURANCES**

H Reid from RRIB delivered a comprehensive presentation on the status quo on our insurances. Premiums would increase between 7-10% with Sasria increase of 35% for next year. Cover stands at R 35,400,000 with current premium of R 108,000.

Parfy & Luthuli has recently valued the property which is consistent with our insurance values.

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

**Proposed by: B Warmback**

**Seconded by: S Lakaram**

#### **12. GENERAL**

- a) M Craig stated that he visited another resort which had levies  $\frac{3}{4}$  of Riverbend but had all amenities included in the levy. Chairman responded that one would need to look at the operating costs of that entity as well as if it is a mixed-use resort like ours is.
- b) Riverbend official school holiday was 28<sup>th</sup> March to 8<sup>th</sup> April and the schools being off the week. M Craig asked why this week was reflected as a peak on Riverbend calendar. C De Klerk explained that the seasons are determined by RCI and the school holiday government gazette. We base our calendar in conjunction with the Week definitions in our Use Agreement and RCI calendar.
- c) M De Jager mentioned that they had issues at Riverbend which were sorted out immediately by Teresa. He feels that she does not get enough credit and she basically runs Riverbend entirely. The Chairman did mention the Teresa got the "Employee of the Year Award" in recognition of the exemplary guest service delivery.
- d) M Craig asked if the hotel has preferential rates for meals for Timeshare owners. Response was that this was implemented again 3 weeks ago.
- e) The Chairman made the point that the level of support for online attendance had not justified the costs involved.

#### **13. CLOSURE**

M Craig thanked the Chairman and Directors for the untiring work put into Riverbend. The Chairman thanked the co-directors for their efforts and the members who took time to be present at this AGM.

There being no further points of discussion, the meeting closed at 12.20pm

Confirmed this \_\_\_\_\_ day of \_\_\_\_\_ 2026.

\_\_\_\_\_  
L.H. NORTHCOTE-REID  
CHAIRMAN

# Chairman's Report – 2026

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On behalf of the Directors, it is my duty to report on the period under review, being the financial year ended 1 January 2026 together with developments into the current 2026 year.

## Overview of the Year

The year under review and the early part of 2026 have reflected a number of positive trends. The Resort continues to be well managed and maintained, and guest satisfaction levels remain strong, with ratings consistently around 95%. The Resort has retained its Gold Crown status, although there is scope for improvement relative to regional benchmarks.

## Resort and Operational Performance

Occupancy trends show increased use of exchange weeks by owners, impacting direct occupancy patterns while maintaining overall utilization levels.

## Financial Performance

The organization's financial position continues to be sound, supported by a healthy surplus and effective cost control measures. Cash reserves stay strong, providing solid liquidity and financial stability. However, outstanding debtors continue to be an area of concern and will require ongoing monitoring and careful management.

## Operational Matters and Risks

Management continues to focus on maintenance, infrastructure, WiFi improvements, and enhanced security measures. Key risks include bad debts, security concerns, and environmental factors such as wildlife.

## Budget for 2027

The proposed budget reflects a modest levy increase of approximately 2.76%, with provision for maintenance, security, and technology improvements.

## Board and Governance

Regarding the board we reluctantly accepted the resignation of Basil Thomas our Chairman, and on behalf of the Board, I record our sincere appreciation for his time, sacrifice and contribution during his tenure. In April 2026 John Helmand was co-opted onto the Board. Mr Helmand together with the remaining elected directors, will retire at the forthcoming AGM, but have offered themselves for re-election.

The Board continues to strengthen governance and capacity, including the appointment of an additional director.

## Acknowledgements

I extend my sincere appreciation to management, staff, and my fellow directors for their team work, continued dedication and contribution.

Heinz Fritz (Resort Manager) and your team, we truly appreciate your hard work and dedication to ensure that the resort stands up with the best in the area.

Colleen De Klerk, our managing agent's Managing Director and your team, our sincere thanks and appreciation.

**HYLTON NORTHCOTE-REID**

**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 2026**

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## General Information

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<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Timeshare Share Block
<b>Directors</b>	L H Northcote-Reid B R Warmback J Lakaram M J Palmer
<b>Registered office</b>	85 O R Tambo Parade (Marine Parade) Durban 4001
<b>Postal address</b>	P O Box 10305 O R Tambo Parade 4056
<b>Bankers</b>	First National Bank Limited
<b>Auditors</b>	Forvis Mazars
<b>Management</b>	GDS Investments Proprietary Limited
<b>Company registration number</b>	1972/009596/06
<b>Level of assurance</b>	These financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa (No. 71 of 2008).
<b>Supervisor</b>	The annual financial statements were prepared under the supervision of: S Naidoo (Bookkeeper)
<b>Preparer</b>	AFS Compilers Proprietary Limited
<b>Published</b>	27 May 2026

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

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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 2026

## Directors' Responsibilities and Approval

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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 2027 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.

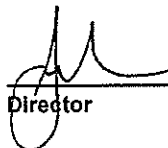
The practitioner's compilation report is presented on page 4.

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 20, which have been prepared on the going concern basis, were approved by the board on 27 May 2026 and were signed on its behalf by:



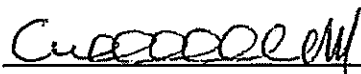
Director



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

27 May 2026

## Practitioner's Compilation Report

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### 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 20, 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 2026, 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.



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**D Miles CA (SA)**

**Practice No: 08002782**

**22 St Andrews Drive  
Durban North  
4051**

**27 May 2026**

Forvis Mazars, Ridgeside Office Park  
21 Richefond Circle, Umhlanga Ridge  
Durban, 4319

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## Independent Auditor's Report

To the Shareholders of Drakensberg Gardens Properties 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 9 to 20, which comprise the statement of financial position as at 01 January 2026, 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 2026, 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 2026”, 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: Shaneal Doolabh**  
**Registered Auditor**  
**27 May 2026**  
**Durban**

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Directors' Report

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The directors submit their report for the year ended 01 January 2026.

### 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 277 310 (2025: Surplus R 76 752).

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 2026 and the results of its operations for the year ended 31 December 2025.

### 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
L H Northcote-Reid	
B M Thomas	Resigned 05 December 2025
B R Warmback	
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).

### 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 2026

## Statement of Financial Position

Figures in Rand	Notes	2026	2025
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	12 169	16 225
Net financial asset	3	96 030	96 030
		<b>108 199</b>	<b>112 255</b>
<b>Current Assets</b>			
Current tax receivable		-	50 621
Trade receivable	5	616 446	545 183
Cash and cash equivalents	6	7 351 934	6 612 578
		<b>7 968 380</b>	<b>7 208 382</b>
<b>Total Assets</b>		<b>8 076 579</b>	<b>7 320 637</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Share capital	7	96 030	96 030
Future maintenance reserve	8	4 138 226	3 978 353
Accumulated levy surplus/(deficit)		220 251	(57 059)
		<b>4 454 507</b>	<b>4 017 324</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Current tax payable		39 363	-
Accounts payable	9	3 582 709	3 303 313
		<b>3 622 072</b>	<b>3 303 313</b>
<b>Total Equity and Liabilities</b>		<b>8 076 579</b>	<b>7 320 637</b>

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Levy Statement

Figures in Rand	Notes	2026	2025
<b>Levy Income</b>		<b>6 707 684</b>	<b>6 513 778</b>
Other income		61 318	88 645
Operating expenses		(7 040 194)	(6 906 914)
<b>Levy deficit before interest and taxation</b>	10	<b>(271 192)</b>	<b>(304 491)</b>
Net interest received	11	511 205	477 676
<b>Levy surplus before taxation</b>		<b>240 013</b>	<b>173 185</b>
Taxation	12	37 297	(96 433)
<b>Levy surplus for the year</b>		<b>277 310</b>	<b>76 752</b>
Other comprehensive income		-	-
<b>Total levy surplus for the year</b>		<b>277 310</b>	<b>76 752</b>

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Statement of Changes in Equity

Figures in Rand	Share capital	Future maintenance reserve	Accumulated levy surplus / (deficit)	Total equity
<b>Balance at 01 January 2024</b>	<b>96 030</b>	<b>3 508 789</b>	<b>(133 811)</b>	<b>3 471 008</b>
Levy surplus for the year	-	-	76 752	76 752
Other comprehensive income	-	-	-	-
<b>Total levy surplus for the year</b>	<b>-</b>	<b>-</b>	<b>76 752</b>	<b>76 752</b>
Maintenance reserve net of acquisitions	-	(58 266)	-	(58 266)
Transfer to reserve	-	527 830	-	527 830
<b>Total changes</b>	<b>-</b>	<b>469 564</b>	<b>-</b>	<b>469 564</b>
<b>Balance at 01 January 2025</b>	<b>96 030</b>	<b>3 978 353</b>	<b>(57 059)</b>	<b>4 017 324</b>
Levy surplus for the year	-	-	277 310	277 310
Other comprehensive income	-	-	-	-
<b>Total levy surplus for the year</b>	<b>-</b>	<b>-</b>	<b>277 310</b>	<b>277 310</b>
Maintenance reserve net of acquisitions	-	(421 378)	-	(421 378)
Transfer to reserve	-	581 251	-	581 251
<b>Total changes</b>	<b>-</b>	<b>159 873</b>	<b>-</b>	<b>159 873</b>
<b>Balance at 01 January 2026</b>	<b>96 030</b>	<b>4 138 226</b>	<b>220 251</b>	<b>4 454 507</b>
Notes	7	8		

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Statement of Cash Flows

Figures in Rand	Notes	2026	2025
<b>Cash flows generated from operating activities</b>			
Levies received from members		6 612 437	6 549 090
Cash paid to suppliers and employees		(6 090 189)	(5 472 113)
Cash generated from operations	13	522 248	1 076 977
Interest income		511 205	477 676
Tax refunded/(paid)	14	127 281	(153 790)
<b>Net cash from operating activities</b>		<b>1 160 734</b>	<b>1 400 863</b>
<b>Cash flows used in investing activities</b>			
Acquisition of furniture and fittings expended out of the maintenance reserve	8	(421 378)	(58 266)
<b>Net cash used in investing activities</b>		<b>(421 378)</b>	<b>(58 266)</b>
<b>Net increase in cash and cash equivalents</b>		<b>739 356</b>	<b>1 342 597</b>
Cash and cash equivalents at the beginning of the year		6 612 578	5 269 981
<b>Total cash and cash equivalents at end of the year</b>	6	<b>7 351 934</b>	<b>6 612 578</b>

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Accounting Policies

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### 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:

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

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#### 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

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Accounting Policies

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### 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

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Notes to the Annual Financial Statements

Figures in Rand

### 2. Property, plant and equipment

	2026			2025		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Computer equipment	5 217	(5 217)	-	5 217	(5 217)	-
Generator	520 968	(508 799)	12 169	520 968	(504 743)	16 225
<b>Total</b>	<b>526 185</b>	<b>(514 016)</b>	<b>12 169</b>	<b>526 185</b>	<b>(509 960)</b>	<b>16 225</b>

#### Reconciliation of property, plant and equipment - 2026

	Opening balance	Depreciation	Closing balance
Generator	16 225	(4 056)	12 169

#### Reconciliation of property, plant and equipment - 2025

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

#### 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

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Notes to the Annual Financial Statements

Figures in Rand	2026	2025
<b>3. Net financial asset</b>		
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.		
	<b>96 030</b>	<b>96 030</b>
<b>Non-current assets</b>		
At amortised cost	96 030	96 030
<b>4. Retirement benefits</b>		
<b>Defined contribution plan</b>		
It is the policy of the company to provide retirement benefits to its employees. During the year the company contributed R 23 798 (2025: R 22 197) 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.		
<b>5. Trade receivable</b>		
<b>Financial instruments</b>		
Levy debtors - net of doubtful debts	346 166	311 885
<b>Non-financial instruments</b>		
Prepayments	2 463	2 463
Value Added Taxation	267 817	230 835
	<b>616 446</b>	<b>545 183</b>
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.		
<b>6. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Bank balances	7 351 434	6 612 078
Cash on hand	500	500
	<b>7 351 934</b>	<b>6 612 578</b>

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Notes to the Annual Financial Statements

Figures in Rand	2026	2025
<b>7. Share capital</b>		
<b>Authorised</b>		
96 030 Ordinary shares of R 1 each	96 030	96 030
<b>Issued</b>		
96 030 Ordinary shares at R 1 each	96 030	96 030
<b>8. Future maintenance reserve</b>		
Balance at beginning of the year	3 978 353	3 508 789
Utilisation of reserve fund	(421 378)	(58 266)
Current provision for future maintenance and replacements	581 251	527 830
	<b>4 138 226</b>	<b>3 978 353</b>
<b>9. Accounts payable</b>		
<b>Financial instruments</b>		
Other payables	924 272	577 350
<b>Non-financial instruments</b>		
Leave pay provision	11 390	9 115
Levies received in advance	2 647 047	2 716 848
	<b>3 582 709</b>	<b>3 303 313</b>

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:

<b>Charges</b>		
Management fee	1 333 188	1 281 096
Provision for future maintenance and replacements	581 251	527 830
Bad debts	236 066	184 659
Cleaning	580 750	548 390
Laundry	166 010	158 626
Manager contribution	185 496	174 984
Security	165 164	176 825
Salaries and wages	547 224	493 005
Electricity	1 114 967	1 019 351
Generator	41 736	108 280
Estate levy	541 008	514 800
Maintenance	263 648	278 173
Insurance	126 815	118 195
Levies paid - Share Block weeks	109 658	266 896
Water	122 256	116 424

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Notes to the Annual Financial Statements

Figures in Rand	2026	2025
<b>11. Net interest received</b>		
Bank	9 885	14 955
Investments	460 393	423 438
Debtors	40 927	39 283
	<b>511 205</b>	<b>477 676</b>
<b>12. Taxation</b>		
<b>Current</b>		
Local income tax - current period	103 622	103 169
Local income tax - prior period	(140 919)	(6 736)
	<b>(37 297)</b>	<b>96 433</b>
<p>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).</p>		
<b>13. Cash generated from operations</b>		
Levy surplus before taxation	240 013	173 185
<b>Adjustments for:</b>		
Depreciation	4 056	5 895
Interest received	(511 205)	(477 676)
<b>Changes in working capital:</b>		
Trade and other receivables	-	56 324
Levy debtors	(95 247)	33 602
Provision for future maintenance reserve	581 251	527 830
Leave pay provision	2 275	(954)
Trade and other payables	346 922	376 214
Levies received in advance	(69 801)	389 337
Value Added Taxation	(36 982)	(8 490)
Provision for doubtful debts	60 966	1 710
	<b>522 248</b>	<b>1 076 977</b>
<b>14. Tax refunded/(paid)</b>		
Balance at beginning of the year	50 621	(6 736)
Current tax for the year recognised in surplus or deficit	37 297	(96 433)
Balance at end of the year	39 363	(50 621)
	<b>127 281</b>	<b>(153 790)</b>

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Notes to the Annual Financial Statements

Figures in Rand	2026	2025
<b>15. Related parties</b>		
<b>Related party balances</b>		
<b>Amounts included in trade payables regarding related parties</b>		
Leading Hospitality Solutions Proprietary Limited	5 152	4 830
Glengarry Properties Timeshare Share Block Limited	22 763	-
Trade payables are paid within 30 days.		
<b>Amounts included in trade receivables regarding related parties</b>		
Alawill Investments Proprietary Limited	80 653	62 029
Glengarry Properties Timeshare Share Block Limited	10 884	6 320
Leading Hospitality Solutions Proprietary Limited	8 481	4 281
Trade receivables are due within 30 days.		
<b>Related party transactions</b>		
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.		
<b>GDS Investments Proprietary Limited</b>		
Management fee	1 333 188	1 281 096
Levies	(829 246)	(247 494)
<b>Alawill Investments Proprietary Limited</b>		
Estate levy	541 008	514 800
Water	122 256	116 424
Refuse removal	94 608	90 072
Telephone lines	48 540	46 200
Staff accommodation	137 640	131 040
Laundry	166 010	158 626
Maintenance and gardens and grounds	122 472	116 640
Sewerage	30 024	28 512
<b>Glengarry Properties Timeshare Share Block Limited</b>		
Transport	55 245	52 190
Payroll contribution	350 991	331 346
Office equipment contribution	4 800	4 560
<b>Leading Hospitality Solutions Proprietary Limited</b>		
Cleaning	580 773	548 809
<b>Gooderson Vacation Club</b>		
Levies	-	286 981

# Drakensberg Gardens Timeshare Share Block Limited

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Notes to the Annual Financial Statements

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Figures in Rand

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### 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 (2025: R 509 757).

### 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 2026 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

(Registration number: 1972/009596/06)

Annual Financial Statements for the year ended 01 January 2026

## Detailed Levy Statement

Figures in Rand	Notes	2026	2025
<b>Revenue</b>			
Levy income		6 707 684	6 513 778
<b>Other income</b>			
Net interest received	I	511 205	477 676
Rental income		32 651	31 701
Sundry income		28 667	56 944
		<b>572 523</b>	<b>566 321</b>
<b>Operating expenses</b>			
Administration expenses	A	(2 008 123)	(2 071 873)
Cleaning	B	(790 669)	(775 819)
Communication	C	(76 453)	(59 214)
Owners entertainment	D	(75 273)	(75 332)
Remuneration	E	(1 135 139)	(1 073 625)
Repairs and maintenance	F	(910 394)	(902 497)
Travel and entertainment	G	(55 245)	(52 190)
Utilities	H	(1 403 591)	(1 362 639)
Depreciation		(4 056)	(5 895)
Provision for future replacements and refurbishments		(581 251)	(527 830)
		<b>(7 040 194)</b>	<b>(6 906 914)</b>
<b>Levy surplus before taxation</b>		<b>240 013</b>	<b>173 185</b>
Taxation	12	37 297	(96 433)
<b>Levy surplus for the year</b>		<b>277 310</b>	<b>76 752</b>

# Drakensberg Gardens Timeshare Share Block Limited

Registration number 1972/009596/06

Annual Financial Statements for the year ended 1 January 2026

## Supplementary Schedules to the Financial Statements

Figures in Rand	2026	2025
<b>A. Administration expenses</b>		
AGM/Meeting costs	5 825	2 000
Annual secretarial returns	450	450
Auditors' remuneration	90 969	70 439
Bad debts written off	236 066	184 659
Bad debts recovery	(37 911)	(8 605)
Bank charges	31 728	28 309
Insurance – building	126 815	118 195
Legal fees	3 871	20 035
Legal fees recovery	(2 191)	(1 252)
Levies paid – Share Block weeks	109 658	266 896
Levies paid – Share Block diesel levy	5 400	20 085
Licenses	1 800	1 747
Management fee	1 333 188	1 281 096
Pest control	5 475	4 891
Postage, printing and stationery	11 037	9 417
Professional fees – building revaluation	9 130	-
Rates	72 395	69 177
Subscriptions	4 418	4 334
	<u>2 008 123</u>	<u>2 071 873</u>
<b>B. Cleaning</b>		
Cleaning	580 750	548 390
Laundry expenses	166 010	158 626
Guest supplies	78 796	81 508
Laundry income – guests	(34 887)	(12 705)
	<u>790 669</u>	<u>775 819</u>
<b>C. Communication</b>		
Cellphone	4 603	4 860
House calls	310	256
Line rental	48 540	46 200
WiFi internet	28 535	14 972
WiFi internet recovery	(5 535)	(7 074)
	<u>76 453</u>	<u>59 214</u>

# Drakensberg Gardens Timeshare Share Block Limited

Registration number 1972/009596/06

Annual Financial Statements for the year ended 1 January 2026

## Supplementary Schedules to the Financial Statements

Figures in Rand	2026	2025
<b>D. Owners entertainment</b>		
Guest games and entertainment	3 952	4 854
Multichoice expenses	68 037	67 194
Television licences	3 284	3 284
	<u>75 273</u>	<u>75 332</u>
<b>E. Remuneration</b>		
Salaries and wages	547 224	493 005
Security services	165 164	176 825
Staff sundry costs	594	4 911
Uniforms	11 150	10 500
Workmen's compensation insurance	4 277	3 298
Staff accommodation	55 740	53 740
- expense	137 640	131 040
- recovery	(81 900)	(77 300)
Reservation contribution	79 680	75 180
Entertainer contribution	25 516	25 338
Reception contribution	60 299	55 844
Manager contribution	185 496	174 984
	<u>1 135 139</u>	<u>1 073 625</u>
<b>F. Repairs and maintenance</b>		
Flat maintenance	129 376	149 556
Flat replacement	19 767	26 228
- expense	27 467	32 113
- recovery	(7 700)	(5 885)
Gardens and decorating	125 950	119 573
Generator service and maintenance	39 068	59 598
Estate levy	541 008	514 800
Linen replacements	43 425	20 765
Office equipment	4 800	4 560
Pool	7 000	7 417
	<u>910 394</u>	<u>902 497</u>

# Drakensberg Gardens Timeshare Share Block Limited

Registration number 1972/009596/06

Annual Financial Statements for the year ended 1 January 2026

## Supplementary Schedules to the Financial Statements

Figures in Rand	2026	2025
<b>G. Travel and entertainment</b>		
Transport costs	33 600	31 800
Travel – local	2 925	2 750
Opel Combi contribution – Fairways	18 720	17 640
	<u>55 245</u>	<u>52 190</u>
<b>H. Utilities</b>		
Electricity	1 114 967	1 019 351
Refuse	94 608	90 072
Water	122 256	116 424
Sewerage	30 024	28 512
Generator running costs	41 736	108 280
	<u>1 403 591</u>	<u>1 362 639</u>
<b>I. Net interest received</b>		
Bank	9 885	14 955
Investments	460 393	423 438
Debtors	40 927	39 283
	<u>511 205</u>	<u>477 676</u>

**DRAKENSBURG GARDENS TIMESHARE SHAREBLOCK LTD.  
PROPOSED BUDGET FOR THE YEAR ENDED 31 DECEMBER 2027**

**NO. OF UNITS 18 (18X6 SLEEPERS)**

**INCREASE 4.07% - 2025**

**INCREASE 6.92% - 2026**

**INCREASE 2.76% - 2027**

ANNUAL BUDGET 2027	2 MONTH ACTUAL 2026	PROJECTED ACTUAL 2026	ANNUAL BUDGET 2026	JAN TO DEC ACTUAL 2025
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**TOTAL INCOME**

<b>(7,593,963)</b>	<b>(1,194,295)</b>	<b>(7,229,826)</b>	<b>(7,227,022)</b>	<b>(7,074,568)</b>
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LEVY INCOME	(7,324,403)	(1,187,906)	(7,127,437)	(7,127,437)	(6,665,948)
DIESEL LEVY RECOVERY	-	-	-	-	(336,960)
DISCOUNT RECEIVED	(5,400)	(1,050)	(5,100)	(4,500)	(4,122)
LAUNDRY & DRYER INCOME	(35,640)	(5,339)	(34,040)	(8,985)	(34,887)
LETTING INCOME SHAREBLOCK WEEKS RECOVERY	(134,200)	-	(63,249)	(86,100)	(32,651)
53RD WEEK LETTING INCOME	(94,320)	-	-	-	-

**ADMINISTRATION EXPENSES**

<b>1,915,686</b>	<b>268,169</b>	<b>1,774,374</b>	<b>1,858,717</b>	<b>1,901,138</b>	
ANNUAL RETURNS (CIPRO)	475	-	450	475	450
AGM COSTS & MEETING COSTS	6,400	-	6,000	8,000	5,825
VOASA ANNUAL MEMBERSHIP	4,785	4,550	4,558	4,550	4,418
AUDIT FEES	80,000	-	75,038	80,000	90,969
BAD DEBTS	100,000	-	100,000	100,000	236,066
BAD DEBTS RECOVERED	-	-	-	-	(37,911)
BANK CHARGES - FEES	18,220	4,904	16,910	15,500	15,139
BANK CHARGES - C/C COMM	19,275	8,014	17,875	18,510	16,591
APEX OPERATING SYSTEM	2,000	300	1,860	1,960	1,800
INSURANCE - EXCESS	-	-	-	-	2,174
INSURANCE	114,900	13,832	106,558	99,720	102,815
INSURANCE - FIDELITY COVER	15,780	2,478	14,866	15,600	13,186
LEGAL EXPENSES	23,200	104	104	23,200	3,871
LEGAL COST RECOVERY	-	78	78	-	(2,191)
SHAREBLOCK REPO WEEKS - LEVIES PAID	160,000	-	100,000	160,000	109,658
SHAREBLOCK DIESEL LEVY	-	-	-	-	5,400
SALE OF SHAREBLOCK REPO WEEKS	(75,000)	-	(75,000)	(75,000)	(20,477)
MANAGEMENT FEES	1,432,881	232,248	1,393,487	1,393,487	1,333,188
PRINTING AND STATIONERY\GUEST REVU	12,770	1,661	11,590	11,865	11,037
POSTAGE	-	-	-	850	-

**CLEANING AND LAUNDRY**

<b>276,000</b>	<b>37,249</b>	<b>260,653</b>	<b>328,800</b>	<b>244,783</b>	
CLEANING MATERIALS	-	(130)	(130)	-	(23)
GUEST SUPPLIES	90,000	9,003	84,813	91,200	78,796
LAUNDRY COSTS	186,000	28,376	175,970	237,600	166,010

**COMMUNICATION COSTS**

<b>89,280</b>	<b>11,342</b>	<b>79,574</b>	<b>68,640</b>	<b>76,453</b>	
CELL PHONE CHARGES	5,400	1,079	5,155	5,400	4,603
WIFI	30,000	2,507	28,291	16,800	28,535
WIFI RECOVERY	-	(826)	(5,142)	(4,800)	(5,535)
TELEPHONE LINE RENTAL	53,520	8,490	50,940	50,940	48,540
HOUSE CALLS	360	92	330	300	310

**GUEST ENTERTAINMENT**

<b>81,740</b>	<b>12,122</b>	<b>78,417</b>	<b>78,785</b>	<b>74,925</b>	
GGE WELCOME DRINKS	2,760	222	2,500	2,760	2,254
GUEST ENTERTAINMENT\PRIZES	2,000	-	2,000	2,000	1,698
MNET EXPENSES	73,620	11,375	70,655	70,665	68,037
TV LICENCE	3,360	547	3,284	3,360	3,284
GUEST ENTERTAINMENT GAMES RECOVERY	-	(22)	(22)	-	(348)

**MAINTENANCE**

<b>974,064</b>	<b>149,787</b>	<b>934,645</b>	<b>928,162</b>	<b>876,801</b>	
ESTATE LEVY	594,360	94,692	568,152	568,152	541,008
UNITS	144,000	30,727	148,600	127,200	129,376
GARDEN AND GROUNDS	133,704	21,420	128,520	128,520	122,472
PLANTS	4,620	-	4,400	4,400	3,478
POOL\JACUZZI MAINTENANCE	9,600	2,348	2,348	9,600	7,000
OFFICE EQUIPMENT/COMPUTER MAINT.	5,520	840	5,040	5,040	4,800
REPLACEMENTS - UNITS	31,200	327	29,500	35,400	27,467
BREAKAGE RECOVERY	(6,000)	(1,117)	(5,715)	(3,950)	(7,700)
REPLACEMENTS - LINEN	51,300	-	48,400	48,400	43,425
PEST CONTROL	5,760	550	5,400	5,400	5,475

**MOTOR AND TRAVELLING**

<b>61,640</b>	<b>9,845</b>	<b>58,415</b>	<b>58,415</b>	<b>55,245</b>	
COMBI CAR CONTRIBUTION - FAIRWAYS	21,060	3,310	19,860	19,860	18,720
TRANSPORT COSTS - FAIRWAYS	37,080	5,880	35,280	35,280	33,600
LOCAL DBN TRIPS	3,500	655	3,275	3,275	2,925

**DRAKENSBURG GARDENS TIMESHARE SHAREBLOCK LTD.  
PROPOSED BUDGET FOR THE YEAR ENDED 31 DECEMBER 2027**

**NO. OF UNITS 18 (18X6 SLEEPERS)**

**INCREASE 4.07% - 2025**

**INCREASE 6.92% - 2026**

**INCREASE 2.76% - 2027**

	<b>ANNUAL BUDGET 2027</b>	<b>2 MONTH ACTUAL 2026</b>	<b>PROJECTED ACTUAL 2026</b>	<b>ANNUAL BUDGET 2026</b>	<b>JAN TO DEC ACTUAL 2025</b>
<b>REMUNERATION</b>	<b>2,034,640</b>	<b>288,915</b>	<b>1,875,590</b>	<b>1,883,973</b>	<b>1,712,192</b>
SALARIES AND WAGES NET	641,810	87,012	588,250	596,449	543,504
SALARIES AND WAGES	641,810	87,732	589,330	596,449	547,224
ROOM SERVICE - SUNDAYS	-	(720)	(1,080)	-	(3,720)
SECURITY	198,545	31,762	178,915	174,540	159,744
SECURITY - BABOON PATROL EXPENSES	17,040	2,000	16,200	16,200	5,420
CLEANING CONTRACT	660,390	94,810	615,620	620,825	580,773
STAFF COSTS - ACCOMM	150,000	24,000	144,000	144,000	137,640
ACCOMMODATION REC	(67,860)	(13,800)	(63,450)	(63,450)	(81,900)
UNIFORM	12,420	-	11,710	11,710	11,150
TRAINING	1,620	-	1,620	1,620	-
WORKMEN'S COMPENSATION	4,715	-	4,490	3,845	4,277
STAFF COSTS OTHER	2,400	-	2,280	2,280	247
STAFF AWARDS BRAAI	2,750	1,100	2,500	2,500	346
SUPPLIER - MEALS	720	480	660	660	-
ENTERTAINMENT CONTRIBUTION - fairways	27,804	4,306	26,476	26,476	25,516
RESERVATIONIST CONTRIBUTION	87,900	13,950	83,700	83,700	79,680
MANAGER CONTRIBUTION - fairways	176,040	27,940	167,640	167,640	158,136
MAINT. MANAGER CONTRIBUTION - fairways	30,420	4,830	28,980	28,980	27,360
RECEPTIONIST CONTRIBUTION - fairways	87,925	10,525	65,999	65,999	60,299
<b>UTILITIES</b>	<b>1,964,856</b>	<b>177,367</b>	<b>1,793,578</b>	<b>1,922,750</b>	<b>1,818,918</b>
ELECTRICITY	1,465,000	105,478	1,293,362	1,400,610	1,114,967
REFUSE	103,680	16,560	99,360	99,360	94,608
WATER	133,920	21,420	128,520	128,520	122,256
CSOS LEVY	8,640	1,440	8,640	8,640	8,640
RATES 4.7% - 6%	81,000	12,334	76,301	76,380	72,395
DIESEL LEVY RESERVE	-	-	-	-	295,224
SEWERAGE	32,616	5,220	31,320	31,320	30,024
GENERATOR REPAIRS	50,000	-	43,755	65,600	39,068
GENERATOR - DIESEL	90,000	14,915	112,320	112,320	41,736
<b>RESERVES</b>	<b>567,271</b>	<b>77,230</b>	<b>463,386</b>	<b>463,386</b>	<b>585,307</b>
DEPRECIATION	4,056	676	4,056	4,056	4,056
GENERAL RESERVES	<b>563,215</b>	76,554	<b>459,330</b>	<b>459,330</b>	581,251
FURNITURE AND FIXTURES 7 YRS	191,104	26,360	158,155	158,155	129,109
FURNITURE AND FIXTURES 12 YRS	175,708	19,734	118,401	118,401	77,437
COMMON PROPERTY	130,995	18,142	108,865	108,865	166,555
EXTERIOR PAINTWORK	44,408	8,818	52,909	52,909	87,150
GENERATOR	21,000	3,500	21,000	21,000	121,000
<b>TOTAL EXPENSES</b>	<b>7,965,176</b>	<b>1,032,026</b>	<b>7,318,632</b>	<b>7,591,629</b>	<b>7,345,762</b>
<b>(SURPLUS)/DEFICIT (before interest)</b>	<b>371,213</b>	<b>(162,269)</b>	<b>88,806</b>	<b>364,607</b>	<b>271,194</b>
<b>INTEREST</b>	<b>(508,511)</b>	<b>(91,382)</b>	<b>(494,062)</b>	<b>(499,462)</b>	<b>(511,205)</b>
BANK	(11,100)	(2,424)	(10,478)	(18,000)	(9,885)
INVESTMENTS	(454,113)	(77,469)	(442,657)	(442,657)	(460,393)
DEBTORS	(43,298)	(11,489)	(40,927)	(38,805)	(40,927)
<b>(SURPLUS)/DEFICIT (before tax)</b>	<b>(137,298)</b>	<b>(253,651)</b>	<b>(405,256)</b>	<b>(134,855)</b>	<b>(240,011)</b>
TAXATION @ 27%	137,298	24,673	138,337	134,855	138,025
<b>(SURPLUS)/DEFICIT (after tax)</b>	<b>(0)</b>	<b>(228,978)</b>	<b>(266,919)</b>	<b>(0)</b>	<b>(101,986)</b>



**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 23<sup>rd</sup> June 2026

\_\_\_\_\_  
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 15<sup>th</sup> June 2026. Nominations may be made at the meeting if approved by a majority attending the meeting and with the consent of the nominee/s.