

64<sup>th</sup> Annual Report  
1<sup>st</sup> April 1993 to 31<sup>st</sup> March 1994



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# South African Institute of Race Relations

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**SOUTH AFRICAN INSTITUTE OF RACE RELATIONS (INC)**

**64th ANNUAL REPORT**

**1st APRIL 1993 TO 31st MARCH 1994**

PUBLISHED BY THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
AT DEN HOUWER, 68 DE KORTE STRAAT, BRAMFORSBERG, JOHANNESBURG,  
2001 SOUTH AFRICA

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SOUTH AFRICAN INSTITUTE OF RACE RELATIONS (SARR)

ANNUAL REPORT

1991-1992

***PUBLISHED BY THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS,  
AUDEN HOUSE, 68 DE KORTE STREET, BRAAMFONTEIN, JOHANNESBURG,  
2001 SOUTH AFRICA***

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Cover photographs: Kathi Walther

## COUNCIL

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<i>Executive Director</i>	:	Mr John Kane-Berman

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<i>Chairman</i>	:	Professor Charles Simkins
<i>Vice-Chairman (and Representative of Institutional Members)</i>	:	Professor Elwyn Jenkins
<i>Honorary Treasurer</i>	:	Mr Allan Wentzel
<i>Honorary Legal Adviser Representative of Corporate Members</i>	:	Mr Raymond Tucker
<i>Elected Members</i>	:	Mr Maurice Allen
	:	Mr Harold Bernstein
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	:	Mr Roger Crawford
	:	Mrs Heather Frielinghaus
	:	Mr Ian Frielinghaus
	:	Mr Peter Horwitz
	:	Mrs Hanna Jaff
	:	Mr Tom Wixley
<i>Co-opted Members</i>	:	Mrs Fikile Mlotshwa
	:	Mr Etienne Phoofole
	:	Mr Jack Unterhalter SC
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	:	The Vice-Presidents
	:	The Chairman: Cape Western Region
<i>Executive Director</i>	:	Mr John Kane-Berman

## **FINANCE COMMITTEE**

<i>Chairman</i>	:	Mr Allan Wentzel
<i>Members</i>	:	Mr Maurice Allen
	:	Mr Harold Bernstein
	:	Mr Hank Slack
	:	Mr Tom Wixley
<i>Executive Director</i>	:	Mr John Kane-Berman

## **HONORARY LIFE MEMBERS**

Mr Kenneth Birch  
Professor John Dugard  
Mr Duchesne Grice  
The Most Reverend Denis Hurley OMI  
Mr H F Oppenheimer  
Mrs Ina Perlman  
The Right Reverend P W R Russell  
Dr Sheila van der Horst  
Dr Oscar Wollheim

## STAFF

<i>Executive Director</i>	:	Mr John Kane-Berman
<i>Human Resources &amp; Administrative Director</i>	:	Mrs Sheila Whiteman
<i>Bursary Director</i>	:	Mr Dennis Venter
<i>Financial and Marketing Director</i>	:	Mr Frank Oppler
<i>Special Research Director</i>	:	Mrs Jill Wentzel
<i>Bursary Department</i>	:	Mrs Gadija Koopman (Bursary Manager) Ms Rachel Cham Mr Rathan Garrib Mr John Legoete Mr Johannes Mcira Mrs Betty Mokone Miss Harriet Nxumalo Mrs Dorothy Santhu Mr Humphrey Satsha Mr Clement Satsha Mr Stewart Sithole Mrs Linda Vilakazi
<i>Executive Director's Office</i>	:	Mrs Susanne Eusman (Chief Secretary) Mr Paul Pereira (Public Affairs Manager) Ms Helen Ford Mrs Mirriam Ngwane
<i>Finance and Administration</i>	:	Mrs Edna Nhlapo (Buying Manager) Mr Louis Selóto (Administrative Manager) Mrs Joyce Joubert Mrs Florence Magubane Mr Norman Ward Mrs Winnie Makhalemele Mr Oscar Mchunu Mr Japhet Mhlongo Miss Queenie Nkuna Mrs Jeanette Gabatholwe Mr John Masindane Mr Horace Meek Miss Sinah More

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- Library* : Mrs Ellen Potter (Chief Librarian)  
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Manager)  
Mrs Sue Gordon (Corporate Consultant)  
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Mr Harry Mashabela (Senior Research  
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Miss Sarah Zwane
- Special Research Department* : Dr Anthea Jeffery (Special Research  
Consultant)  
Ms Julia Frielinghaus
- Regional Co-ordinator* : Ms Anne Collins (Cape Western)

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**EXECUTIVE DIRECTOR'S REPORT TO MEMBERS  
FOR THE 1994 ANNUAL GENERAL MEETING  
ON 22ND SEPTEMBER 1994**

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## INTRODUCTION

'The causes which many of us have at heart are in the deadliest peril they have ever faced.' So said Senator Dr the Hon Edgar H Brookes in his presidential address to members of the Institute in Cape Town in January 1949.

Could he have known that 46 years would pass before the government elected in May 1948 would be replaced? Could the Institute, then 20 years old, have known that it would be 65 when South Africans of all races would be able to go to the polls in the same election for the same parliament?

Though the term implies an activism out of character with the way we work, the Institute is one of the longest established anti-apartheid organisations in the world. On our 60th birthday we celebrated our firmly held though not widely shared conviction that 'the trend away from apartheid is irreversibly established'. On 7th May 1990, as our diamond jubilee year drew to a close, the Chief Justice, Judge M M Corbett, delivered a Hoernlé lecture entitled 'Guaranteeing Fundamental Freedoms in a New South Africa.' Few in his audience would have ventured to predict that but four years later, almost to the day, Judge Corbett would have sworn in Mr Nelson Mandela as president under the first South African constitution to contain a bill of rights. Had we had a bill of rights the first time round, in 1910, the apartheid system which the Institute consistently opposed would not have come into being.

## FINANCE AND MEMBERSHIP

The Institute finished the apartheid era in a healthy financial position. At R5,4m, income for the year ended 31st March 1994 was 18% higher than in the previous year. Expenditure at R4,8m was 15% higher. The excess rose by 49%, from R366 000 to R547 000. Some R500 000 of the latter amount was transferred to research reserves, the final result being that we increased our accumulated surplus from R149 000 to R197 000. We have secured funding from Germany, the US, and the UK for a new publication, **Frontiers of Freedom**, the flagship of a new Free Society Project. Students on our bursary programme once again performed very well, and additional bursary funding has been secured. Yet we cannot relax. Individual membership - the heart of the Institute - incurs losses, fees being below the cost of servicing such members. One major immediate challenge therefore is to reduce financial losses on individual membership; another is to retain corporate support. Many organisations that were heavily dependent on foreign funds have experienced cutbacks and are now seeking support in the same local market as we do ourselves.

## RESEARCH AND PUBLICATIONS

Since my last report, we have issued 32 publications, among them two new types. The first of these was **Watchdog on the South African election**, of which nine issues were produced. **Watchdog** came out fortnightly until the general election at the end of April, finishing with a final issue reviewing the whole process. A thousand copies of each issue were airfreighted to Washington DC, where they were distributed by the sponsors of the project, the International Republican Institute. Excerpts were reproduced in **Fast Facts** and **Race Relations News**, as well as in a fortnightly column in 'The Star'.

In addition to the **63rd Annual Report**, the **1993/94 Race Relations Survey**, and the final three issues of **Race Relations News**, we published twelve editions of **Fast Facts**. **Spotlights on Housing, Politics, and Civil Society**; **Politics at Local Level**; and **The Politics of Black Business** examined the ability of associations in these fields to remain independent of political organisations. We also published **Spotlight on Black Economic Empowerment**, which awakened particular interest at a conference of the National African Federated Chamber of Commerce and Industry (Nafcoc) in August. **Hidden Inequalities in Education** scrutinised the differences between rural and urban areas, which are often obscured by the usual focus on the differences between black and white. **Virtuous Trends in South African Society** was part of an effort by the Institute, sponsored by the Westminster Foundation for Democracy, to publicise trends and practices that will strengthen pluralism, tolerance, liberty, and democracy.

Our other new publication, **Frontiers of Freedom**, is jointly sponsored by the Friedrich Naumann Foundation, the International Republican Institute, and the Westminster Foundation for Democracy. Our Free Society Project thus has the backing of a liberal German institution, a conservative American one, and a multi-party British foundation, although the money all originates from taxpayers. **Frontiers** will appear quarterly (and possibly more frequently). It will keep track of South Africa's progress towards a free and open society based on unshakeable liberal economic and political principles. We will endeavour to monitor all levels of government as well as the activities of key lobbies. The publication will keep track not only of civil liberties but also of economic policy, and will replace **Race Relations News**, which has been discontinued after Volume 56 No 1 in March 1994, published just before the election.

**Fast Facts**, launched in February 1991, will continue as a monthly. However, it will confine itself largely to socio-economic issues (the political and constitutional issues previously covered in **Fast Facts** having been re-assigned to **Frontiers**). The Institute is well placed to keep track of the new government's reconstruction and development programme. In April 1987 we launched a quarterly publication called **Social and Economic Update** which was designed to monitor the P W Botha government's performance in carrying out its promises to reduce material inequalities. Seventeen issues were published before **Update** was discontinued at the end of 1991, partly because we incorporated it into **Fast Facts**.

The **Survey** has been redesigned to take account of the post-apartheid era. We will, for example, present statistical and other information on a provincial basis. We will also seek to present not only snapshots at a particular point in time, but the moving picture. We will thus record not only current population growth rates, for example, but also figures showing trends over time. The **Survey** will also present data showing South Africa's performance in relation to other countries'.

In addition to our main series of publications, topical information was sent out (sometimes by fax) in an occasional series of briefs under the title **News Service for Members**. These briefs - nine in all - were sometimes only a page or two in length and were photocopied (rather than sent out for printing) to facilitate quick distribution. A recent popular issue provided the names, addresses, and telephone and fax numbers of the new ministers at central and provincial level under the title **Who's Where in the New South Africa**.

As a result of these innovations and adaptations, the Institute's 'product range' of information services for members is well-tuned to the post-apartheid era. **Frontiers** will keep abreast of human and economic rights and freedoms; **Fast Facts** will keep track of social and economic development; the **Survey** and **Spotlights** will provide detailed back-up information; and our **News Service** will give members occasional extra information and analysis. With these tools, the Institute will remain as vigilant in the 'new' South Africa as it was in the old. It will also continue its practice of giving credit where credit may be due.

## LECTURES, CONFERENCES, AND OTHER FUNCTIONS

Since the last Council meeting a variety of functions have been held for our members, as follows:

- **Politicians, Teaching, and the Arts** (Conference) (Ian Steadman, Dean of Arts, University of the Witwatersrand; John Kane-Berman; Mike van Graan, writer and general secretary, National Arts Initiative; Mtutuzeli Matshoba, Department of Arts and Culture, ANC; Nise Malange, poet, writer, and director, The Culture and Working Life Project; Fitzroy Ngcukana, musician, and secretary of sports and culture, PAC; Steven Peter, Cultural Secretariat, Azapo; Suzanne Vos, Member, IFP Central Committee; Charles Simkins, Chairman of the Executive Committee, South African Institute of Race Relations; Philip Mehlope, Vice President, Transvaal United African Teachers' Association (Tuata); Ismail Vadi, Vice President, South African Democratic Teachers' Union (Sadtu); Micky Pierce, Organising Secretary, Society of Natal Teachers; Mogole Mphahlele, PAC; Musa Shezi, Vice President, National Professional Teachers' Association of South Africa; Nkoane Maloka, regional organiser, Sadtu, Southern Transvaal; and Fanyana Mazibuko, Director, Foundation for the Advancement of Science and Technological Education and Research)
- **Wise to be Vigilant** (briefings by John Kane-Berman to individual, institutional, company, and corporate members)
- **Development, Investment and Aid: Some Politically Incorrect Ideas** (Professor Tony Hawkins, Director, MBA Programme, University of Zimbabwe)
- **Redistribution through Privatisation** (Professor Duncan Reekie, Dean of Commerce, University of the Witwatersrand)
- **Poor People and Politicians - do the latter know anything about the former?** (Ina Perlman, former Executive Director, Operation Hunger)
- **The ANC and the Emancipation of Women** (Gertrude Shope, past President, ANC Women's League)

- **Where do we go from here? Prospects for the New South Africa - Good, Bad or Indifferent?** (Professor Lawrence Schlemmer, Vice President, South African Institute of Race Relations)
- **Africa's Second Liberation** (Dr Stephen Riley, Reader in Politics, Staffordshire University) (Joint briefing with the South African Institute of International Affairs)
- **Time for Brass Tacks** (Dan O'Flaherty, Executive Director, US-South Africa Business Council)
- **Exploring the New Political Dynamic** (Seminar) (David Welsh, professor of southern African studies, University of Cape Town, and Hermann Giliomee, professor of political studies, University of Cape Town)

### LECTURES BY INSTITUTE OFFICIALS

Since the last Council meeting, the Executive Director and other Institute representatives have addressed 26 meetings of groups of various kinds, including private firms, non-profit organisations, schools, government agencies, and academic and student groups, in South Africa as well as in Germany, the US, and Italy. In addition, a wide range of visitors were received at Auden House for informal briefings and discussions.

### NATIONAL BURSARIES

The pass rate in 1993 was a very pleasing 86%. Altogether 209 students completed degrees and diplomas from universities and technikons. Ninety-three students successfully completed their studies at schools and teacher training colleges.

The following bursary awards, worth R15 564 250, were made for 1994:

	<i>Continuing</i>	<i>New</i>	<i>Total</i>
University	509	376	885
Technikon	150	173	323
Teacher Training College	13	11	24
Secondary School	3	8	11
	<hr/>		
Total number of students	675	568	1 243
	<hr/>		

We expect 275 students to graduate at the end of this year in various fields. The single largest category will be BSc (37), the second largest BCom (25), the third largest medicine (20), the fourth largest BProc (16), and the fifth largest social work (12).

I am very pleased to report that additional bursary funding has been secured. The number of students on the Austrian Technikon Bursary Fund has increased from 20 last year to 30 this year on agreement with the Co-Financing Office for Development Co-operation (K F S) in Vienna. The W K Kellogg Foundation has approved a third bursary grant, providing \$1 421 400 for 60 students and running from 1st January 1994 to 31st December 2000. With effect from 1st January 1995, Engen will fund 24 university and 29 technikon students at a cost of R1m in 1995, through a bursary programme to be administered by the Institute. When it wound up its affairs last month, the Energos Foundation, which was set up by Mobil when that company withdrew from South Africa in the 1980s, entrusted the Institute with R1m for bursaries for black students. A group of American companies that were signatories to the statement of principles (formerly the Sullivan Principles) adhered to by their subsidiaries in South Africa are winding up their activities in the US and have transferred to the Institute \$268 000 to set up the Signatory Association Education Fund.

In addition Newnham College, Cambridge, approached the Institute to administer a programme for black women to study at Cambridge from October 1994 for three to four years.

In the last 11 years the Institute's head office has awarded more than R60m worth of bursaries to black students, while the contribution of the Cape Western region to black education through bursaries brings the total to nearly R70m:

<i>Year</i>	<i>Head Office</i>	<i>Cape Western</i>	<i>Total</i>
	<u>R</u>	<u>R</u>	<u>R</u>
1993/94	12,6m	1,9m	14,5m
1992/93	10,1m	1,9m	12,0m
1991/92	7,2m	1,5m	8,7m
1990/91	8,0m	0,9m	8,9m
1989/90	4,9m	0,7m	5,6m
1988/89	5,0m	0,6m	5,6m
1987/88	3,4m	0,3m	3,7m
1986/87	2,8m	-	2,8m
1985/86	1,9m	-	1,9m
1984/85	1,6m	-	1,6m
1983/84	2,8m	-	2,8m
Total	60,3m	7,8m	68,1m

This year's awards push the total towards R85m. Institute bursary holders of whom we have records are now working across the country in a wide variety of fields, from accountancy to zoology. They include an engineer at the Atomic Energy Board, a social worker with the police, dentists in private practice in Benoni and Durban, a trainee accountant, an engineer at Telkom, a high school principal in the Northern Transvaal, a manager of a campus law clinic, the minister of health in the North-West province, and a researcher in agricultural extension in KwaZulu Natal, to name but a handful of the people who have benefited from the programme and who in turn are contributing to the country.

## CAPE WESTERN REGION

Students on the Cape Western bursary programme - 398 in all - achieved an 83,2% promotion rate at the end of 1993, the highest in five years. Sixty-four bursars completed their courses in fields as diverse as civil engineering, teaching, internal auditing and occupational therapy. Of these, 37 were from universities, 18 from technikons and 9 from teachers' college.

In spite of substantial increases in contributions from two major donors, funds for distribution in 1994 rose by only 4,6% (against 29% the previous year). The number of bursaries awarded was, however, increased from 398 to 408 by keeping the value of university bursaries at the 1993 level.

More than 50% of the R1,1 million available for 1994 bursary funds was contributed by three major donors, the DG Murray Trust, the Higher Education Trust, and the Cape Times Bursary Fund. Several smaller funds and individual donors also contributed. Of the 408 awards made in 1994, 259 were renewals and 149 were new awards. Thirty-one percent of current bursars are studying education, 30% science and engineering, 22% commerce, 8% humanities, 5% medicine and 4% law. A book fund established in 1991 to help particularly needy bursars to purchase text books disbursed R90 203 in grants to more than 200 students.

The Cape Western regional committee established a 'Headstart College' in 1992 to help maths and science pupils upgrade their matric certificates and so improve their chances of admission to tertiary institutions. These pupils performed exceptionally well in the 1993 matric examination, achieving a 100% pass in English and Physical Science, and 93% in Mathematics. Of the 72 pupils who attended the courses last year, sixty are now studying at tertiary level - 25 at universities, 25 at technikons, 7 at teacher training colleges, and 3 at Khanya or Leaf colleges. Headstart was fortunate in securing new premises from the Methodist Training College in Salt River. The Wesley College offers more space for students and staff. The Independent Development Trust, the DG Murray Trust, and the Kagiso Trust are the main funders of the College. Two new donors are the Ithuba Trust and the German government.

Established in 1982, the region's enrichment programme provides supplementary tuition in school subjects to Std 9 and Std 10 pupils at government schools on Saturdays throughout the year. The classes, which are run at the St Francis Centre in Langa (1 700 students) and at the Luhlaza Secondary School in Khayelitsha (1 300 students), are funded by the German government. Pupils on the programme achieved pass and university entrance rates of 62% and 20% respectively in the 1993 matric examinations.

The regional committee produced a Topic Paper on the 'Third Force,' and one giving an account of the Cape Western Region's education projects. The following guest speakers addressed the committee during the year: Mrs Mary Burton; Professors Hugh Corder, Hermann Giliomee and David Welsh; and Dr Hans Middelmann. The African Art Centre in Riverside Shopping Centre, Rondebosch, added R17 353 to the region's income.

## STAFF

A Staff Housing Loan Scheme was introduced in September 1993 to assist members of staff who are first-time home buyers.

The following staff have been with the Institute for ten or more years and have been presented with long-service awards: Mrs Connie Matthews (Senior Typesetter - 23), Mrs Winnie Makhalemele (Membership Records Controller - 20), Mr John Masindane (Maintenance - 20), Mrs Edna Nhlapo (Buying Manager - 20), Mrs Eunice Halo (Library Assistant - 16), Mrs Sarah Mohale (Library Assistant - 15), Miss Sarah Zwane (Production Secretary - 14), Miss Sinah More (Receptionist/ Switchboard Operator - 13), Miss Linda Vilakazi (Bursary Director's Secretary - 11), Mrs Rachel Cham (Bursary Administrator - 10), Mr John Kane-Berman (Executive Director - 10), Mr Oscar Mchunu (Messenger - 10), Ms Mildred Monyane (Library Assistant/Typist - 10), Miss Prisca Nkungu (Library Assistant - 10), Mr Clement Satsha (Computer Supervisor - 10), Mr Dennis Venter (Bursary Director - 10), and Mr Obed Zuma (Maintenance - 10)

## **COUNCIL AND OFFICE-BEARERS**

I regret to report the death in early February of Mr Reinald Hofmeyr, who served the Institute over many years in various capacities, including membership of the Council, the Executive Committee, and the Finance Committee. The Institute has also lost the services of Sir Richard Luyt, a former vice-president and an honorary life member, who died in February. At the time of his death Sir Richard was a representative of the Cape Western region on the Council.

Members of the Institute will no doubt also have read of the death in May at the age of 83 of Dr Muriel Horrell, who wrote the **Survey** over many years and was one of our honorary life members. Dr Horrell - she was awarded an honorary doctorate by the University of the Witwatersrand for her work on race relations - produced no fewer than 27 editions of the **Survey**, most of them single-handedly, going back to 1949. Describing her as a researcher-extraordinary in a tribute published on her death, the Institute said, 'It is marvellous that she outlived the apartheid system whose iniquities she did so much to expose.'

Professor David Welsh has been co-opted to fill the vacancy on Council arising from Professor Hugh Corder's resignation, and Professor Hermann Giliomee has been co-opted to fill the vacancy arising from the death of Sir Richard Luyt. It is a pleasure to welcome them to Council.

## **THANKS**

Thanks are due to all our donors, both local and foreign, to the bursary and other educational programmes run nationally and by the Cape Western region. Some of our donors contribute very large sums, but we are also grateful to all our many smaller donors for their thoughtfulness and generosity. We trust that the excellent results our students achieve vindicate the confidence the donors place in both the Institute and the students.

To our President and Vice Presidents, the Chairman of the Executive Committee, the Honorary Treasurer, and the Honorary Legal Adviser, also go thanks for the time and effort that they put into the Institute's affairs. The same applies to the Council, the Executive Committee, the Finance Committee, the Cape Western Regional Committee, and the volunteers who run the Cape Western region's art centre. Thanks are also due to Professor Elwyn Jenkins, who is not only Vice Chairman of the Executive Committee, but

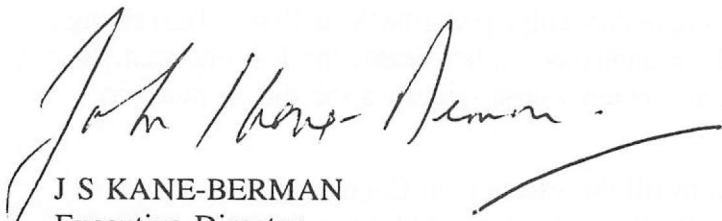
also chairs the bursary selection panel, and members of the panel. All the staff of the Institute help in a variety of ways to make the organisation the success it is. To them too, on your behalf, gratitude for their work and support.

Thanks are also due to all our members for their loyal support, mostly in the form of membership fees and subscriptions but also sometimes in the form of special grants for research or bursaries.

Some of the Institute's members have been members throughout the darkening years when one racial law followed another on to the statute book, interrupted only by an equally relentless stream of laws to circumscribe the rule of law. They were always few in number but the country is in their debt for keeping faith when so few did so.

### **PUBLIC AFFAIRS**

In September 1966, as a representative of students at the University of the Witwatersrand, I attended the state funeral of Dr H F Verwoerd in the amphitheatre of the Union Buildings in Pretoria. On Tuesday 10th May this year the Human Resources and Administrative Director, Mrs Sheila Whiteman, and I, with partners, were invited to the inauguration of President Mandela there. Sitting near us, virtually unnoticed, was the aged widow of Chief Albert Luthuli.



J S KANE-BERMAN  
Executive Director

6th September 1994



**REPORT OF THE HONORARY TREASURER  
ON THE FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 31st MARCH 1994**

This is my third annual report. I am pleased to inform the members that 1994 was a good financial year. Although we have budgeted for a small deficit in 1995 and a larger deficit is anticipated in 1996 I am confident that the period to 1996 is adequately funded. However, I must warn the members that it is difficult to predict the future of the economy and the financial support for the Institute. The situation is monitored and if necessary appropriate corrective action will be taken.

The income increased from R4 551 325 to R5 373 435, an increase of 18%. If the administration fees received from the bursary funds are omitted the other income increased from R2 812 565 to R3 232 746, being R420 181 or 15%. This is an encouraging performance. These income figures reflect reasonable growth if inflation is taken into account.

The expenditure increase of 15% (R641 433) from R4 184 834 to R4 826 267 is covered to the extent of R401 929 by increased income from administering the bursaries. The balance of R239 504 is 9,8% of the expenditure net of the administration fees received. This is slightly above inflation, but this is a good effort on the part of the management. A further R500 000 has been provided against future research expenditure. This provision now stands at R1 000 000. The accumulated funds have increased by R47 168 and stand at R196 522.

The funds under the administration of the Institute are just below R10 million. The major change was in bursary funds, which is included in special funds which dropped from R9 500 857 to R7 488 789. Allowing for the fact that the fixed property has not been revalued the asset base of the Institute is sound.

Once more I convey my thanks to Mr Frank Oppler and his staff for the efficient manner in which they handle the financial administration of the Institute. I am grateful to Mr Mike Reid of our auditors, Price Waterhouse Meyernel, for his professional handling of the audit and the sound advice he provides to the Institute.

*A. E. Wentzel*

ALLAN E WENTZEL  
Honorary Treasurer  
Chairman of the Finance Committee

29th August 1994

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
(INCORPORATED ASSOCIATION NOT FOR GAIN)  
AND ITS SUBSIDIARY COMPANY

ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 1994

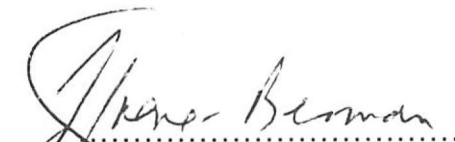
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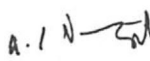
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I N D E X

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The annual financial statements which appear on the attached pages were approved by the Directors on 6 July 1994 and are signed on their behalf by:

  
.....  
DIRECTOR

  
.....  
DIRECTOR

## ***REPORT OF THE INDEPENDENT AUDITORS***

To the members of  
South African Institute of Race Relations  
(Incorporated Association not for gain)

We have audited the annual financial statements and group annual financial statements set out on pages 23 to 36. These financial statements are the responsibility of the Institute's directors while our responsibility is to report thereon.

We conducted our audit in accordance with generally accepted auditing standards which required that we plan and carry out the audit to obtain reasonable assurance that fair presentation is achieved in the financial statements in all material respects. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We consider that our audit procedures were appropriate in the circumstances to express the opinion presented below.

In our opinion these annual financial statements fairly present the financial position of the Institute and the group at 31 March 1994 and the results of their operations for the year then ended in conformity with generally accepted accounting practice and in the manner required by the Companies and Fund Raising Acts.



Price Waterhouse Meyernel

6 July 1994

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
(INCORPORATED ASSOCIATION NOT FOR GAIN)  
AND ITS SUBSIDIARY COMPANY

**REPORT OF THE DIRECTORS**

for the year ended 31 March 1994

The Directors have approved the attached Financial Statements and submit their Report for the year ended 31 March 1994.

**REVIEW OF THE INSTITUTE'S BUSINESS AND OPERATIONS**

The main activity of the Institute is that of a Research and Educational Welfare Organisation. The Financial Statements adequately disclose the results of the operations of the Institute and the state of its affairs.

**DIRECTORS AND SECRETARY**

The following acted as Directors :

W D Wilson	(Appointed 21 August 1993)	- President of the Institute
H Suzman	(Resigned 21 August 1993)	- President of the Institute
C E W Simkins		- Chairman of the Executive Committee
A E Wentzel		- Honorary Treasurer
J S Kane-Berman		- Executive Director

The Institute does not have a Secretary.

**SUBSIDIARY COMPANY**

The name of the Subsidiary is:

	<u>1994</u>	<u>1993</u>
De Korte Street Properties (Pty) Ltd		

Details are:

Issued Share Capital	R6	R6
Company's Holding	100%	100%
Book Value of Company's Holding	R6	R6
Amount owing to Holding Company net of provision for losses incurred	R593 968	R593 643

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**BALANCE SHEET**

at 31 March 1994

	Notes	GROUP		COMPANY	
		1994 R	1993 R	1994 R	1993 R
<b>CAPITAL EMPLOYED</b>					
NON-DISTRIBUTABLE RESERVE	2	821 681	821 681	821 681	821 681
ACCUMULATED FUNDS		196 522	149 354	196 522	149 354
		<u>1 018 203</u>	<u>971 035</u>	<u>1 018 203</u>	<u>971 035</u>
SPECIAL FUNDS	4	7 499 270	9 503 434	7 499 270	9 503 434
RESEARCH FUND	5	1 000 000	500 000	1 000 000	500 000
LONG TERM LIABILITIES	6	340 420	364 966	14 900	14 900
		<u>9 857 893</u>	<u>11 339 435</u>	<u>9 532 373</u>	<u>10 989 369</u>
<b>EMPLOYMENT OF CAPITAL</b>					
FIXED ASSETS	7	979 564	979 564	30 928	30 928
INVESTMENT IN SUBSIDIARY	8	-	-	593 974	593 649
INVESTMENTS					
Special funds		7 488 789	9 500 857	7 488 789	9 500 857
Other		1 084 323	835 043	1 084 323	835 043
	9	<u>8 573 112</u>	<u>10 335 900</u>	<u>8 573 112</u>	<u>10 335 900</u>
		<u>9 552 676</u>	<u>11 315 464</u>	<u>9 198 014</u>	<u>10 960 477</u>
<b>CURRENT ASSETS</b>					
Stock	10	2	2	2	2
Debit balances on special funds	4.4	10 481	2 577	10 481	2 577
Current account with subsidiary		-	-	10 493	-
Accounts Receivable	11	855 793	589 616	854 842	588 665
Cash Resources		547 381	1 211 125	547 381	1 211 125
		<u>1 413 657</u>	<u>1 803 320</u>	<u>1 423 199</u>	<u>1 802 369</u>
<b>CURRENT LIABILITIES</b>					
Current account with subsidiary		-	-	-	7 337
Membership fees received in advance		-	278 461	-	278 461
Accounts payable	12	1 108 440	1 500 888	1 088 840	1 487 679
		<u>1 108 440</u>	<u>1 500 888</u>	<u>1 088 840</u>	<u>1 487 679</u>
NET CURRENT ASSETS		<u>305 217</u>	<u>23 971</u>	<u>334 359</u>	<u>28 892</u>
		<u>9 857 893</u>	<u>11 339 435</u>	<u>9 532 373</u>	<u>10 989 369</u>

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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AND ITS SUBSIDIARY COMPANY

**INCOME STATEMENT**

for the year ended 31 March 1994

	<u>Notes</u>	<u>GROUP</u>		<u>COMPANY</u>	
		<u>1994</u>	<u>1993</u>	<u>1994</u>	<u>1993</u>
		<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
<b>INCOME</b>					
Membership fees and subscriptions		1 380 394	1 163 200	1 380 394	1 163 200
Administration fees received		2 140 689	1 738 760	2 140 689	1 738 760
Interest received		276 789	316 862	276 789	316 862
Grants and donations		1 386 250	1 183 720	1 386 250	1 183 720
Publication sales		165 349	123 455	165 349	123 455
Rental received		23 964	25 328	22 424	21 484
		<u>5 373 435</u>	<u>4 551 325</u>	<u>5 371 895</u>	<u>4 547 481</u>
<b>EXPENDITURE</b>					
Auditors' remuneration					
Fees for the audit	13	43 637	29 970	41 083	28 290
Furniture and equipment written down to nominal value	1.5	20 510	5 155	20 510	5 155
Interest paid		51 131	68 963	-	-
Lease expenditure		12 792	6 990	12 792	6 990
Research, publishing and administration expenses		4 698 197	4 073 756	4 750 667	4 160 809
		<u>4 826 267</u>	<u>4 184 834</u>	<u>4 825 052</u>	<u>4 201 244</u>
<b>EXCESS INCOME OVER EXPENDITURE</b>					
TRANSFER TO RESEARCH FUND		547 168	366 491	546 843	346 237
PROVISION FOR PROFIT IN SUBSIDIARY		(500 000)	(300 000)	(500 000)	(300 000)
SURPLUS at beginning of year		-	-	325	20 254
		<u>149 354</u>	<u>82 863</u>	<u>149 354</u>	<u>82 863</u>
<b>SURPLUS at end of year</b>					
		<u>196 522</u>	<u>149 354</u>	<u>196 522</u>	<u>149 354</u>

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**CASH FLOW STATEMENT**

for the year ended 31 March 1994

	Note	GROUP		COMPANY	
		1994 R	1993 R	1994 R	1993 R
Operating profit and profit in subsidiary before interest		321 510	118 592	270 379	49 629
Items not involving the flow of funds -					
Adjustments on acquisition of furniture and fittings written down to nominal value		20 510	5 155	20 510	5 155
(Increase)/decrease in working capital	16	(937 086)	342 837	(943 477)	357 410
		(595 066)	466 584	(652 588)	412 194
Interest received		276 789	316 862	276 789	316 862
Interest paid		(51 131)	(68 963)	-	-
Cash (utilised)/retained from operations		(369 408)	714 483	(375 799)	729 056
(Increase) in Inter-company current account		-	-	(17 830)	-
External financing - loans repaid		(24 546)	(5 681)	-	-
Purchase of furniture and equipment		(20 510)	(5 155)	(20 510)	(5 155)
Increase in investments		(249 280)	(425 953)	(249 280)	(425 953)
Increase in investment in subsidiary		-	-	(325)	(20 254)
Cash effects of investment activities		(269 790)	(431 108)	(270 115)	(451 362)
Net cash (utilised)/generated		(663 744)	277 694	(663 744)	277 694
Cash resources at beginning of year		1 211 125	933 431	1 211 125	933 431
Cash resources at end of year		547 381	1 211 125	547 381	1 211 125

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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*NOTES TO THE FINANCIAL STATEMENTS*

for the year ended 31 March 1994

1 ACCOUNTING POLICIES

The Financial Statements are prepared on the historical cost basis.

1.1 Membership fees

Membership fees due and payable are brought to account on a cash received basis.

1.2 Donations

Donations are brought to account on a cash received basis, upon being banked to the account of the Institute.

1.3 Special Funds

Funds specifically designated by donors may, at the discretion of the recipient activity, be retained and invested by the Institute pending disbursement.

1.4 Bursary Funds and Special Research Projects

The Funds and Projects administered by the Institute are disclosed in these Financial Statements by way of note 3.

1.5 Fixed assets

Land and Buildings are not depreciated. Other Fixed Assets are written off when purchased and are shown at nominal value.

1.6 Stock

Stock is valued at nominal value.

1.7 Branch accounting

Branch operating results and their assets and liabilities are incorporated in these Financial Statements.



THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)**

for the year ended 31 March 1994

		<u>1994</u>		<u>1993</u>		
		R		R		
2 NON-DISTRIBUTABLE RESERVES						
2.1 Specific bequests, surplus on sale of investments and extraordinary donations of a non-recurring nature:		231 181		231 181		
		<u>231 181</u>		<u>231 181</u>		
2.2 Building Fund						
Specific donations		440 500		440 500		
Amount provided in a prior year		150 000		150 000		
		<u>590 500</u>		<u>590 500</u>		
		<u>821 681</u>		<u>821 681</u>		
3 SPECIAL FUNDS						
	<u>Note</u>	<u>Bursary Funds</u>	<u>Special Research Projects</u>	<u>Regional Bursary and Special Funds</u>	<u>Total 1994</u>	<u>Total 1993</u>
		R	R	R	R	R
<b>INCOME</b>						
Donations and Grants		12 526 637	729 372	1 996 558	15 252 567	14 697 571
Interest		323 733	25 714	363 030	712 477	680 208
Dividends		74 155	-	-	74 155	45 447
Profit on sale of shares		77 590	-	-	77 590	-
Loans repaid		3 325	-	-	3 325	2 833
		<u>13 005 440</u>	<u>755 086</u>	<u>2 359 588</u>	<u>16 120 114</u>	<u>15 426 059</u>
<b>EXPENDITURE</b>						
Administration Costs and contributions to overheads		2 303 299	-	591 640	2 894 939	2 167 813
Audit fees		10 096	-	-	10 096	14 710
Bursaries and Grants		12 642 950	-	1 884 972	14 527 922	12 014 641
Project Costs		-	712 061	-	712 061	578 385
		<u>14 956 345</u>	<u>712 061</u>	<u>2 476 612</u>	<u>18 145 018</u>	<u>14 775 549</u>
(Deficit)/surplus for the year		(1 950 905)	43 025	(117 024)	(2 024 904)	650 510
Accumulated funds at beginning of year net of deficit balances		7 389 972	235 531	1 875 354	9 500 857	8 040 169
Funds introduced during the year		12 836	-	-	12 836	810 178
FUNDS at year end		<u>5 451 903</u>	<u>278 556</u>	<u>1 758 330</u>	<u>7 488 789</u>	<u>9 500 857</u>

A list of the balances of the Special Funds administered by the Institute appears in Note 4.

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)**

for the year ended 31 March 1994

4 SPECIAL FUND BALANCES AT 31 MARCH 1994

4.1 Bursary Funds

	<u>Capital</u>	Amounts held for Bursary <u>Awards</u>	Total <u>1994</u>	Total <u>1993</u>
	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
KFS Austrian Technikon Bursary Programme	-	236 013	236 013	133 617
Eva Auerbach Trust	1 500	34	1 534	1 579
Alan Paton Fund	2 000	1 009	3 009	4 389
Andrew Hofmeyr Book Award	10 000	(944)	9 056	11 500
The Bertha McKay Bursary Fund	100 201	13 311	113 512	103 467
The B and E Koch Bursary Fund	6 000	3 469	9 469	7 109
Margaret Ballinger Welfare Fund	-	21 762	21 762	5 083
Boxer Bursary Fund	5 000	(341)	4 659	7 890
Dorothy Glauber Bursary Fund	55 000	9 281	64 281	66 290
Ellen Hellmann Fund	8 000	447	8 447	8 802
Emily Hobhouse Bursary Fund	600	28	628	628
First National Bank Bursary Fund	-	99 276	99 276	107 490
G M Robertson Bursary	10 000	775	10 775	13 876
German Academic Exchange Scholarship Programme	-	567 390	567 390	218 194
German Enrichment Programme	-	195 539	195 539	174 428
Gert and Irmgard Brusseau Trust	67 191	37 927	105 118	103 802
Harvard S A Fellowship Programme	-	37 171	37 171	20 430
The Horace Coaker Trust	500	9 393	9 893	7 103
Isaacson Foundation Bursary Fund	519 427	(86 054)	433 373	533 781
Joy Abelson Bursary Fund	-	11 947	11 947	11 309
Kellogg Foundation Bursary Fund	-	375 651	375 651	1 029 523
Esrael Lazarus Education Fund	100 000	24 815	124 815	125 032
Lomans Trust	-	1 212	1 212	(2 485)
Luthuli Memorial Foundation Trust Fund	107 883	1 152	109 035	115 649
Mampu School Bursary Fund	1 000	86	1 086	1 178
Netherlands Scholarship Programme	-	-	-	87 588
The Dr M Patel and his parents trust	10 000	2 584	12 584	14 531
Reginald H Smith Bursary Fund	10 000	423	10 423	9 048
Robert Shapiro Trust	10 878	38 368	49 246	31 657
Senior Teachers Training Trust	50 000	1 632	51 632	56 705
The Robert Birley Trust	1 500	-	1 500	1 097
South African Scholarship Programme (US Aid)	-	1 076 667	1 076 667	3 041 816
Shirley Simon Bursary Fund	806 268	20 198	826 466	811 297
SAIRR Education Trust	73 242	5 495	78 737	44 794
(Anglovaal Group Bursary Scheme)	-	40 000	40 000	40 000
US Aid Test Teach Test	-	384 444	384 444	135 055
Swiss Church Group Scholarship Programme	-	343 691	343 691	231 492
World University Service of Canada	-	-	-	54 894
Yvonne Rabbow Memorial	16 705	5 157	21 862	20 334
<b>TOTAL BURSARY FUNDS</b>	<u>1 972 895</u>	<u>3 479 008</u>	<u>5 451 903</u>	<u>7 389 972</u>

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)**

for the year ended 31 March 1994

4 SPECIAL FUND BALANCES AT 31 MARCH 1994

	<u>Capital</u> R	Amounts held for Bursary <u>Awards</u> R	<u>Total</u> 1994 R	<u>Total</u> 1993 R
<b>4.1 Total Bursary Funds</b>				
Balance brought forward	1 972 895	3 479 008	5 451 903	7 389 972
<b>4.2 Special Research Projects</b>				
Coercion			-	235 531
SA Cyanamid			84 854	-
Richards Bay Minerals			30 521	-
Westminster Foundation			1 801	-
Estate Late CMK Thomas			161 380	-
			<u>278 556</u>	<u>235 531</u>
<b>4.3 Funds Administered by Cape Western Region</b>				
Freda Whitehead Progress Trust Bursary Programme	31 197	472	31 669	31 577
Cape Times Bursary Fund Bursary Programme		4 293	4 293	1 191
Educational Trust Bursary Programme				
- Educational Trust	1 187 892	2 804	1 190 696	1 311 996
- Gregoire Boonzaier Fund	124 000	1 094	125 094	131 176
- Brodie Trust Fund	339 525	1 513	341 038	345 780
Higher Educational Trust Bursary Programme		7 848	7 848	6 515
Khayelitsha Enrichment Programme		-	-	8 787
DG Murray Trust Fund Bursary Programme		8 996	8 996	(785)
Headstart Programme		59 177	59 177	41 694
	<u>1 682 614</u>	<u>86 197</u>	<u>1 768 811</u>	<u>1 877 931</u>
			<u>7 499 270</u>	<u>9 503 434</u>
<b>4.4 Debit balances on Funds administered by Cape Western Region</b>				
Khayelitsha Enrichment Programme		5 484	5 484	-
Langa Enrichment Programme		4 997	4 997	2 577
		<u>10 481</u>	<u>10 481</u>	<u>2 577</u>

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)**  
 for the year ended 31 March 1994

5 RESEARCH FUND

R500 000 (1993 : R300 000) has been transferred from accumulated funds to the research fund to finance future research.

1 000 000	500 000
<u>          </u>	<u>          </u>

6 LONG TERM LIABILITIES

<u>1994</u>	<u>1993</u>
R	R

Institute

Secured

Secured by a first mortgage bond over land and buildings in Cape Town, with a book value of R30 922. There is no interest payable and no fixed terms of repayment at present.

<u>14 900</u>	<u>14 900</u>
---------------	---------------

Consolidated

Secured

6.1 First mortgage bond over land and buildings in Cape Town, with a book value of R30 922. There is no interest payable and no fixed terms of repayment at present

14 900	14 900
--------	--------

6.2 Mortgage bond registered over stands 2794 and 5088 Johannesburg, with a book value of R948 636. Interest is payable at 15,25%, and monthly instalments inclusive of interest are R5 551

<u>340 265</u>	<u>355 747</u>
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355 165	370 647
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Less: Payable before 31 March 1995 included in accounts payable

<u>14 745</u>	<u>5 681</u>
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<u>340 420</u>	<u>364 966</u>
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THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)**

for the year ended 31 March 1994

7 FIXED ASSETS	Accumulated		Net Book Value	
	Cost	Depreciation	1994	1993
	R	R	R	R
Land and buildings	30 922	-	30 922	30 922
Furniture and equipment	729 125	729 121	4	4
	<u>760 047</u>	<u>729 121</u>	<u>30 926</u>	<u>30 926</u>
Library - at nominal value			2	2
			<u>30 928</u>	<u>30 928</u>

<u>Consolidated</u>	Written down to		Net Book Value	
	Cost	Nominal Value	1994	1993
	R	R	R	R
Land and buildings	979 558	-	979 558	979 558
Furniture and equipment	729 125	729 121	4	4
	<u>1 708 683</u>	<u>729 121</u>	<u>979 562</u>	<u>979 562</u>
Library - At nominal value			2	2
			<u>979 564</u>	<u>979 564</u>

Details of Land and Buildings

Freehold property, Erf 28701. Situated at No. 5 Long Street, Mowbray, Cape Town - Purchased January 1975	27 723	27 723
Improvement during that year	3 199	3 199
Municipal valuation : R29 240	<u>30 922</u>	<u>30 922</u>

Freehold property stand lot 2794 Jhb Township situated at 68 De Korte Street, Braamfontein - Purchased 1954	20 500	20 500
Building erected 1956	65 198	65 198
Valuation by JH Isaacs - 1988 - of property on Stand 2794 : R640 000	<u>85 698</u>	<u>85 698</u>

Freehold stand, lot 5088 Jhb Township situated at 70 de Korte Street Braamfontein - purchased 1989	375 000	375 000
Improvements and alterations - 1990	440 410	440 410
Improvements and alterations - 1991	47 528	47 528
	<u>862 938</u>	<u>862 938</u>
	<u>979 558</u>	<u>979 558</u>

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)**

for the year ended 31 March 1994

8	INVESTMENT IN WHOLLY OWNED SUBSIDIARY COMPANY		
	Shares at cost	6	6
	Loan to subsidiary (net of provision for losses incurred)	593 968	593 643
		<u>593 974</u>	<u>593 649</u>
9	INVESTMENTS		
9.1	SPECIAL FUNDS	<u>1994</u>	<u>1993</u>
		R	R
9.1.1	<u>Bursary Funds</u>		
	Participation Mortgage Bonds	108 500	108 500
	Fixed Deposits	139 933	114 332
	Listed Investments + +		
	500 Allied Electronics Ltd	43 310	-
	1 000 Anglo American Coal Corporation Ltd	500	500
	1 600 Anglo American Corporation of SA Ltd	160	160
	1 000 Barlow Rand Ltd	-	12 363
	1 300 CG Smith Foods Ltd	50 983	50 983
	20 000 C.N.A. Gallo Ltd	74 927	-
	700 De Beers Centenary Linked Units	68 445	68 445
	500 De Beers Consolidated Mines Ltd 2nd Prefs.	-	500
	2 492 Engen Ltd	101 858	-
	416 First International Trust Ltd	-	206
	1 000 First National Bank Ltd	80 455	-
	700 Genbel Ltd	5 240	44 647
	4 167 Gencor Ltd	39 589	-
	10 000 Information Services Group Ltd	30 188	-
	1 200 Kinross Mines Ltd	73 389	-
	80 Lebowa Platinum Mines Ltd	-	169
	2 030 Liberty Life Association of Africa Ltd	57 680	55 190
	990 Malbak Ltd	18 112	-
	1 800 Murray and Roberts Holdings Ltd	84 991	-
	1 000 Palabora Mining Co Ltd	68 356	-
	232 Potgietersrus Platinum Ltd	-	489
	2 000 Rembrandt Group Ltd	29 398	58 795
	3 000 Richemont Securities AG	55 686	55 686
	1 000 Rustenburg Platinum Holdings Ltd	76 264	32 441
	2 000 Tiger Oats Ltd	200	200
	20 000 Toco Holdings Ltd	-	26 328
	100 Vaal Reefs Exploration and Mining Co Ltd	33 770	33 770
	240 Western Deep Levels Ltd	240	240
	(Market value : R1 890 800 [1993 - R960 005])	<u>993 741</u>	<u>441 112</u>
	Local Registered Stock		
	9,625 % Phalaborwa Water Board	7 000	7 000
	9,5 % Newcastle Town Council	9 926	9 926
	9,25 % Escom	60 000	60 000
	11 % Escom	94 565	-
		<u>171 491</u>	<u>76 926</u>
	Balance carried forward	1 413 665	740 870

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)**

for the year ended 31 March 1994

	<u>1994</u>	<u>1993</u>
	R	R
9.1.2		
Balance brought forward	1 413 665	740 870
Cash deposits	2 135 806	4 669 599
Debtors	58 154	4 011
Cash Resources	<u>5 336 682</u>	<u>2 473 963</u>
	7 530 642	7 147 573
Less : Creditors	<u>3 492 404</u>	<u>498 471</u>
	<u>4 038 238</u>	<u>6 649 102</u>
<u>Special Research Projects</u>		
Cash on Call	117 176	235 531
Sundry Listed Investments	161 380	-
9.1.3 <u>Funds Administered by Regional Office</u>	<u>1 758 330</u>	<u>1 875 354</u>
TOTAL SPECIAL FUNDS INVESTED	<u>7 488 789</u>	<u>9 500 857</u>
9.2 <u>OTHER FUNDS</u>		
Cash on Call and on Deposit	1 011 895	757 130
Other Funds administered by Regional Office	<u>72 428</u>	<u>77 913</u>
	<u>1 084 323</u>	<u>835 043</u>
TOTAL INVESTMENTS	<u>8 573 112</u>	<u>10 335 900</u>
10 STOCK		
Stock comprises -		
Finished Goods, Books and Publications at nominal value	<u>2</u>	<u>2</u>

THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
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AND ITS SUBSIDIARY COMPANY

*NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)*

for the year ended 31 March 1994

	<u>GROUP</u>		<u>COMPANY</u>	
	<u>1994</u>	<u>1993</u>	<u>1994</u>	<u>1993</u>
	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
11	ACCOUNTS RECEIVABLE			
	Amounts due from			
	bursary funds			
	692 845	456 031	692 845	456 031
	Trade and other debtors:			
	Head office			
	147 670	100 079	146 719	99 128
	Regional			
	15 278	33 506	15 278	33 506
	<u>855 793</u>	<u>589 616</u>	<u>854 842</u>	<u>588 665</u>
12	ACCOUNTS PAYABLE AND PROVISIONS			
	Trade and other creditors:			
	Head office			
	1 081 332	1 470 086	1 076 477	1 462 558
	Regional			
	12 363	25 121	12 363	25 121
	Current portion			
	of long term			
	liabilities			
	14 745	5 681		
	<u>1 108 440</u>	<u>1 500 888</u>	<u>1 088 840</u>	<u>1 487 679</u>
13	AUDITORS REMUNERATION			
			<u>1994</u>	<u>1993</u>
			<u>R</u>	<u>R</u>
	Fees for the Audit including management services			
	Johannesburg Institute			
			25 720	22 760
	Johannesburg Bursary Department			
			3 090	-
	Western Cape Institute			
			3 600	3 370
	Western Cape Bursary Department			
			3 600	2 160
			<u>36 010</u>	<u>28 290</u>
	De Korte Street Properties (Pty) Ltd			
			2 554	1 680
			<u>38 564</u>	<u>29 970</u>
	Add: Johannesburg Bursary Department			
	Fees for prior years transferred from			
	Bursary Funds			
			1 563	-
			1 305	-
			2 205	-
			<u>43 637</u>	<u>29 970</u>
	Charged to the Income Statement			
			10 096	14 710
			<u>53 733</u>	<u>44 680</u>



THE SOUTH AFRICAN INSTITUTE OF RACE RELATIONS  
(INCORPORATED ASSOCIATION NOT FOR GAIN)  
AND ITS SUBSIDIARY COMPANY

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)**

for the year ended 31 March 1994

14 COMMITMENT

There is a commitment in respect of unexpired portion of lease agreements over office equipment and a Motor vehicle amounting to R313 905, of which R76 800 is payable in the next financial year in instalments of R6 400 pm.

15 TAXATION

The Institute is exempt from tax in terms of Section 10(i) of the Income Tax Act.

	GROUP		COMPANY	
	1994	1993	1994	1993
	R	R	R	R
16 NOTES TO THE CASH FLOW STATEMENT				
(Increase)/Decrease in working capital				
(Increase) in accounts receivable	(266 177)	(44 969)	(266 177)	(38 792)
(Decrease)/Increase in accounts payable	(392 448)	109 411	(398 839)	117 807
(Decrease)/increase in membership fees received in advance	(278 461)	278 395	(278 461)	278 395
	<u>(937 086)</u>	<u>342 837</u>	<u>(943 477)</u>	<u>357 410</u>

