

Current assets

Current assets decreased from R364.402 million in 2014 to R326.275 million in 2015. There were no infrastructure funds received in 2015.

Non-current liabilities

Non-current liabilities increased from R272.612 million in 2014 to R288.796 in 2015. The increase is as a result of a loan of R50 million for the construction of residences.

Post-employment obligations decreased by R29.476 million. The buy-out of the post-retirement medical liability contributed in reducing the liability.

Current liabilities

Current liabilities increased from R311.139 million in 2014 to R342.170 million in 2015. The increase can be attributed to construction invoices outstanding at year end.

Financial Indicators / Ratios**Table 10.3: 5 Years Trend of Financial Indicators/Ratios**

	2010	2011	2012	2013	2014	2015
Excess of expenditure over total income	3%	1%	5%	0%	3%	1%
Personnel cost to unrestricted Income	62%	62%	63%	62%	64%	65%
Personnel cost as a % of total expend.	53%	54%	56%	45%	46%	45%
Subsidy as a % of income	53%	53%	50%	45%	43%	42%
Tuition and residence as % of income	41%	40%	44%	45%	47%	49%
Earmarked grants as a % of income	0%	2%	2%	7%	8%	6%
Other Income as a % of income	6%	5%	5%	4%	3%	2%
Current ratio	4.20	1.90	1.34	1.25	1.17	0.95
Cash ratio	3.64	1.56	1.15	0.90	0.99	0.79
Total debt as a % of Fees	57%	51%	43%	46%	46%	49%
Provision for bad debt as a % of debt	76%	76%	72%	64%	61%	63%
Increase in debt (R000)	9 238	-2 601	2 603	24 634	12 621	18 086

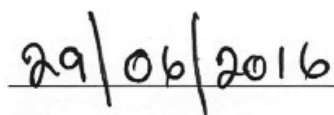
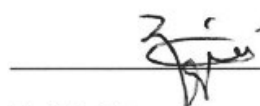
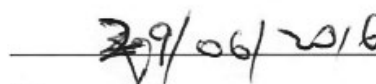
The current ratio and cash ratio are worsening. This might be an indication of cash flow challenges in the near future.

Conclusion

Council and management are continuously working on strategies to ensure the financial sustainability of the institution. Student debt remains a major concern for Council.

I would like to thank members of the Committee, members of Council and Management for their support during the year.

This report is signed by:


Mrs D. Hoorzuk**Chairperson of Finance & Remuneration Committee**

Date

Mr Z Ngidi**Acting Chief Financial Officer**

Date