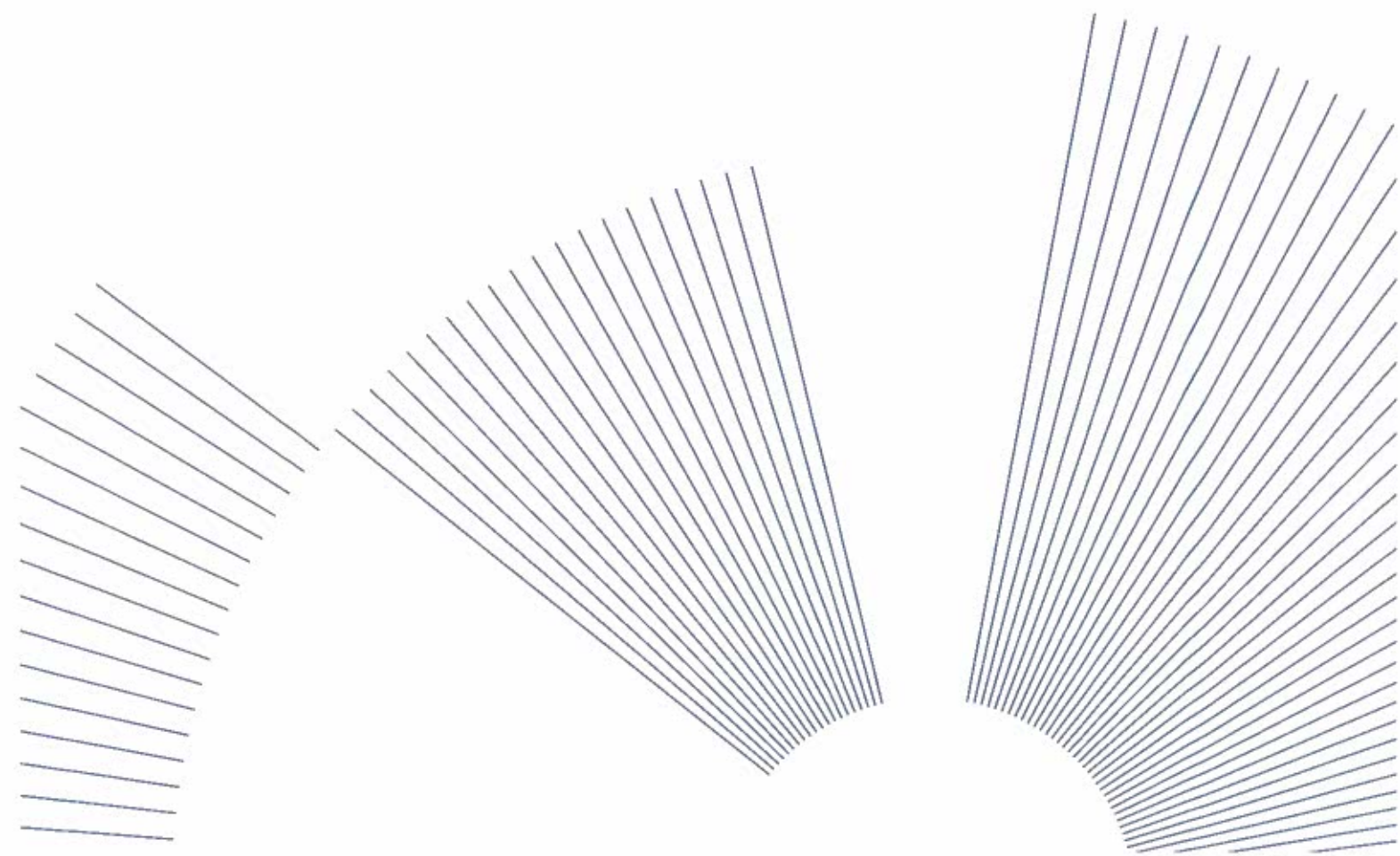




**Scottfin Investments (RF) Proprietary Limited**  
(Registration number 2021/894057/07)  
Annual financial statements  
for the year ended 30 June 2024



# Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## Index

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

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

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| Detailed Statement of Comprehensive Income | 21 |
|--------------------------------------------|----|

### Level of assurance

These financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa.

**These annual financial statements were prepared under the supervision of:**

K. Lutchmiah CA(SA)

## Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

### Directors' Responsibilities and Approval

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The directors are required by the Companies Act of South Africa, 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 International Financial Reporting Standard for Small and Medium-sized Entities. The external auditor is engaged to express an independent opinion on the financial statements.

The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities 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 directors set 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 30 June 2025 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 external auditor is responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditor and their report is presented on page 3 to 5.

The annual financial statements set out on pages 6 to 21, which have been prepared on the going concern basis, were approved by the board of directors and were signed on its behalf by:

  
\_\_\_\_\_  
Director

25 NOVEMBER 2024  
\_\_\_\_\_  
Date

**Umhlanga**

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South Africa | PO Box 1858, Durban 4000  
+27 (0)31 573 5000

**Durban South**

48 Beechgate Crescent, Southgate Business Park  
Moss Kolnik Drive, Umbogintwini 4126,  
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E: [info.dbn@pkf.co.za](mailto:info.dbn@pkf.co.za)  
[www.pkf.co.za](http://www.pkf.co.za)

## Independent Auditor's Report

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### To the Shareholders of Scottfin Investments (RF) Proprietary Limited

#### Opinion

We have audited the financial statements of Scottfin Investments (RF) Proprietary Limited set out on pages 8 to 20, which comprise the statement of financial position as at 30 June 2024, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the 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 Scottfin Investments (RF) Proprietary Limited as at 30 June 2024, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 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.

**Partners:** AE Paruk (Managing Partner) | RC Boule | MK Brokensha | KJ Dall | S Gaffoor | PS Gering | A Harriparsad  
RJ Kelly | R Levisohn | AM Mayat | C Marrier d'Unienville | N McHardy | K Moodley | GJ Morgan | AA Motala | T Naidoo  
GJ Nijhuis | H Paruk | M Schroeder | BD Van Dyk | IRBA Practice. N906352



1922 - 2022  
Dorothy David (Brookman & Taylor)

## **Independent Auditor's Report**

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### **Other Information**

The directors are responsible for the other information. The other information comprises the information included in the document titled "Scottfin Investments (RF) Proprietary Limited annual financial statements for the year ended 30 June 2024", which includes the Directors' Report as required by the Companies Act of South Africa and the supplementary information as set out on page 21. The other information does not include the financial statements and our auditor's report thereon.

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

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

### **Responsibilities of the Directors for the Financial Statements**

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 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.

## Independent Auditor's Report

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### 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 International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, 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.

PKF DURBAN

PKF Durban  
Partner: A. Harriparsad  
Registered Auditor  
Durban

Date: 27 NOVEMBER 2024

# Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## Directors' Report

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The directors have pleasure in submitting their report on the annual financial statements of Scottfin Investments (RF) Proprietary Limited for the year ended 30 June 2024.

### 1. Nature of business

Scottfin Investments (RF) Proprietary Limited was incorporated in South Africa with interests in the provision of finance for the purchase of motor vehicles. The company operates principally in South Africa.

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

### 2. Review of financial results and activities

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these annual financial statements.

### 3. Share capital

There have been no changes to the authorised or issued share capital during the year under review.

### 4. Dividends

No dividends (2023: nil) were declared and paid to the shareholders during the current financial year.

### 5. Directors

The directors in office at the date of this report are as follows:

#### Name

S.J. McChesney

D.P. Towers

P.D. Lutge

There have been no changes to the directorate for the period under review.

### 6. Holding company

The company's holding company is Scottfin Holdings Proprietary Limited which holds 90% (2023 90%) of the company's equity. Scottfin Holdings Proprietary Limited is incorporated in South Africa.

### 7. Ultimate holding trust

The company's ultimate holding trust is The JGB Trust which is incorporated in South Africa.

### 8. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

### 9. 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.

## **Scottfin Investments (RF) Proprietary Limited**

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

### **Directors' Report**

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#### **10. Auditors**

PKF Durban continued in office as auditors for the company for 2024.

#### **11. Secretary**

The company secretary is C.M. Humphreys. The registered office of the company is:

31 Stevens Road  
Park Rynie  
4182



# **Scottfin Investments (RF) Proprietary Limited**

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## **Statement of Financial Position as at 30 June 2024**

|                                     | Notes | 2024<br>R          | 2023<br>R          |
|-------------------------------------|-------|--------------------|--------------------|
| <b>Assets</b>                       |       |                    |                    |
| <b>Non-Current Assets</b>           |       |                    |                    |
| Deferred tax                        | 2     | 520 954            | 315 128            |
| <b>Current Assets</b>               |       |                    |                    |
| Loan to related party               | 3     | 478 058            | -                  |
| Trade and other receivables         | 4     | 219 773 483        | 157 839 975        |
| Current tax receivable              |       | 101 544            | 12 881             |
| Cash and cash equivalents           | 5     | 6 845 568          | 6 541 978          |
|                                     |       | <b>227 198 653</b> | <b>164 394 834</b> |
| <b>Total Assets</b>                 |       | <b>227 719 607</b> | <b>164 709 962</b> |
| <b>Equity and Liabilities</b>       |       |                    |                    |
| <b>Equity</b>                       |       |                    |                    |
| Share capital                       | 6     | 2                  | 2                  |
| Retained income                     |       | 4 684 391          | 2 417 267          |
|                                     |       | <b>4 684 393</b>   | <b>2 417 269</b>   |
| <b>Liabilities</b>                  |       |                    |                    |
| <b>Non-Current Liabilities</b>      |       |                    |                    |
| Other financial liabilities         | 7     | 219 458 245        | 159 157 272        |
| <b>Current Liabilities</b>          |       |                    |                    |
| Trade and other payables            | 8     | 3 576 044          | 3 108 187          |
| Loan from related party             | 3     | 925                | 27 234             |
|                                     |       | <b>3 576 969</b>   | <b>3 135 421</b>   |
| <b>Total Liabilities</b>            |       | <b>223 035 214</b> | <b>162 292 693</b> |
| <b>Total Equity and Liabilities</b> |       | <b>227 719 607</b> | <b>164 709 962</b> |

## Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

### Statement of Comprehensive Income

|                                                | Notes | 2024<br>R         | 2023<br>R         |
|------------------------------------------------|-------|-------------------|-------------------|
| Revenue                                        | 9     | 45 638 429        | 24 557 875        |
| Other income                                   | 10    | 1 251 790         | 281 832           |
| Operating expenses                             | 11    | (22 851 786)      | (11 701 877)      |
| <b>Operating profit</b>                        |       | <b>24 038 433</b> | <b>13 137 830</b> |
| Finance costs                                  | 12    | (21 086 817)      | (9 794 210)       |
| <b>Profit before taxation</b>                  |       | <b>2 951 616</b>  | <b>3 343 620</b>  |
| Taxation                                       | 13    | (684 492)         | (894 058)         |
| <b>Profit for the year</b>                     |       | <b>2 267 124</b>  | <b>2 449 562</b>  |
| Other comprehensive income                     |       | -                 | -                 |
| <b>Total comprehensive income for the year</b> |       | <b>2 267 124</b>  | <b>2 449 562</b>  |

## Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

### Statement of Changes in Equity

|                                                | Share capital | Retained income  | Total equity     |
|------------------------------------------------|---------------|------------------|------------------|
|                                                | R             | R                | R                |
| <b>Balance at 01 July 2022</b>                 | <b>2</b>      | <b>(32 295)</b>  | <b>(32 293)</b>  |
| Profit for the year                            | -             | 2 449 562        | 2 449 562        |
| Other comprehensive income                     | -             | -                | -                |
| <b>Total comprehensive income for the year</b> | <b>-</b>      | <b>2 449 562</b> | <b>2 449 562</b> |
| <b>Balance at 01 July 2023</b>                 | <b>2</b>      | <b>2 417 267</b> | <b>2 417 269</b> |
| Profit for the year                            | -             | 2 267 124        | 2 267 124        |
| Other comprehensive income                     | -             | -                | -                |
| <b>Total comprehensive income for the year</b> | <b>-</b>      | <b>2 267 124</b> | <b>2 267 124</b> |
| <b>Balance at 30 June 2024</b>                 | <b>2</b>      | <b>4 684 391</b> | <b>4 684 393</b> |
| Note                                           | 6             |                  |                  |

## Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

### Statement of Cash Flows

|                                                           | Notes | 2024<br>R           | 2023<br>R            |
|-----------------------------------------------------------|-------|---------------------|----------------------|
| <b>Cash flows from operating activities</b>               |       |                     |                      |
| Cash used in operations                                   | 14    | (71 580 605)        | (141 602 566)        |
| Investment revenue                                        |       | 33 648 095          | -                    |
| Finance costs                                             |       | (21 086 817)        | (9 794 210)          |
| Tax paid                                                  | 15    | (978 981)           | (1 222 067)          |
| <b>Net cash from operating activities</b>                 |       | <b>(59 998 308)</b> | <b>(152 618 843)</b> |
| <b>Cash flows from financing activities</b>               |       |                     |                      |
| Loans from related parties advanced                       | 3     | 925                 | -                    |
| Other financial liabilities raised                        |       | 60 300 973          | 159 157 272          |
| <b>Net cash from financing activities</b>                 |       | <b>60 301 898</b>   | <b>159 157 272</b>   |
| <b>Total cash movement for the year</b>                   |       | <b>303 590</b>      | <b>6 538 429</b>     |
| Cash and cash equivalents at the beginning of the year    |       | 6 541 978           | 3 549                |
| <b>Total cash and cash equivalents at end of the year</b> | 5     | <b>6 845 568</b>    | <b>6 541 978</b>     |

# Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## Accounting Policies

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### 1. Basis of preparation and summary of significant accounting policies

The annual financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act of South Africa. The annual financial statements have been prepared on the historical cost basis, unless otherwise stated, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

#### 1.1 Significant judgements and sources of estimation uncertainty

##### Critical judgements in applying accounting policies

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the annual financial statements.

##### Key sources of estimation uncertainty

##### Provisions

Provisions are inherently based on assumptions and estimates using the best information available.

##### Taxation

Judgement is required in determining the provision for income taxes due to the complexity of legislation. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The company recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

The company recognises the net future tax benefit related to deferred income tax assets to the extent that it is probable that the deductible temporary differences will reverse in the foreseeable future. Assessing the recoverability of deferred income tax assets requires the company to make significant estimates related to expectations of future taxable income. Estimates of future taxable income are based on forecast cash flows from operations and the application of existing tax laws in each jurisdiction. To the extent that future cash flows and taxable income differ significantly from estimates, the ability of the company to realise the net deferred tax assets recorded at the end of the reporting period could be impacted.

##### Financial assets measured at cost and amortised cost

The company assesses its financial assets measured at cost and amortised cost for impairment at each reporting date. In determining whether an impairment loss should be recorded in the statement of comprehensive income, the company makes judgements as to whether there is observable data indicating a measurable decrease in the estimated future cash flows from a financial asset.

#### 1.2 Financial instruments

##### Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

# Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## Accounting Policies

---

### 1.2 Financial instruments (continued)

#### Financial instruments at amortised cost

These include loans, trade receivables and trade payables. They are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

### 1.3 Tax

#### Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

Current tax liabilities (assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the tax authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the reporting date.

The tax liability reflects the effect of the possible outcomes of a review by the tax authorities.

#### Deferred tax assets and liabilities

A deferred tax liability is recognised for all taxable temporary differences.

A deferred tax asset is recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

#### Tax expenses

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense.

### 1.4 Share capital and equity

Equity instruments issued by the company are recognised at the proceeds received, net of direct issue costs.

### 1.5 Provisions and contingencies

Provisions are recognised when the company has an obligation at the reporting 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 present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

## **Scottfin Investments (RF) Proprietary Limited**

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

### **Accounting Policies**

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#### **1.6 Revenue**

Revenue consists of interest, finance related fees and insurance recoveries.

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Investment revenue is recognised, in profit or loss, using the effective interest rate method.

#### **1.7 Borrowing costs**

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

# Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## Notes to the Annual Financial Statements

|                                                                                                                                                           | 2024<br>R      | 2023<br>R       |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-----------------|
| <b>2. Deferred tax</b>                                                                                                                                    |                |                 |
| The major components of the deferred tax balance are as follows:                                                                                          |                |                 |
| <b>Deferred tax asset</b>                                                                                                                                 |                |                 |
| <b>Arising as a result of temporary differences on:</b>                                                                                                   |                |                 |
| Prepaid expenses                                                                                                                                          | 14 680         | (33 830)        |
| Provisions                                                                                                                                                | 506 274        | 348 958         |
| <b>Total net deferred tax asset</b>                                                                                                                       | <b>520 954</b> | <b>315 128</b>  |
| <b>Reconciliation of deferred tax</b>                                                                                                                     |                |                 |
| At beginning of year                                                                                                                                      | 315 128        | -               |
| <b>Recognised in profit or loss:</b>                                                                                                                      |                |                 |
| Prior period under provision                                                                                                                              | 112 445        | -               |
| Movement in temporary differences on prepaid expenses                                                                                                     | 48 510         | (33 830)        |
| Movement in temporary differences on provisions                                                                                                           | 44 871         | 348 958         |
| <b>At end of year</b>                                                                                                                                     | <b>520 954</b> | <b>315 128</b>  |
| <b>3. Loans to (from) related parties</b>                                                                                                                 |                |                 |
| Scottfin Financial Services Proprietary Limited                                                                                                           | 478 058        | (27 234)        |
| The above loan is unsecured, bears no interest and has no fixed repayment terms. The loan has been subordinated in favour of RedInk Rentals (RF) Limited. |                |                 |
| Big Bus Transport Proprietary Limited                                                                                                                     | (925)          | -               |
| The above loan is unsecured, bears no interest and has no fixed repayment terms.                                                                          |                |                 |
|                                                                                                                                                           | <b>477 133</b> | <b>(27 234)</b> |
| Current assets                                                                                                                                            | 478 058        | -               |
| Current liabilities                                                                                                                                       | (925)          | (27 234)        |
|                                                                                                                                                           | <b>477 133</b> | <b>(27 234)</b> |
| <b>Cash movement in loans to related parties</b>                                                                                                          |                |                 |
| Balance at the end of the year                                                                                                                            | (478 058)      | -               |
| Other non-cash transactions                                                                                                                               | 478 058        | -               |
|                                                                                                                                                           | <b>-</b>       | <b>-</b>        |
| <b>Cash movement in loans from related parties</b>                                                                                                        |                |                 |
| Balance at the beginning of the year                                                                                                                      | (27 234)       | (23 344)        |
| Balance at the end of the year                                                                                                                            | 925            | 27 234          |
| Other non-cash transactions                                                                                                                               | 27 234         | (3 890)         |
|                                                                                                                                                           | <b>925</b>     | <b>-</b>        |



# **Scottfin Investments (RF) Proprietary Limited**

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## **Notes to the Annual Financial Statements**

|                                        | 2024<br>R          | 2023<br>R          |
|----------------------------------------|--------------------|--------------------|
| <b>4. Trade and other receivables</b>  |                    |                    |
| Loan receivables for vehicles financed | 275 273 885        | 202 116 830        |
| Unearned finance charges               | (67 193 012)       | (49 473 074)       |
| Prepaid expenses                       | 4 997 640          | 4 033 575          |
| Trade receivables                      | 7 887 901          | 1 875 680          |
| Provision for doubtful debts           | (1 631 150)        | (802 455)          |
| Value-added tax                        | 438 219            | 89 419             |
|                                        | <b>219 773 483</b> | <b>157 839 975</b> |

Vehicles financed by the company on behalf of clients are registered in the name of the debtor as the owner, with the company as the title holder and will remain so until the loan has been fully settled.

These loans are secured by motor vehicles with a cost of R204 067 918 (2023: R150 738 877) determined after a reduction of the deposit paid to the selling dealer.

Interest is charged on these loans monthly in arrears in varying rates of between 16.5% and 19.5% per annum. The interest and capital are repaid monthly in arrears over periods varying from two to five years.

The loans have been ceded against the Revolving loan facility, as disclosed in note 7.

The carrying amount of trade and other receivables approximates their fair value due to the short term nature of the instruments.

## **5. Cash and cash equivalents**

Cash and cash equivalents consist of:

|               |           |           |
|---------------|-----------|-----------|
| Bank balances | 6 845 568 | 6 541 978 |
|---------------|-----------|-----------|

## **6. Share capital**

### **Authorised**

|                                           |          |          |
|-------------------------------------------|----------|----------|
| 1 000 Ordinary shares of no par value     | 1        | 1        |
| 1 Ordinary "Type A" share of no par value | 1        | 1        |
|                                           | <b>2</b> | <b>2</b> |

### **Issued**

|                                           |          |          |
|-------------------------------------------|----------|----------|
| 1 000 Ordinary shares of no par value     | 1        | 1        |
| 1 Ordinary "Type A" share of no par value | 1        | 1        |
|                                           | <b>2</b> | <b>2</b> |

# Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## Notes to the Annual Financial Statements

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | 2024<br>R          | 2023<br>R          |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|--------------------|
| <b>7. Other financial liabilities</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |                    |                    |
| <b>At amortised cost</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |                    |                    |
| Revolving loan facility - RedInk Rentals (RF) Limited                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | 182 943 616        | 127 085 017        |
| Scottfin Financial Services Proprietary Limited                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | 33 793 209         | 29 350 835         |
| Big Bus Transport Proprietary Limited                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | 2 721 420          | 2 721 420          |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <b>219 458 245</b> | <b>159 157 272</b> |
| <b>Revolving loan facility - RedInk Rentals (RF) Limited</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                    |                    |
| The above loan represents a revolving loan facility issued to the company by RedInk Rentals (RF) Limited. The loan attracts interest at JIBAR + 4.35% and each tranche of the loan is repayable by means of a bullet repayment 3 years from drawdown. Scottfin Holdings Proprietary Limited and The McChesney Trust, as ordinary shareholders of the company, have pledged and ceded their rights, title and interests in and to its shares and claims against the company in favour of RedInk Rentals (RF) Limited. Scottfin Investments SPV Owner Trust, as ordinary "type A" shareholder of the company, pledges all the shares it owns in the company in favour of RedInk Rental (RF) Limited as security for its obligations. |                    |                    |
| <b>Scottfin Financial Services Proprietary Limited and Big Bus Transport Proprietary Limited</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                    |                    |
| The above loans relate to the outstanding purchase price from sale of assets agreement and are repayable in accordance with the applicable priority of payments.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                    |                    |
| <b>Non-current liabilities</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                    |                    |
| At amortised cost                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | 219 458 245        | 159 157 272        |
| <b>8. Trade and other payables</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                    |                    |
| Trade payables                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | 1 890 248          | 967 337            |
| Accrued service fees                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | 1 145 000          | 1 200 000          |
| Accrued audit fees                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | 132 260            | 79 164             |
| Accrued expenses                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 346 286            | 661 686            |
| Provision for reconditioning of repossessed vehicles                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | 62 250             | 200 000            |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <b>3 576 044</b>   | <b>3 108 187</b>   |
| The carrying amount of trade and other payables approximates their fair value due to the short term nature of the instruments.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                    |                    |
| <b>9. Revenue</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                    |                    |
| Initiation fees                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | 212 500            | 47 500             |
| Insurance recoveries                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | 10 391 428         | 5 276 484          |
| Interest revenue                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 33 648 095         | 18 505 634         |
| Service fees                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 441 133            | 213 234            |
| Tracking charges                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 945 273            | 515 023            |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <b>45 638 429</b>  | <b>24 557 875</b>  |
| <b>10. Other income</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |                    |                    |
| Bad debts recovered                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | 478 058            | -                  |
| Sundry income                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | 773 732            | 281 832            |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <b>1 251 790</b>   | <b>281 832</b>     |

# **Scottfin Investments (RF) Proprietary Limited**

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## **Notes to the Annual Financial Statements**

|                                                          | 2024<br>R           | 2023<br>R            |
|----------------------------------------------------------|---------------------|----------------------|
| <b>11. Operating expenses</b>                            |                     |                      |
| Operating expenses include the following expenses:       |                     |                      |
| Administration and management fees                       | 2 400 000           | 1 800 000            |
| Insurance - recoverable                                  | 10 545 814          | 5 380 506            |
| Service fees                                             | 3 100 000           | 1 200 000            |
| <b>12. Finance costs</b>                                 |                     |                      |
| Revolving loan facility                                  | 21 086 817          | 9 794 210            |
| <b>13. Taxation</b>                                      |                     |                      |
| <b>Major components of the tax expense</b>               |                     |                      |
| <b>Current taxation</b>                                  |                     |                      |
| South African normal tax - year                          | 890 318             | 1 209 186            |
| <b>Deferred taxation</b>                                 |                     |                      |
| South African deferred tax - current year                | (93 381)            | (315 128)            |
| South African deferred tax - prior period over provision | (112 445)           | -                    |
|                                                          | <b>(205 826)</b>    | <b>(315 128)</b>     |
|                                                          | <b>684 492</b>      | <b>894 058</b>       |
| <b>Reconciliation of the tax expense</b>                 |                     |                      |
| Accounting profit                                        | 2 951 616           | 3 343 620            |
| Tax at the applicable tax rate of 27% (2023: 27%)        | 796 937             | 902 777              |
| Prior period over provision in deferred tax              | (112 445)           | -                    |
| Utilisation of assessed tax loss                         | -                   | (8 719)              |
|                                                          | <b>684 492</b>      | <b>894 058</b>       |
| <b>14. Cash used in operations</b>                       |                     |                      |
| Profit before taxation                                   | 2 951 616           | 3 343 620            |
| <b>Adjustments for:</b>                                  |                     |                      |
| Non-cash group transactions (refer to note 3)            | (505 292)           | 3 890                |
| Investment revenue                                       | (33 648 095)        | -                    |
| Finance costs                                            | 21 086 817          | 9 794 210            |
| <b>Changes in working capital:</b>                       |                     |                      |
| Trade and other receivables                              | (61 933 508)        | (157 839 973)        |
| Trade and other payables                                 | 467 857             | 3 095 687            |
|                                                          | <b>(71 580 605)</b> | <b>(141 602 566)</b> |
| <b>15. Tax paid</b>                                      |                     |                      |
| Balance at beginning of the year                         | 12 881              | -                    |
| Current tax for the year recognised in profit or loss    | (890 318)           | (1 209 186)          |
| Balance at end of the year                               | (101 544)           | (12 881)             |
|                                                          | <b>(978 981)</b>    | <b>(1 222 067)</b>   |

# Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## Notes to the Annual Financial Statements

|                                                      | 2024<br>R                                                                                | 2023<br>R    |
|------------------------------------------------------|------------------------------------------------------------------------------------------|--------------|
| <b>16. Related parties</b>                           |                                                                                          |              |
| <b>Relationships</b>                                 |                                                                                          |              |
| Ultimate holding trust                               | The JGB Trust                                                                            |              |
| Shareholders - ordinary shares                       | Scottfin Holdings Proprietary Limited (90%)<br>The McChesney Trust (10%)                 |              |
| Shareholder - ordinary "type A" shares               | Scottfin Investments SPV Owner Trust                                                     |              |
| Directors                                            | S.J. McChesney<br>P.D. Lutge<br>D.P. Towers                                              |              |
| Entities with common shareholder                     | Scottfin Financial Services Proprietary Limited<br>Big Bus Transport Proprietary Limited |              |
| <b>Related party balances</b>                        |                                                                                          |              |
| <b>Loan accounts - Owing (to) by related parties</b> |                                                                                          |              |
| Scottfin Financial Services Proprietary Limited      | 478 058                                                                                  | (27 234)     |
| Big Bus Transport Proprietary Limited                | (925)                                                                                    | -            |
| Scottfin Financial Services Proprietary Limited      | (33 793 209)                                                                             | (29 350 835) |
| Big Bus Transport Proprietary Limited                | (2 721 420)                                                                              | (2 721 420)  |
| <b>Related party transactions</b>                    |                                                                                          |              |
| <b>Purchases from related parties</b>                |                                                                                          |              |
| Scottfin Financial Services Proprietary Limited      | 505 292                                                                                  | 3 890        |

## 17. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

## 18. 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.

## Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

### Notes to the Annual Financial Statements

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#### 19. Directors' remuneration

No emoluments were paid to the directors by Scottfin Investments (RF) Proprietary Limited however, emoluments were paid by JGB Properties Proprietary Limited, a group entity.

##### 2024

| Directors' emoluments | Basic remuneration | Other benefits and allowances | Provident fund | Total     |
|-----------------------|--------------------|-------------------------------|----------------|-----------|
| Services as director  |                    |                               |                |           |
| S.J. McChesney        | 2 032 713          | 261 575                       | 321 715        | 2 616 003 |

##### 2023

| Directors' emoluments | Basic remuneration | Other benefits and allowances | Provident fund | Total     |
|-----------------------|--------------------|-------------------------------|----------------|-----------|
| Services as director  |                    |                               |                |           |
| S.J. McChesney        | 1 908 954          | 444 858                       | 298 388        | 2 652 200 |

# Scottfin Investments (RF) Proprietary Limited

(Registration number: 2021/894057/07)

Annual Financial Statements for the year ended 30 June 2024

## Detailed Statement of Comprehensive Income

|                                        | Notes | 2024<br>R         | 2023<br>R         |
|----------------------------------------|-------|-------------------|-------------------|
| <b>Revenue</b>                         | 9     | <b>45 638 429</b> | <b>24 557 875</b> |
| <b>Other income</b>                    |       |                   |                   |
| Bad debts recovered                    |       | 478 058           | -                 |
| Sundry income                          |       | 773 732           | 281 832           |
|                                        |       | <b>1 251 790</b>  | <b>281 832</b>    |
| <b>Operating expenses</b>              |       |                   |                   |
| Accounting fees                        |       | 15 762            | 7 846             |
| Administration and management fees     |       | 2 400 000         | 1 800 000         |
| Auditors remuneration                  |       | 99 996            | 66 664            |
| Bad debts                              |       | 1 582 779         | 544 646           |
| Bank charges                           |       | 33 078            | 2 733             |
| Consulting and professional fees       |       | 1 311 866         | 814 393           |
| Dealer incentive commission paid       |       | 1 564 136         | 766 017           |
| Insurance - recoverable                |       | 10 545 814        | 5 380 506         |
| Motor vehicle expenses                 |       | -                 | 17 826            |
| NCR fees                               |       | 79 691            | 40 000            |
| Reconditioning of repossessed vehicles |       | (100 000)         | 200 000           |
| SACCRA fees                            |       | (26 150)          | 56 664            |
| Service fees                           |       | 3 100 000         | 1 200 000         |
| Software expenses                      |       | 5 346             | 10 692            |
| Subscriptions                          |       | -                 | 11 196            |
| Telephone and fax                      |       | -                 | 280               |
| Tracker fees                           |       | 1 044 937         | 520 321           |
| Transport and freight                  |       | -                 | 238               |
| Unclaimed valued-added tax             |       | 1 194 531         | 261 855           |
|                                        |       | <b>22 851 786</b> | <b>11 701 877</b> |
| <b>Operating profit</b>                |       | <b>24 038 433</b> | <b>13 137 830</b> |
| Finance costs                          | 12    | (21 086 817)      | (9 794 210)       |
| <b>Profit before taxation</b>          |       | <b>2 951 616</b>  | <b>3 343 620</b>  |
| Taxation                               | 13    | (684 492)         | (894 058)         |
| <b>Profit for the year</b>             |       | <b>2 267 124</b>  | <b>2 449 562</b>  |

