

FINE MUSIC RADIO NPC

(Registration number 1995/002100/08)

Annual Financial Statements
for the year ended 30 June 2026



GA MAC LACHLAN

INGELYF/INCORPORATED

Geregistreeerde Geoktrooieerde Rekenmeester en Ouditeurs
Registered Chartered Accountants and Auditors

Fine Music Radio NPC

(Registration number: 1995/002100/08)

Annual Financial Statements for the year ended 30 June 2026

GENERAL INFORMATION

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Community Radio Broadcaster
Directors	Bosch TE Cawood V De Vos GJ Du Toit GF Grace J Grainger HFJ Nicklin CJ Reid LH Stephens KN Vos JF (Chairman)
Registered office	Artscape Theatre 1-10 DF Malan street Foreshore Cape Town 8001
Auditors	GA Maclachlan Incorporated Chartered Accountants (S.A.) Registered Auditor
Company registration number	1995/002100/08
Tax reference number	9290/788/03/4
Level of assurance	These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa.
Preparer	The annual financial statements were internally compiled by: L Buchner South African Institute of Business Accountants (SAIBR1476)

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DIRECTORS' RESPONSIBILITIES AND APPROVAL

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 IFRS for SMEs® Accounting Standard as issued by the International Accounting Standards Board (IASB). The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the IFRS for SMEs® Accounting Standard as issued by the International Accounting Standards Board (IASB) 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 2027 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on page 6 - 8.

The annual financial statements set out on pages 9 to 21, which have been prepared on the going concern basis, were approved by the board of directors on 31 July 2026 and were signed on its behalf by:



Chairman



Director

Fine Music Radio NPC

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DIRECTORS' REPORT

The directors have pleasure in submitting their report on the annual financial statements of Fine Music Radio NPC for the year ended 30 June 2026.

1. Nature of business

The company carries on the business of a community radio broadcaster and operates principally in the Cape Peninsula.

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 IFRS for SMEs® Accounting Standard as issued by the International Accounting Standards Board (IASB) 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. Auditors

GA MacLachlan Incorporated continued in office as auditors for the company for 2026.

4. Directors

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

Directors	Changes
Bosch TE	
Cawood V	
De Vos GJ	Appointed 08 November 2025
Du Toit GF	
Grace J	
Grainger HFJ	Appointed 08 November 2025
Nicklin CJ	
Reid LH	
Stephens KN	
Vos JF (Chairman)	

5. 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.

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DIRECTORS' REPORT

6. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

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.



GA MAC LACHLAN
INGELYF/INCORPORATED

Geregistreeerde Geoktrooieerde Rekenmeester en Ouditeurs
Registered Chartered Accountants and Auditors

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INDEPENDENT AUDITOR'S REPORT

To the Members of Fine Music Radio NPC

Opinion

We have audited the annual financial statements of Fine Music Radio NPC (the company) set out on pages 9 to 21, which comprise the statement of financial position as at 30 June 2026; and the statement of comprehensive income; the statement of changes in equity; and the statement of cash flows for the year then ended; and notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Fine Music Radio NPC as at 30 June 2026, and its financial performance and cash flows for the year then ended, in accordance with the IFRS for SMEs Accounting Standard as issued by the International Accounting Standards Board and the requirements of the Companies Act of South Africa.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Annual 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.

POSADRES
POSTAL ADDRESS

3052
Durbanville
7551

DIREKTEUR / DIRECTOR
G.A. MacLachlan C.A. (S.A.)

BESIGHEIDSADRES
BUSINESS ADDRESS

Unit 6, Loumarie House 1st Floor
Wellington Park, Wellington Road
Durbanville 7550

INDEPENDENT AUDITOR'S REPORT

Other Information

The directors are responsible for the other information. The other information comprises the information included in the document titled "Fine Music Radio NPC annual financial statements for the year ended 30 June 2026", which includes the Directors' Report as required by the Companies Act of South Africa and the supplementary information as set out on pages 22 to 24. The other information does not include the annual financial statements and our auditor's report thereon.

Our opinion on the annual 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 annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual 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 Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with the IFRS for SMEs Accounting Standard as issued by the International Accounting Standards Board and the requirements of the Companies Act of South Africa, and for such internal control as the directors determine is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual 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 annual 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 annual 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.

INDEPENDENT AUDITOR'S REPORT

- 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 annual 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 annual financial statements, including the disclosures, and whether the annual 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.



GA Maclachlan Incorporated
Chartered Accountants (SA)
Registered Auditor

31 July 2026
Durbanville

Fine Music Radio NPC

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STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	Note(s)	2026 R	2025 R
Assets			
Non-Current Assets			
Equipment	2	635,797	225,296
Deferred tax	3	2,114,447	1,922,656
		2,750,244	2,147,952
Current Assets			
Trade and other receivables	4	323,148	763,705
Other financial assets	5	2,384,733	1,934,347
Cash and cash equivalents	6	1,782,047	2,391,531
		4,489,928	5,089,583
Total Assets		7,240,172	7,237,535
Equity and Liabilities			
Equity			
Retained income		6,553,610	6,224,020
Liabilities			
Current Liabilities			
Trade and other payables	7	686,562	1,013,515
Total Equity and Liabilities		7,240,172	7,237,535

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STATEMENT OF COMPREHENSIVE INCOME

	Note(s)	2026 R	2025 R
Revenue	8	7,225,759	6,689,555
Other income	9	2,127,881	2,548,474
Operating expenses	10	(9,411,526)	(9,376,209)
Operating loss		(57,886)	(138,180)
Investment revenue	11	195,685	233,848
Profit before taxation		137,799	95,668
Taxation	12	191,791	213,768
Profit for the year		329,590	309,436
Other comprehensive income		-	-
Total comprehensive income for the year		329,590	309,436

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STATEMENT OF CHANGES IN EQUITY

	Retained income R	Total equity R
Balance at 01 July 2024	5,914,584	5,914,584
Profit for the year	309,436	309,436
Other comprehensive income	-	-
Total comprehensive income for the year	309,436	309,436
Balance at 01 July 2025	6,224,020	6,224,020
Profit for the year	329,590	329,590
Other comprehensive income	-	-
Total comprehensive income for the year	329,590	329,590
Balance at 30 June 2026	6,553,610	6,553,610

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STATEMENT OF CASH FLOWS

	Note(s)	2026 R	2025 R
Cash flows from operating activities			
Cash receipts from customers		9,345,096	8,754,382
Cash paid to suppliers and employees		(9,566,330)	(9,178,155)
Cash used in operations	13	(221,234)	(423,773)
Interest income		114,205	156,602
Dividends received		81,480	77,246
Net cash from operating activities		(25,549)	(189,925)
Cash flows from investing activities			
Purchase of equipment	2	(582,650)	(1,061)
Proceeds from sale of equipment	2	-	(4,440)
Movement in other financial assets		(1,285)	(1,582)
Net cash from investing activities		(583,935)	(7,083)
Total cash movement for the year		(609,484)	(197,008)
Cash and cash equivalents at the beginning of the year		2,391,531	2,588,539
Total cash at end of the year	6	1,782,047	2,391,531

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ACCOUNTING POLICIES

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 IFRS for SMEs® Accounting Standard as issued by the International Accounting Standards Board (IASB), and the Companies Act of South Africa. The annual financial statements have been prepared on the historical cost basis, except for the measurement of certain financial instruments at fair value, 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 Equipment

Equipment are tangible assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

Equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of equipment, the carrying amount of the replaced part is derecognised.

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

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

The useful lives of items of equipment have been assessed as follows:

Item	Depreciation method	Average useful life
Furniture and fixtures	Straight line	5 years
Broadcasting equipment	Straight line	5 years

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

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

An item of equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

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ACCOUNTING POLICIES

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.

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.

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

Financial instruments at fair value

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through profit or loss.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

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.

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ACCOUNTING POLICIES

1.3 Tax (continued)

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 asset is recognised for the carry forward of unused tax losses to the extent that it is probable that future taxable profit will be available against which the unused tax losses can be utilised.

When management assess the extent to which is it probable that taxable profit will be available against which potential deferred tax assets can be utilised, they take into consideration that the utilisation of assessed losses are limited to the greater of 80% of the taxable income or R1 million in the year of assessment.

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 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

Operating leases – lessee

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

1.5 Impairment of assets

The company assesses at each reporting date whether there is any indication that equipment may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its 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.

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ACCOUNTING POLICIES

1.5 Impairment of assets (continued)

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.

1.6 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.

1.7 Revenue

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.

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

1.8 Borrowing costs

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

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2026	2025
	R	R

2. Equipment

	2026			2025		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Furniture and fixtures	231,340	(230,096)	1,244	231,340	(228,764)	2,576
Broadcasting equipment	2,023,959	(1,389,406)	634,553	1,456,741	(1,234,021)	222,720
Total	2,255,299	(1,619,502)	635,797	1,688,081	(1,462,785)	225,296

Reconciliation of equipment - 2026

	Opening balance	Additions	Depreciation	Closing balance
Furniture and fixtures	2,576	-	(1,332)	1,244
Broadcasting equipment	222,720	582,650	(170,817)	634,553
	225,296	582,650	(172,149)	635,797

Reconciliation of equipment - 2025

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Furniture and fixtures	3,909	-	-	(1,333)	2,576
Broadcasting equipment	299,862	9,500	(8,439)	(78,203)	222,720
	303,771	9,500	(8,439)	(79,536)	225,296

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2026 R	2025 R
3. Deferred tax		
The major components of the deferred tax balance are as follows:		
Deferred tax asset		
Arising as a result of temporary differences on:		
Provisions	37,011	18,466
Revenue received in advance	49,544	142,490
Deferred tax balance from temporary differences other than unused tax losses	86,555	160,956
Tax losses available for set off against future taxable income	2,301,369	1,913,931
Total deferred tax asset	2,387,924	2,074,887
Deferred tax liability		
Arising as a result of temporary differences on:		
Other financial assets	(273,477)	(152,231)
Deferred tax asset	2,387,924	2,074,887
Deferred tax liability	(273,477)	(152,231)
Total net deferred tax asset	2,114,447	1,922,656
Reconciliation of deferred tax asset/(liability)		
At beginning of year	1,922,656	1,708,888
Recognised in profit or loss:		
Increases (decrease) in tax loss available for set off against future taxable income	387,437	247,471
Movement in temporary differences on provisions and accruals	18,545	(10,939)
Revenue received in advance	(92,946)	68,682
Fair value adjustment on other financial assets	(121,245)	(91,446)
At end of year	2,114,447	1,922,656
Net change for the year = R191 791 (2025: R213 768)(refer to note 12).		
4. Trade and other receivables		
Trade receivables	323,148	763,705

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2026 R	2025 R
5. Other financial assets		
At fair value		
Listed shares	2,354,750	1,907,180
Unit trusts	29,983	27,167
	2,384,733	1,934,347
Current assets		
At fair value	2,384,733	1,934,347
6. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Cash on hand	479	882
Bank balances	40,568	7,642
Short-term deposits	1,426,706	2,165,240
Other cash and cash equivalents	314,294	217,767
	1,782,047	2,391,531
7. Trade and other payables		
Trade payables	217,111	230,429
Accrued leave pay	137,079	68,393
Amounts received in advance	183,498	527,742
VAT	148,874	186,951
	686,562	1,013,515
8. Revenue		
Advertising income	3,846,402	3,325,925
Business show	3,379,357	3,014,530
Special package	-	349,100
	7,225,759	6,689,555

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2026 R	2025 R
9. Other income		
Capital profit on sale of listed shares	6	69
Donations received	767,503	807,932
Employment tax incentive	-	4,500
Fair value gains	449,101	342,166
Gala income	-	506,746
Grant received	-	49,549
Insurance claim	-	3,000
Rupert Foundation sponsorship	200,000	90,000
Subscriptions received	565,331	664,888
Sundry promotions and spot production fees	145,940	79,624
	2,127,881	2,548,474
10. Operating expenses		
Operating expenses include the following expenses:		
Operating lease charges		
Premises		
• Contractual amounts	655,448	612,568
Loss on sale of assets and liabilities	-	4,440
Depreciation	172,149	79,536
Employee costs	3,556,152	2,950,634
11. Investment revenue		
Dividend revenue		
Listed financial assets - Local	80,589	75,979
Listed financial assets - Foreign	891	1,267
	81,480	77,246
Interest revenue		
Listed financial assets	292	116
Bank and short-term deposits	113,913	156,486
	114,205	156,602
	195,685	233,848

Fine Music Radio NPC

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Annual Financial Statements for the year ended 30 June 2026

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

	2026 R	2025 R
12. Taxation		
Major components of the tax income		
Deferred taxation		
South African deferred tax - current year	(191,791)	(213,768)
Non provision of tax		
No provision has been made for 2026 tax as the company has no taxable income. The estimated tax loss available for set off against future taxable income is R (8,523,588) (2025: R (7,088,634)).		
13. Cash used in operations		
Net profit before taxation	137,799	95,668
Adjustments for non-cash items:		
Depreciation, amortisation, impairments and reversals of impairments	172,149	79,536
Loss on sale of assets and liabilities	-	4,440
Fair value (gains) losses	(449,101)	(342,166)
Adjust for items which are presented separately:		
Investment income	(195,685)	(233,848)
Changes in working capital:		
(Increase) decrease in trade and other receivables	440,557	(141,481)
Increase (decrease) in trade and other payables	(326,953)	114,078
	(221,234)	(423,773)
14. Auditor's remuneration		
Fees	24,650	25,150
Tax and secretarial services	2,300	900
	26,950	26,050
15. Employee cost		
Basic	3,211,741	2,861,114
Bonus	192,459	55,000
UIF	24,417	24,036
WCA	19,215	10,963
SDL	39,635	40,035
Leave pay provision charge	68,685	(40,514)
	3,556,152	2,950,634

Fine Music Radio NPC

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Annual Financial Statements for the year ended 30 June 2026

STATEMENT OF FINANCIAL PERFORMANCE

	Note(s)	2026 R	2025 R
Revenue			
Advertising income		3,846,402	3,325,925
Business show		3,379,357	3,014,530
Special package		-	349,100
	8	7,225,759	6,689,555
Other income			
Capital profit on sale of listed shares		6	69
Donations received		767,503	807,932
Employment tax incentive		-	4,500
Fair value gains		449,101	342,166
Gala income		-	506,746
Grant received		-	49,549
Insurance claim received		-	3,000
Rupert Foundation sponsorship		200,000	90,000
Subscriptions received		565,331	664,888
Sundry promotions and spot production fees		145,940	79,624
		2,127,881	2,548,474
Expenses (Refer to page 23)		(9,411,526)	(9,376,209)
Operating loss		(57,886)	(138,180)
Investment income	11	195,685	233,848
Profit before taxation		137,799	95,668
Taxation	12	191,791	213,768
Profit for the year		329,590	309,436

Fine Music Radio NPC

(Registration number: 1995/002100/08)

Annual Financial Statements for the year ended 30 June 2026

STATEMENT OF FINANCIAL PERFORMANCE

	Note(s)	2026 R	2025 R
Operating expenses			
Accounting fees		(271,200)	(291,450)
Advertising and marketing		(1,804)	(1,075)
Auditor's remuneration	14	(26,950)	(26,050)
Bank charges		(16,186)	(21,194)
Commission paid		(2,168,161)	(2,033,242)
Delivery expenses		(1,500)	(314)
Depreciation		(172,149)	(79,536)
Employee costs	15	(3,556,152)	(2,950,634)
Equipment under R7,000		(13,490)	(3,724)
Gala expenses		-	(94,099)
IT expenses		(52,376)	(50,871)
Insurance		(34,703)	(56,971)
Lease rentals on operating lease		(655,448)	(612,568)
Licences		(118,289)	(93,432)
Loss on sale of assets and liabilities		-	(4,440)
News feeds		(65,098)	(62,785)
Office expenses		(27,819)	(22,554)
Printing and stationery		(46,972)	(43,010)
Production costs		(1,300,559)	(1,913,183)
Repairs and maintenance		(38,646)	(7,835)
Samro fees		(96,654)	(45,047)
Secretarial fees		(3,900)	(2,950)
Software expenses		(42,375)	(41,008)
Subscriptions		(7,084)	(6,747)
Telephone		(121,058)	(125,797)
Transmitter fees		(572,953)	(785,693)
		(9,411,526)	(9,376,209)

Fine Music Radio NPC

(Taxpayer reference number 9290/788/03/4)

(Registration number: 1995/002100/08)

Annual Financial Statements for the year ended 30 June 2026

TAX COMPUTATION

	2026 R
Net profit per income statement	137,799
Permanent differences (Non-deductible/Non taxable items)	
Accounting profit on disposal of fixed assets and / or other assets	(6)
Donations received - non taxable	(767,503)
	(767,509)
Temporary differences	
Adjustments to comply with IFRS: Fair value (Credit)	(449,101)
Exempt Local dividends	(80,589)
Amounts received in advance - current year	183,498
Amounts previously taxed as received in advance	(527,742)
Provision for leave pay - current year	137,079
Provision for leave pay - previous year	(68,393)
Depreciation according to financial statements	172,149
Wear and tear allowance (s11(e))	(172,149)
	(805,248)
Capital gains (Local)	
Proceeds	6
Capital gain	6
Taxable capital gain included @ 80.0%	5
Calculated tax loss for the year	(1,434,953)
Assessed loss utilised	-
Assessed loss for 2026 - carried forward	(1,434,953)
Summary of assessed loss	
Calculated tax loss for the year	(1,434,953)
Assessed loss brought forward from previous year:	(7,088,635)
Total assessed loss carried forward	(8,523,588)
Tax thereon @ 27% in the Rand	-