

OUR REF: N. NYBACK/hb

09 March 2021

The Directors  
National Sea Rescue Institute NPC (NSRI)  
PO Box 154  
GREEN POINT  
8051

Dear Sirs

**FACTUAL FINDINGS REPORT ON THE EXTENT TO WHICH BLACK BENEFICIARIES ARE DIRECTLY AFFECTED BY INITIATIVES OF THE NATIONAL SEA RESCUE INSTITUTE ("NSRI") COMPANY REGISTRATION NUMBER 1967/013618/08**

In terms of Socio-Economic Development and the gazetted Codes of Good Practice No. 29617, for any measured entity (ie. entity subject to measurement under the codes) to recognise the *full* value of the Socio-Economic Development contributions made to beneficiaries, at least 75% of the value must directly affect black people [Statement 700, clause 3.2.2].

We have performed the procedures agreed with you and enumerated below with respect to the evaluation of the extent to which black people are directly affected by NSRI comprising NSRI Rescue and the School Education Programme for the year ended 31 December 2020. Our engagement was undertaken in accordance with the International Standard on Related Services applicable to agreed-upon procedures engagements. The procedures were performed solely to assist you in evaluating the extent to which black beneficiaries are directly affected and are summarized as follows:

1. We will evaluate the objects and activities of the NSRI for the year ended 31 December 2020 to establish the nature of the services provided.
2. We will evaluate the logs of both, teaching provided by the School Education Programme, and NSRI 'call outs' in order to determine the demographics and target areas of NSRI initiatives, and report the extent to which black people are directly affected by the NSRI initiatives.

We report our findings below:

1. With respect to item 1 we found that NSRI is registered as a non-profit corporation incorporated under the Companies Act 2008. The main objective of the NSRI is:
  - "to establish efficient life-saving craft at specific points on South African waters, and to undertake to organise and train crews capable of manning such life-saving craft and boats at all times in case of rescue or disaster".

- to encourage boat owners operating along the South African coastline and inland waters to accept safety standards and equipment of boats to prevent disasters at sea, and to foster the adherence to rules of conduct, seamanship and safety precautions.
  - the main business of the Water Safety Education Programme is "water safety through education through skills transfer including practical application of cardiopulmonary resuscitation." The School Education Programme is focused on proactive initiatives, centred around reducing the amount of drownings in impoverished areas and teaching emergency procedures and protocol.
2. With respect to item 2, we found the total number of beneficiaries / casualties directly affected by the NSRI initiatives during the period 1 January 2020 to 31 December 2020 to be the following:

NSRI	Blacks	Whites and Unknown	Total	% Black Beneficiaries
<b>Rescue and Education</b>	<b>166 370</b>	<b>3 216</b>	<b>169 586</b>	<b>98,10%</b>

Had we performed an audit or review of the financial statements in accordance with International Standards on Auditing or International Standards on Review Engagements (or relevant national standards or practices), other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the second paragraph of this report and for your information. This report relates only to the evaluation of the extent to which black people are directly affected by the initiatives of the NSRI and does not extend to the financial statements of NSRI taken as a whole.

Please do not hesitate to contact the writer should you have any queries.

Yours faithfully



**CECIL KILPIN & CO**

Practice Number: 903493E  
Per: N. NYBACK