



MINERALS COUNCIL
SOUTH AFRICA

CONSOLIDATED FINANCIAL STATEMENTS
for the year ended 31 December 2019

#MakingMining Matter



VISION

To ensure that mining matters for South Africa



MISSION

To play a leadership role in enabling the South African mining sector to achieve its real potential for investment, growth, transformation and development in a socially and environmentally responsible manner.



VALUES

Members are obliged to conduct their business according to the agreed Minerals Council values, which dictate the minimum standards of conduct required of them in order to become a member of, or remain a member of, the Minerals Council. The five values of the Minerals Council are:



Responsible citizenship



Respect



Trust



Honesty



Accountability

About this report

The Minerals Council South Africa's financial year is from 1 January 2019 to 31 December 2019. These separate consolidated financial statements cover transactions during this period, and have been prepared in accordance with the International Financial Reporting Standards for small and medium-sized entities - these financial statements include those of Mining Lekgotla (Pty) Ltd, a 100% subsidiary company.

These financial statements are available online at:

<https://www.mineralscouncil.org.za/industry-news/publications/annual-reports>



MINERALS COUNCIL SOUTH AFRICA

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TOGETHER THESE MEMBERS IN 2019
REPRESENTED 90%
of South Africa's mineral production by value

MINERALS COUNCIL MEMBERS

17	Coal
10	Platinum
10	Other minerals
7	Gold/Uranium
6	Manganese
5	Diversified minerals
4	Associations
4	Contractors
3	Diamonds
3	Chrome
3	Zinc/Copper
3	Corporates
2	Iron ore



**THE MINING SECTOR
IN 2019**

 employed **454,861** people

 contributed **R24.3 BILLION** in taxes to South Africa

 contributed **R360.9 BILLION** to GDP

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

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THE BOARD'S RESPONSIBILITIES AND APPROVAL

The Board of the Minerals Council South Africa (hereafter “the Minerals Council” or “Company”) is responsible for the maintenance of adequate accounting records, the preparation and integrity of the consolidated financial statements and related information.

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards for small and medium sized entities. The Group’s independent external auditors, Mazars, have audited these consolidated financial statements and their report appears on page 3.

The consolidated financial statements are prepared on a going concern basis. Nothing has come to the attention of the Board to indicate that the Group will not remain a going concern for the foreseeable future.

The consolidated and separate financial statements set out on pages 6 to 24 were approved by the Board on 17 April 2020 and were signed on its behalf by:



Mr R Baxter
Chief Executive



Mr M Mgojo
Chairman

INDEPENDENT AUDITOR'S REPORT

To the members of the Minerals Council South Africa

Report on the audit of the financial statements

Opinion

We have audited the consolidated and separate financial statements of Minerals Council South Africa set out on pages 6 to 24, which comprise the consolidated and separate statement of financial position as at 31 December 2019, and the consolidated and separate statement of profit or loss and other comprehensive income, consolidated and separate statement of changes in equity and consolidated and separate 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 consolidated and separate financial statements present fairly, in all material respects, the financial position of Minerals Council South Africa as at 31 December 2019, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

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 entity in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the corresponding sections of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board is responsible for the other information. The other information comprises the information included in the document titled "Minerals Council South Africa Financial Statements for the year ended 31 December 2019". The other information does not include the consolidated and separate financial statements and our auditor's reports thereon.

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

REGISTERED AUDITOR – A FIRM OF CHARTERED ACCOUNTANTS(SA) • IRBA REGISTRATION NUMBER 900222

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MH FISHER, GD JACKSON, D KEEVE, R MURUGAN, MV PATEL, S RANCHHOOJEE, NP SWARTZ, DM TEKIE, S TRUTER, S VORSTER

A FULL LIST OF NATIONAL PARTNERS IS AVAILABLE ON REQUEST OR AT www.mazars.co.za

INDEPENDENT AUDITOR'S REPORT continued

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate 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 Board for the financial statements

The Board is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities, and for such internal control as the Board determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, the Board is responsible for assessing the entity'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 Board either intends to liquidate the company or to cease operations, or has 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 consolidated and separate 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.

A further description of our responsibilities for the audit of the consolidated and separate consolidated and separate financial statements is included in the Appendix to this auditor's report. This description, which is located on page 5, forms part of our auditor's report.

The logo for Mazars, featuring the word "Mazars" in a stylized, handwritten script font.

Mazars

Registered Auditors

Partner: Daniel Tekie

Registered Auditor

17 April 2020

Johannesburg

Appendix

Auditor's responsibilities for the audit of the financial statements

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- 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 entity'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 entity 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 Board 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.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

as at 31 December 2019

	Notes	Group		Company	
		2019 R	2018 R	2019 R	2018 R
ASSETS					
Non-current assets					
Property, plant and equipment	2	2,438,006	2,685,059	2,438,006	2,685,059
Intangible assets	3	14,388	80,852	14,388	80,852
Other financial assets	4	5,881,731	3,666,263	5,881,731	3,666,263
Other investments		234,348	234,920	234,348	234,920
Investments and term deposits	5	45,974,016	48,431,923	45,974,016	50,084,081
		54,542,489	55,099,017	54,542,489	56,751,175
Current assets					
Trade and other receivables	6	33,340,631	42,097,608	33,340,631	42,105,631
Short-term financial assets	4	6,532,591	5,737,323	6,532,591	5,737,323
Other financial assets	4	4,035,368	1,824,623	4,035,368	1,824,623
Cash and cash equivalents	7	75,849,257	28,878,660	75,849,257	27,218,479
		119,757,847	78,538,214	119,757,847	76,886,056
Total assets		174,300,336	133,637,231	174,300,336	133,637,231
EQUITY AND LIABILITIES					
Capital and reserves					
Project funds	8	49,754,955	52,212,860	49,754,955	52,212,860
Retained income		8,302,627	8,298,971	8,302,624	8,302,624
		58,057,582	60,511,831	58,057,579	60,515,484
LIABILITIES					
Non-current liabilities					
External debt	9	1,975,625	2,267,611	1,975,625	2,267,611
Deferred income	10	-	3,656	-	-
Other financial liability	4	4,515,104	3,666,263	4,515,104	3,666,263
		6,490,729	5,937,530	6,490,729	5,933,874
Current liabilities					
Trade and other payables	11	94,103,400	55,109,158	94,103,403	55,109,161
External debt	9	314,474	270,922	314,474	270,922
Loans from related parties	12	4,766,192	4,245,844	4,766,192	4,245,844
Other liability	4	6,532,591	5,737,323	6,532,591	5,737,323
Other financial liability	4	4,035,368	1,824,623	4,035,368	1,824,623
		109,752,025	67,187,870	109,752,028	67,187,873
Total liabilities		116,242,754	73,125,400	116,242,757	73,121,747
Total equity and liabilities		174,300,336	133,637,231	174,300,336	133,637,231

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

for the year ended 31 December 2019

	Notes	Group		Company	
		2019 R	2018 R	2019 R	2018 R
Revenue	13	134,752,284	134,306,813	134,752,284	134,306,813
Other income	14	5,427,792	3,445,260	5,511,537	3,559,136
Administrative and operating expenditure	15	(144,690,456)	(139,950,009)	(143,117,414)	(140,016,972)
Depreciation and amortisation		(1,048,296)	(976,287)	(2,700,454)	(1,016,666)
Operating loss		(5,558,676)	(3,174,223)	(5,554,047)	(3,167,689)
Interest received		5,776,587	3,392,639	5,768,302	3,382,528
Finance costs		(214,255)	(214,839)	(214,255)	(214,839)
Profit before taxation		3,656	3,577	-	-
Taxation	19	-	(3,656)	-	-
Profit/(loss) for the year		3,656	(79)	-	-
Project income	8	54,530,000	56,521,081	54,530,000	56,521,081
Additional project income	8	3,484,742	5,568,238	3,484,742	5,568,238
Project expenditure	8	(60,472,647)	(49,299,770)	(60,472,647)	(49,299,770)
Increase in project funding		(2,457,905)	12,789,549	(2,457,905)	12,789,549
Total comprehensive (loss)/income for the year		(2,454,249)	12,789,470	(2,457,905)	12,789,549

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

for the year ended 31 December 2019

	Notes	Project fund R	Accumulated funds R	Total funds R
GROUP				
Balance at 01 January 2018		39,423,311	8,299,050	47,722,361
Loss for the year			(79)	(79)
Increase in project funding		-	12,789,549	12,789,549
Total comprehensive loss for the year		-	12,789,470	12,789,470
Transfer (from)/to) project funds		12,789,549	(12,789,549)	-
Balance at 31 December 2018		52,212,860	8,298,971	60,511,831
Profit for the year		-	3,656	3,656
Increase in project funding		-	(2,457,905)	(2,457,905)
Total comprehensive income for the year		-	(2,454,249)	(2,454,249)
Transfer (from)/to project funds		(2,457,905)	2,457,905	-
Balance at 31 December 2019	8	49,754,955	8,302,627	58,057,582
COMPANY				
Balance at 01 January 2018		39,423,311	8,302,624	47,725,935
Increase in project funding		-	12,789,549	12,789,549
Transfer (from)/to project funds		12,789,549	(12,789,549)	-
Balance at 31 December 2018		52,212,860	8,302,624	60,515,484
Increase in project funding		-	(2,457,905)	(2,457,905)
Transfer (from)/to project funds		(2,457,905)	2,457,905	-
Balance at 31 December 2019	8	49,754,955	8,302,624	58,057,579

CONSOLIDATED STATEMENTS OF CASH FLOWS

for the year ended 31 December 2019

	Notes	Group		Company	
		2019 R	2018 R	2019 R	2018 R
Cash flows from operating activities					
Cash generated from operations	16	41,300,198	15,440,428	42,968,664	15,557,442
Finance costs		(214,255)	(214,839)	(214,255)	(214,839)
Net cash from operating activities		41,085,943	15,225,589	42,754,409	15,342,603
Cash flows from investing activities					
Purchase of property, plant and equipment	2	(734,779)	(1,623,002)	(734,779)	(1,623,002)
Proceeds on sale of property, plant and equipment and intangible assets	2	-	10,268	-	10,268
Purchase of other intangible assets	3	-	(57,553)	-	(57,553)
Sale of financial assets		(3,010,736)	(1,281,386)	(3,010,736)	(1,281,386)
Increase in investments		2,457,907	(12,789,549)	2,457,907	(12,789,549)
Interest received		5,776,587	3,392,639	5,768,302	3,382,528
Net cash from investing activities		4,488,979	(12,348,583)	4,480,694	(12,358,694)
Cash flows from financing activities					
Repayment of external debt		(248,434)	(212,263)	(248,434)	(212,263)
Movement in long-term incentive plan (LTIP)		795,268	5,737,323	795,268	5,737,323
Movement in other financial liability		3,059,586	(2,631,314)	3,059,586	(2,631,314)
Finance lease receipts		(2,210,745)	(1,824,623)	(2,210,745)	(1,824,623)
Net cash from financing activities		1,395,675	1,069,123	1,395,675	1,069,123
Total cash movement for the year		46,970,597	3,946,129	48,630,778	4,053,032
Cash at the beginning of the year		28,878,660	24,932,531	27,218,479	23,165,447
Total cash at end of the year	7	75,849,257	28,878,660	75,849,257	27,218,479

ACCOUNTING POLICIES

for the year ended 31 December 2019

1. Accounting policies

The principal accounting policies and basis of accounts used are in all material respects consistently applied. The annual financial statements have been prepared in accordance with the historic cost basis, except for certain financial instruments which are stated at fair value and these policies conform with International Financial Reporting Standards for small and medium-sized entities.

1.1 Consolidation

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the organisation and entity controlled by the organisation (its subsidiary). Control is achieved where the organisation has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Income and expenses of subsidiaries acquired or disposed of during the year are included in the consolidated statement of comprehensive income from the effective date of acquisition and up to the effective date of disposal, as appropriate. Total comprehensive income of the subsidiary is attributed to the owners of the organisation and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of the subsidiary to bring their accounting policies into line with those used by other members of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full on consolidation.

1.2 Revenue recognition

Revenue represents contributions from members, administration fees and interest income. Contributions are recognised when invoiced and consist of contributions for operating costs and capital expenditure, collected in line with the yearly approved budget.

1.3 Administration fees

Administration fees are earned in respect of services provided to associated entities.

Interest income is accrued on an effective yield basis.

1.4 Project income

Project income represents contributions from members of specific projects.

1.5 Project expenditure

Project expenditure relates to expenditure incurred on projects approved by the Board.

1.6 Property, plant and equipment

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

Intangible assets is carried at cost less accumulated amortisation and accumulated impairment losses.

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

Item	Average useful life (years)
Furniture and fixtures	5
Motor vehicles	5
Computer equipment	3
Computer software	2

1.7 Financial instruments

Financial assets and financial liabilities are recognised on the Group's statement of financial position when the Group has become a party to contractual provisions of the instruments.

Trade receivables and payables are stated at their nominal value. Trade receivables are reduced by appropriate allowances for estimated irrecoverable amounts.

1.8 Impairment of assets

The group assesses at each reporting date whether there is any indication that an asset may be impaired.

If there is any indication that an asset may be impaired, the recoverable amount is estimated for the individual asset. If it is not possible to estimate the recoverable amount of the individual asset, the recoverable amount of the cash-generating unit to which the asset belongs is determined.

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

1.9 Interest received

Interest received comprises interest earned on call deposits and investment accounts, held with banking institutions.

1.10 Provisions

Provisions are recognised where the Group has a present legal or constructive obligation as a result of a past event, a reliable estimate of the obligation can be made and it is probable that an overflow of resources embodying economic benefits will be required to settle the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

1.11 Other investments

Other investments consists of gold coins and medallions. These investments are carried at cost and are not held for capital appreciation.

ACCOUNTING POLICIES continued

for the year ended 31 December 2019

Accounting policies continued

1.12 Investments

Unlisted investments comprise shares in related companies and are stated at cost. Other investments comprise monies invested to fund liabilities and projects which are stated at cost.

1.13 Retirement benefits

The policy of the Group, subject to the rules of the Chamber of Mines Retirement Fund, is to provide retirement benefits for its employees. Payments to the defined contribution fund are expensed as they fall due.

1.14 New and revised standards in issue not yet adopted

At the date of authorisation of these financial statements, there have been no new and revised standards and/or amendments to the standards in issue but not yet effective.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the year ended 31 December 2019

2. Property, plant and equipment

Group and company	2019			2018		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Furniture and fixtures	4,497,675	(2,524,664)	1,973,011	4,099,067	(1,847,297)	2,251,770
Motor vehicles	143,505	(143,505)	-	143,505	(143,505)	-
Computer equipment	3,198,723	(2,733,728)	464,995	2,862,551	(2,429,262)	433,289
Total	7,839,903	(5,401,897)	2,438,006	7,105,123	(4,420,064)	2,685,059

Reconciliation of property, plant and equipment - 2019 Group and company

	Opening balance	Additions	Depreciation	Total
Furniture and fixtures	2,251,770	398,608	(677,367)	1,973,011
Computer equipment	433,289	336,171	(304,465)	464,995
	2,685,059	734,779	(981,832)	2,438,006

Reconciliation of property, plant and equipment - 2018 Group and company

	Opening balance	Additions	Disposal	Depreciation	Total
Furniture and fixtures	1,393,281	1,419,932	-	(561,443)	2,251,770
Computer equipment	579,249	203,070	(7,533)	(341,497)	433,289
	1,972,530	1,623,002	(7,533)	(902,940)	2,685,059

3. Intangible assets

Group and company	2019			2018		
	Cost	Accumulated amortisation	Carrying value	Cost	Accumulated amortisation	Carrying value
Computer software	399,039	(384,651)	14,388	399,039	(318,187)	80,852

Reconciliation of intangible assets - 2019 Group and company

	Opening balance	Amortisation	Total
Computer software	80,852	(66,464)	14,388

Reconciliation of intangible assets - 2018 Group and company

	Opening balance	Additions	Amortisation	Total
Computer software	96,646	57,553	(73,347)	80,852

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS continued

for the year ended 31 December 2019

4. Long-term incentive plan

Employees participate in a Long Term Incentive Plan (LTIP). The Remuneration Committee at its sole discretion decides who will be included in the scheme for each year's awards. The intention is to include Senior Executives, Head and Deputy Heads of Departments, and other key specialists and talent as recommended by the CEO. Participation in the scheme is not guaranteed.

The LTIP consists of shares in two portfolios: Satrix 40 and Satrix Resi shares.

Satrix 40 shares

The Satrix 40 shares are part of a previous LTIP. The awards under this scheme have vested. Shares are liquidated and paid on the request of the employee. Due to the uncertainty of the timing of payments the investment and liability are disclosed under non-current assets and non-current liability respectively.

Satrix Resi shares

The Minerals Council introduced a new LTIP in 2017. The awards vest over a three-year period starting at the end of the year following the period of review.

A cash value is awarded to participants which is used to purchase Satrix Resi units. On vesting of the awards, the sale of units provides cash for the payment to the participants. The vesting is a forced vesting and the value of any particular year is subject to the performance of that year.

The investment is recognised when shares are purchased and the liability at the time awards are vesting. The liability is expected to vest as follows: Current liability R4,035,368: Non-current liability R4,515,104.

Money market

The money market investment consist of access amounts held on the above investments.

The following balances relate to the incentive scheme:

Non-current assets

Other financial assets (Satrix Resi)	5,881,731	3,666,263	5,881,731	3,666,263
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Non-current liabilities

Other financial liability (Satrix Resi)	(4,515,104)	(3,666,263)	(4,515,104)	(3,666,263)
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Current assets

Short-term financial assets (Satrix 40)	5,643,463	5,288,258	5,643,463	5,288,258
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Other financial assets (Satrix Resi)	4,035,368	1,824,623	4,035,368	1,824,623
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Current liabilities

Other liability (Satrix 40)	(5,643,463)	(5,288,258)	(5,643,463)	(5,288,258)
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Other financial liability (Satrix Resi)	(4,035,368)	(1,824,623)	(4,035,368)	(1,824,623)
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Money market

Money market investments	889,128	449,065	889,128	449,065
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Other liability	(889,128)	(449,065)	(889,128)	(449,065)
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	1,366,627	-	1,366,627	-
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5. Investments and term deposits

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Investments				
Rand Mutual Assurance Company Ltd 4 shares @ R20 each (2018: 4 shares @ R20 each)	80	80	80	80
Mining Lekgotla (Pty) Ltd	-	-	-	1,652,158
Total investments	80	80	80	1,652,238
Reconciliation of investment				
Mining Lekgotla				
Opening balance	-	-	1,652,158	1,692,537
Impairment of investment	-	-	(1,652,158)	(40,379)
Closing balance	-	-	-	1,652,158
Mining Lekgotla no longer operates and is therefore written down to the recoverable amount being the net asset value.				
Term deposits:				
Advocacy for Occupational Health	258,479	-	258,479	-
Minerals Council Certificates	2,273,812	2,506,353	2,273,812	-
Study on Mortality	263,440	-	263,440	-
Fire Prevention Peer Review	1,869,026	-	1,869,026	-
Impact of carbon tax	473,835	-	473,835	-
Mining Modernisation	51,599	-	51,599	-
Non-Sec 21 emission factors	-	193,608	-	193,608
Epidemiology study for former mine workers	950,305	2,957,512	950,305	2,957,512
Creation of Bargaining Council	-	960,277	-	960,277
Strategic Communication	2,655,631	1,484,996	2,655,631	1,484,996
Just Transition assessment	2,000,000	2,000,000	2,000,000	2,000,000
Legal expenses	7,490,296	7,819,850	7,490,296	7,819,850
Develop funding and governance models	110,967	110,967	110,967	110,967
Mapping the mining innovation ecosystem	114,474	223,474	114,474	223,474
Minerals Council regional presence	101,941	2,719,317	101,941	2,719,317
Development of a reporting framework for water conservation and demand management in the mining sector	-	1,099,190	-	1,099,190
Assessment of the brand health of the Minerals Council and the South African mining industry	887,780	887,780	887,780	887,780
Development of rehabilitation practices and methodologies for sustainable trade-offs between mining and agriculture	1,385,800	147,000	1,385,800	147,000

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS continued

for the year ended 31 December 2019

5. Investments and term deposits continued

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Development of the regional mine closure strategies	-	200,000	-	200,000
Unclaimed benefits	-	1,004,838	-	1,004,838
Transformation	710,756	508,935	710,756	508,935
Industry reconciliation process	437,015	1,290,790	437,015	1,290,790
People-centric collision management	870,743	1,573,082	870,743	1,573,082
Modernise data and Information	984,071	1,532,880	984,071	1,532,880
Mining innovation co-investment model	22,083,966	19,210,994	22,083,966	19,210,994
Total term deposits	45,973,936	48,431,843	45,973,936	48,431,843
Total investments and term deposits	45,974,016	48,431,923	45,974,016	50,084,081

Term deposits represent funds received in advance from members to finance the execution of special projects. The funds are invested in risk free call deposit accounts with ABSA Bank and Nedbank.

Due to the certainty regarding the timing of the utilisation of the above term deposits, all deposits have been disclosed as non-current.

6. Trade and other receivables

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Trade receivables – members	27,076,389	40,429,889	27,076,389	40,440,802
Trade receivables – non-members	527,372	568,715	527,372	568,715
VAT	3,891,261	2,890	3,891,261	-
Other receivables	2,333,719	2,003,293	2,333,719	2,003,293
Allowance for doubtful debts	(488,110)	(907,179)	(488,110)	(907,179)
	33,340,631	42,097,608	33,340,631	42,105,631

The average credit period is 60 days. No interest is charged on trade receivables. The organisation has recognised an allowance for doubtful debts of 100% against all receivables over 120 days which are considered to be irrecoverable. Allowance for doubtful debts are recognised against trade receivables between 90 and 120 days based on estimated irrecoverable amounts determined by an analysis of the counterparty's current financial position.

Only 3.7% of trade receivables over 90 days have been provided for as doubtful debts in the current period. The reason being that 95% of trade receivables consists of members contributions' invoices which have been approved by the Minerals Council members upon acceptance of the annual budget thus these trade receivables have been committed and pre-approved by the Minerals Council members for payment.

Trade receivables disclosed above include amounts (see below for age analysis) that are past due at the end of the reporting period for which the Group has not recognised an allowance for doubtful debts because there has not been a significant change in credit quality and the amounts are still considered recoverable.

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Age of receivables that are past due but not impaired				
90 - 120 days	13,304,244	2,096,092	13,304,244	2,096,092

7. Cash and cash equivalents

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Cash and cash equivalents consist of:				
Cash at bank	27,230,086	9,475,876	27,230,086	7,815,695
Cash on call	94,593,107	67,834,627	94,593,107	67,834,627
Amounts classified under investments and term deposits	(45,973,936)	(48,431,843)	(45,973,936)	(48,431,843)
	75,849,257	28,878,660	75,849,257	27,218,479

Cash and cash equivalents comprise cash and short-term deposits. The carrying amount of these assets approximates fair value. Credit risk is limited as the counter parties are financial institutions with high credit ratings.

8. Project funds

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Balance at beginning of period	52,212,860	39,423,311	52,212,860	39,423,311
Project income	54,530,000	56,521,081	54,530,000	56,521,081
Additional project income	3,484,742	5,568,238	3,484,742	5,568,238
Project expenditure	(60,472,647)	(49,299,770)	(60,472,647)	(49,299,770)
Closing balance	49,754,955	52,212,860	49,754,955	52,212,860

Refer to Appendix A on page 27 for a detailed breakdown.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS continued

for the year ended 31 December 2019

9. External debt

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
At amortised cost				
IDC loan	2,290,099	2,538,533	2,290,099	2,538,533

The loan is repaid in 144 (one hundred and forty four) monthly instalments as follows: Six monthly instalments comprising of interest only, payable on the first day of the first month succeeding the first draw down and thereafter on the first day of each and every succeeding month; thereafter, 138 (one hundred and thirty eight) equal monthly instalments comprising of interest and capital in the amount of R35,591 (thirty five thousand five hundred and ninety one rand) payable on the first day of the 7th (seventh) month from the first draw down and thereafter on the first day of each and every succeeding month until the loan has been repaid in full.

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Non-current liabilities				
At amortised cost	1,975,625	2,267,611	1,975,625	2,267,611
Current liabilities				
At amortised cost	314,474	270,922	314,474	270,922
	2,290,099	2,538,533	2,290,099	2,538,533

10. Deferred tax

Deferred tax liability

Tax losses available for set off against future taxable income.

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Reconciliation of deferred tax liability				
At beginning of year	-	3,656	-	-
Deductible temporary difference movement	-	(3,656)	-	-

11. Trade and other payables

	Group		Company	
	2019	2018	2019	2018
	R	R	R	R
Trade payables - members	10,681,011	6,620,043	10,681,011	6,620,043
Trade payables - non-members	5,366,706	2,827,308	5,366,706	2,827,308
Accruals	2,065,086	2,561,701	2,065,089	2,561,704
Special projects - members	56,156,574	18,264,235	56,156,574	18,264,235
Bonuses	11,344,302	16,120,081	11,344,302	16,120,081
VAT	-	2,362,269	-	2,362,269
Accrued leave pay	8,489,721	6,353,521	8,489,721	6,353,521
	94,103,400	55,109,158	94,103,403	55,109,161

The Group has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past due event, it is probable that the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset where it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

12. Loans from related parties

	Group		Company	
	2019	2018	2019	2018
	R	R	R	R
Chamber of Mines Building Company Limited	4,766,192	4,245,844	4,766,192	4,245,844

The above loans are unsecured, interest free and payable on demand.

The Chamber of Mines Building Company is the registered owner of the building the Minerals Council occupies and is leased for a period of five years. In lieu of rent, the Minerals Council bears all the expenses related to the insurance, rates and taxes, and maintenance of the building.

A fuel cell was installed by the Building Company in the building during 2014 with commissioning in the first quarter of 2015. As part of the financing of the fuel cell, the Minerals Council received a loan from the IDC in 2015 which is utilised to offset a portion of the loan with the Building Company.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS continued

for the year ended 31 December 2019

13. Revenue

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Contribution from members	134,752,284	134,306,813	134,752,284	134,306,813

14. Other income

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Profit on sale of assets (insurance proceeds)	-	2,735	-	2,735
Discount received	141,091	63,091	141,091	63,091
Administration fees	2,395,518	1,986,974	2,482,919	2,100,850
Other income	1,520,987	1,392,460	1,520,987	1,392,460
Fair value adjustments on investments	1,366,540	-	1,366,540	-
Other income	3,656	-	-	-
	5,427,792	3,445,260	5,511,537	3,559,136

15. Administrative and operating expenditure

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Auditors' remuneration - external	562,332	419,326	562,332	489,326
Auditors' remuneration - internal	247,500	115,000	247,500	115,000
Employee related expenses	105,929,476	102,209,351	105,929,476	102,209,351
Impairment of investment	-	-	1,652,158	40,379
Operating costs	37,951,148	37,206,332	34,725,948	37,162,916
	144,690,456	139,950,009	143,117,414	140,016,972

16. Cash generated from operations

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Total comprehensive profit for the period before taxation	(2,454,249)	12,793,126	(2,457,905)	12,789,549
Adjustments for:				
Depreciation and amortisation	1,048,296	976,287	1,048,296	976,287
Profit on sale of assets	-	(2,735)	-	(2,735)
Interest received - investment	(5,776,587)	(3,392,639)	(5,768,302)	(3,382,528)
Finance costs	214,255	214,839	214,255	214,839
Impairment of investment	-	-	1,652,158	40,379
Deferred tax movement	(3,656)	-	-	-
Other non-cash items	572	764	572	764
Changes in working capital:				
Trade and other receivables	8,756,977	(12,187,688)	8,765,000	(12,187,587)
Trade and other payables	38,994,242	16,519,576	38,994,242	16,589,576
Loans from related parties	520,348	518,898	520,348	518,898
	41,300,198	15,440,428	42,968,664	15,557,442

17. Financial instruments

The organisation's financial instruments consist of cash deposits with banks, trade and other receivables and trade and other payables and loans from group companies.

Currency risk management

The organisation is not exposed to currency risk.

Categories of financial instruments

The financial assets of the Minerals Council consists of investments, trade and other receivables and cash and cash equivalents. These are considered loans and receivables for both the 2019 and 2018 financial years and carried at amortised cost. The financial liabilities consist of trade and other payables (excluding accruals) and loans from related parties. These are considered financial liabilities at amortised cost for both the 2019 and 2018 financial years.

Interest rate risk management

The organisation adopts a policy of regularly reviewing interest rate exposure.

Credit risk management

Management has a credit risk policy in place and exposure to credit risk is monitored on an ongoing basis. Provision is made for specific doubtful debts, and at the year end, management did not consider there to be any material credit risk exposure that was not provided against. Reputable financial institutions are used for investing and cash handling purposes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS continued

for the year ended 31 December 2019

17. Financial instruments continued

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Movement in allowance for doubtful debts				
Balance at the beginning of the year	(907,179)	(1,857,964)	(907,179)	(1,857,964)
Provision raised for the period	(385,528)	-	(385,528)	-
Provision previously raised now recoverable	-	864,214	-	864,214
Provision utilised for the period	804,597	86,571	804,597	86,571
Balance at the end of the year	(488,110)	(907,179)	(488,110)	(907,179)

In determining the recoverability of a trade receivable, the Group considers any change in the credit quality of the trade receivable from the date credit was initially granted up to the end of the reporting period. The concentration of credit risk is limited due to the fact that the customer base is large and unrelated.

Included in the provision for doubtful debt are amounts not considered recoverable relating to debtors who face financial difficulty, amounts long overdue as well as amounts in dispute pending a recalculation of fees. The provision recognised represents the difference between the carrying amount of these trade receivables and the present value of expected future payments. The Group does not hold any collateral over these balances.

18. Events after the reporting period

The Minerals Council South Africa is an employers' organisation representing 90% of the mining industry. The organisation is funded by its members by way of subscription fees.

In light of the COVID-19 global epidemic, the South African government announced a nationwide lockdown for 21 days with effect from 26 March 2020 up to 16 April 2020, during which all people in South Africa were to remain at home with only essential services - as defined by government - remaining operational. Various mines were granted an exemption from this lockdown to continue with production over this period, with a significant scale-down of activity in certain commodity sectors.

The Minerals Council is aware that its members are adopting mitigation strategies to manage the financial impacts that will emerge from the lockdown and beyond. The Minerals Council also plans to reassess the timing and deferral of non-essential expenditure for cash preservation.

In view of the above, management assessed the impact of COVID-19 and concluded that there was no significant impact on the Minerals Council's ability to continue as a going concern, and that the organisation would be able to meet its financial responsibilities over the next 12 months.

19. Taxation

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Major components of the tax expense				
Current				
Local income tax - current period	-	-	-	-
Deferred				
Originating and reversing temporary differences	-	3,656	-	-
Reconciliation of the tax expense				
Reconciliation between accounting profit and tax expense.				
Accounting loss	3,656	3,577	-	-
Tax at the applicable tax rate of 28% (2018: 28%)	1,024	1,002	-	-

The Minerals Council South Africa is exempt under section 10 (1) (d) of the Income Tax Act.

20. Subsidiaries

Mining Lekgotla was deregistered at CIPC on 7 November 2019

Name of subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group
Mining Lekgotla (Pty) Ltd	Holding annual Mining Lekgotla events and developing scenarios for mining	South Africa	100%

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS continued

for the year ended 31 December 2019

21. Prior period errors

The investment and liability relating to the entity's incentive plan was not presented separately in the 2018 financial statements. The Minerals Council believed that these could be offset in the prior years. According to the IFRS for small- and medium-sized entities paragraph 2.52, the liability may not be offset against the asset, and the incentive plan liability should be recognised over the three (3) years that it vests. The effect of the correction of the error is as follows:

As previously disclosed

The amounts were netted off against each other and no disclosures were made.

The correction of the error results in adjustments as follows:

	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Non-current assets				
Other financial assets		3,666,263		3,666,263
Current assets				
Short-term financial assets		5,288,258		5,288,258
Other financial assets		1,824,623		1,824,623
Money market investments		449,065		449,065
Non-current liabilities				
Other financial liability		(3,666,263)		(3,666,263)
Current liabilities				
Short-term financial liabilities		(5,288,258)		(5,288,258)
Other financial liabilities		(1,824,623)		(1,824,623)
Other liability		(449,065)		(449,065)

22. Commitments & Contingencies

Minerals Council has a contingent liability as set out in note 4 in terms of the entity's long-term incentive plan. The vesting is dependent on whether the key employees meet their performance objectives.

DETAILED INCOME STATEMENT

for the year ended 31 December 2019

	Notes	Group		Company	
		2019 R	2018 R	2019 R	2018 R
Revenue					
Contribution from members		134,752,284	134,306,813	134,752,284	134,306,813
Other income					
Discount received		141,091	63,091	141,091	63,091
Administration fees		2,395,518	1,986,974	2,482,919	2,100,850
Sundry revenue		2,887,527	1,392,460	2,887,527	1,392,460
Other income		3,656	-	-	-
Interest received		5,776,587	3,392,639	5,768,302	3,382,528
Gains on disposal of assets		-	2,735	-	2,735
		11,204,379	6,837,899	11,279,839	6,941,664
Expenses (Refer to page 26)		(145,738,752)	(140,926,296)	(145,817,868)	(141,033,638)
Operating profit		217,911	218,416	214,255	214,839
Finance costs		(214,255)	(214,839)	(214,255)	(214,839)
Profit before taxation		3,656	3,577	-	-
Taxation	19	-	(3,656)	-	-
Profit (loss) for the year		3,656	(79)	-	-

DETAILED INCOME STATEMENT continued

for the year ended 31 December 2019

Notes	Group		Company	
	2019 R	2018 R	2019 R	2018 R
Operating expenses				
Administration and management fees	(163,118)	(163,118)	(163,118)	(163,118)
Advertising	(128,555)	(348,594)	(128,555)	(348,594)
Auditors' remuneration	(809,832)	(534,326)	(809,832)	(604,326)
Bad debts	(385,527)	864,215	(385,527)	864,215
Bank charges	(70,650)	(77,438)	(68,751)	(75,351)
Cleaning	(514,181)	(492,161)	(514,181)	(492,161)
Consulting and professional fees	(12,199,918)	(10,710,995)	(12,199,918)	(1,710,995)
Depreciation, amortisation and impairments	(1,048,296)	(976,287)	(2,700,454)	(1,016,666)
Employee costs	(105,929,476)	(102,209,351)	(105,929,476)	(102,209,351)
Entertainment	(27,986)	(60,852)	(27,986)	(60,852)
Other expenses	(523,595)	(838,475)	(523,595)	(838,475)
Fuel cell maintenance	(258,904)	(198,858)	(258,904)	(198,858)
Conferences and seminars	(2,233,467)	(2,273,169)	(2,233,467)	(2,273,169)
Committee expenses	(476,598)	(888,962)	(476,598)	(888,962)
Other project expenses	(432,494)	(309,418)	(432,494)	(309,418)
Sundry expenses	(292,642)	(334,913)	(292,642)	(334,913)
Subscription overs and unders	-	-	1,571,143	-
Sponsorships	(72,859)	(124,243)	(72,859)	(124,243)
Insurance	(776,059)	(720,985)	(776,059)	(720,985)
Lease rentals on operating lease	(1,650,880)	(1,492,304)	(1,650,880)	(1,492,304)
Legal expenses	(345,658)	(782,033)	(345,658)	(782,033)
Magazines, books and periodicals	(474,470)	(373,484)	(474,470)	(373,484)
Municipal expenses	(2,138,479)	(1,088,216)	(2,138,479)	(1,088,216)
Gas	(700,743)	(570,256)	(700,743)	(570,256)
Placement fees	(135,000)	(487,636)	(135,000)	(487,636)
Postage	(20,595)	(21,195)	(20,595)	(20,245)
Printing and stationery	(1,146,890)	(1,984,677)	(1,146,890)	(1,984,677)
Repairs and maintenance	(2,836,292)	(4,040,835)	(2,836,292)	(4,040,835)
Security	(1,054,755)	(1,033,123)	(1,054,755)	(1,033,123)
Software expenses	(1,164,184)	(1,050,813)	(1,164,184)	(1,050,813)
Subscriptions	(2,313,861)	(2,273,813)	(2,313,861)	(2,273,813)
Telephone	(562,836)	(642,019)	(562,836)	(642,019)
Training	(864,665)	(1,135,659)	(864,665)	(1,135,659)
Travel - local	(2,252,610)	(2,040,908)	(2,252,610)	(2,040,908)
Travel - overseas	(1,732,677)	(1,511,395)	(1,732,677)	(1,511,395)
	(145,738,752)	(145,738,752)	(145,817,868)	(141,033,638)

APPENDIX A

(Refer to Note 8)

Project funds	R	Group/Company	
		2019 R	2018 R
Advocacy for Occupational Health			
Balance at 31 December 2018	-	258,479	-
Received	2,230,000		
Expenditure	(1,971,521)		
Balance as at 31 December 2019	258,479		
Minerals Council Certificates		2,273,812	2,506,353
Balance at 31 December 2018	2,506,353		
Additional Income*	3,484,742		
Expenditure	(3,717,283)		
Balance as at 31 December 2019	2,273,812		
Study on Mortality		263,440	-
Balance at 31 December 2018	-		
Received	1,000,000		
Expenditure	(736,560)		
Balance as at 31 December 2019	263,440		
Fire Prevention Peer Review		1,869,026	-
Balance at 31 December 2018	-		
Received	3,300,000		
Expenditure	(1,430,974)		
Balance as at 31 December 2019	1,869,026		
Impact of carbon tax		473,835	-
Balance at 31 December 2018	-		
Received	800,000		
Expenditure	(326,165)		
Balance as at 31 December 2019	473,835		
Mining Modernisation		51,599	-
Balance at 31 December 2018	-		
Received	4,100,000		
Expenditure	(4,048,401)		
Balance as at 31 December 2019	51,599		
Non-Sec 21 emission factors		-	193,608
Balance as at 31 December 2018	193,608		
Expenditure	(152,966)		
Project Closed	(40,642)		
Balance as at 31 December 2019	-		

APPENDIX A continued

(Refer to Note 8)

Project funds	R	Group/Company	
		2019 R	2018 R
Epidemiology study for former mineworkers		950,305	2,957,512
Balance as at 31 December 2018	2,957,512		
Expenditure	(2,007,207)		
Balance as at 31 December 2019	950,305		
Creation of Bargaining Council		-	960,277
Balance at 31 December 2018	960,277		
Expenditure	(960,277)		
Balance as at 31 December 2019	-		
Strategic communication		2,655,631	1,484,996
Balance as at 31 December 2018	1,484,996		
Received	1,500,000		
Expenditure	(329,365)		
Balance as at 31 December 2019	2,655,631		
Just Transition assessment		2,000,000	2,000,000
Balance as at 31 December 2018	2,000,000		
Received	-		
Expenditure	-		
Balance as at 31 December 2019	2,000,000		
Legal expenses		7,490,295	7,819,850
Balance as at 31 December 2018	7,819,850		
Received	7,700,000		
Expenditure	(8,029,554)		
Balance as at 31 December 2019	7,490,296		
Develop funding and governance models		110,967	110,967
Balance at 31 December 2018	110,967		
Received	-		
Expenditure	-		
Balance as at 31 December 2019	110,967		
Mapping the mining innovation ecosystem		114,474	223,474
Balance as at 31 December 2018	223,474		
Expenditure	-		
Project closed	(109,000)		
Balance as at 31 December 2019	114,474		
Minerals Council regional presence		101,941	2,719,317
Balance as at 31 December 2018	2,719,317		
Received	2,000,000		
Expenditure	(4,617,376)		
Balance as at 31 December 2019	101,941		

	R	Group/Company	
		2019 R	2018 R
Project funds			
Development of a reporting framework for water conservation		-	1,099,190
Balance as at 31 December 2018	1,099,190		
Expenditure	(1,077,523)		
Project closed	(21,667)		
Balance as at 31 December 2019	-		
Assessment of the brand health of the Chamber of Mines		887,780	887,780
Balance as at 31 December 2018	887,780		
Expenditure	-		
Balance as at 31 December 2019	887,780		
Development of rehabilitation practices		1,385,800	147,000
Balance as at 31 December 2018	147,000		
Received	1,500,000		
Expenditure	(261,200)		
Balance as at 31 December 2019	1,385,800		
Development of the regional mine closure strategies		-	200,000
Balance as at 31 December 2018	200,000		
Received	-		
Expenditure	(200,000)		
Balance as at 31 December 2019	-		
Unclaimed benefits		-	1,004,838
Balance as at 31 December 2018	1,004,838		
Expenditure	(1,004,000)		
Project closed	(838)		
Balance as at 31 December 2019	-		
Transformation		710,756	508,935
Balance as at 31 December 2018	508,935		
Received	1,250,000		
Expenditure	(1,048,179)		
Balance as at 31 December 2019	710,756		
Industry reconciliation process		437,015	1,290,790
Balance as at 31 December 2018	1,290,790		
Expenditure	(853,775)		
Project closed	-		
Balance as at 31 December 2019	437,015		

APPENDIX A continued

(Refer to Note 8)

Project funds	R	Group/Company	
		2019 R	2018 R
People-centric collision management		870,743	1,573,082
Balance as at 31 December 2018	1,573,082		
Received	-		
Expenditure	(702,339)		
Balance as at 31 December 2019	870,743		
Modernise data and information		984,071	1,532,880
Balance as at 31 December 2018	1,532,880		
Received	(548,809)		
Project closed	-		
Balance as at 31 December 2019	984,071		
Mining innovation co-investment model		22,083,966	19,210,994
Balance as at 31 December 2018	19,210,994		
Received	26,900,000		
Expenditure	(24,027,028)		
Balance as at 31 December 2019	22,083,996		
Industry alignment for TMM collision management		-	-
Balance as at 31 December 2018	-		
Received	2,250,000		
Expenditure	(2,528,435)		
Project closed	278,435		
Balance as at 31 December 2019	-		
Project funding recovery		3,781,017	3,781,017
Balance as at 31 December 2018	3,781,017		
Severance bonus paid	-		
Balance as at 31 December 2019	3,781,017		
This amount primarily relates to the recovery from the Chamber of Mines' insurers, of irregular expenditure that occurred in previous financial years. This funding will be utilised for future projects.			
		49,754,953	52,212,860
Summary			
Balance at beginning of period		52,212,860	39,423,312
Project income		54,530,000	56,521,081
Additional project income*		3,484,742	3,599,108
Project expenditure		(60,472,649)	(47,330,641)
Balance at end of period		49,754,963	52,212,860

* Additional income related to income from other sources, over and above the approved budget for the period recovered from members.

CONTACT DETAILS AND ADMINISTRATION

COUNTRY OF INCORPORATION AND DOMICILE

South Africa

NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES

A voluntary employers' organisation tasked with lobbying and advocacy to achieve a policy, legislative and governance framework, which is widely supported and which will allow the mining industry to convert the country's abundant mineral resources into wealth for the benefit of South Africa.

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