

Ukuthemba Foundation
(Association Incorporated Under Section 21)
(Registration Number: 2007/034295/08)
Financial Statements
for the year ended 28 February 2011

Prepared By:

Lorinne February (SAIBA)
trading as IM/FM Solutions
South African Institute Of Business Accountants
Practice Number: SAIBR-982
South African Institute Of Tax Practitioners
Practice Number: 125 797 45

General Information

Country Of Incorporation And Domicile	South Africa
Nature Of Business And Principal Activities	The company is incorporated under Section 21 of the Companies Act of South Africa, 1973 and operates a children's home for orphaned and abused children in Cape Town.
Director(s)	Kim Killeen Irene Ivy Schuurmans Louise Killeen
Registered Office	37 Peppertree Road Devils Peak 8001
Business Address	139 Forest Drive Pinelands 7405
Postal Address	37 Peppertree Road Devils Peak 8001
Bankers	First National Bank
Compiler	L A February trading as IM/FM Solutions South African Institute Of Business Accountants Practice Number: SAIBR-982 South African Institute Of Tax Practitioners Practice Number: 125 797 45

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The reports and statements set out below comprise the Financial Statements presented to the director(s) of the Company:

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LEVEL OF ASSURANCE

These financial statement have not been audited or independently reviewed.

PREPARER

L A February
trading as IM/FM Solutions
South African Institute Of Business Accountants
Practice Number: SAIBR-982
South African Institute Of Tax Pracitioners
Practice Number: 125 797 45

ISSUED

06 November 2014

Practitioner's Compilation Report

To the director(s) of **UKUTHEMBA FOUNDATION NPC**

I/We have compiled the accompanying financial statements of **UKUTHEMBA FOUNDATION NPC** based on information you have provided. These financial statements are presented in accordance with International Financial Reporting Standards (for SME's). These financial statements comprise the statement of financial position of **UKUTHEMBA FOUNDATION NPC** as at **28 February 2011**, the statement of comprehensive income, statement of changes in equity and statement of cashflows for the year then ended and a summary of significant accounting policies and other explanatory information.

I/We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), *Compilation Engagements* .

I/We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with International Financial Reporting Standards for Small and Medium sized Entities (IFRS for SME's). I/We have complied with relevant ethical requirements including principles of integrity, objectivity, professional competence and due care.

Management is responsible for these financial statements including adoption of the applicable financial reporting framework and for the accuracy and completeness of the information used to compile these financial statements.

Management is responsible for these financial statements including adoption of the applicable financial reporting framework and for the accuracy and completeness of the information used to compile these financial statements.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

LORRINNE FEBRUARY (SAIBA)
trading as IM/FM Solutions
South African Institute Of Business Accountants
Practice Number: SAIBR-982
South African Institute Of Tax Practitioners
Practice Number: 125 797 45

Director's Responsibility and Approval

The director(s) are required by the Companies Act of South Africa, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities.

The financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The director(s) acknowledge that they are ultimately responsible for the system of internal financial control established by the company and places considerable importance on maintaining a strong control environment. To enable the director(s) to meet these responsibilities, the board sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. These 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 director(s) 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The director(s) have reviewed the company's cash flow forecast for the year ended **28 February 2012** 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.

DIRECTOR

DATE

Director's Report

The member(s) submit their report for the year ended **28 February 2011**

1. REVIEW OF ACTIVITIES

Main business and operations

The company is incorporated under Section 21 of the Companies Act of South Africa, 1973 and operates a children's home for orphaned and abused children in Cape Town.

The operating result and state of affairs of the company are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. EVENTS AFTER THE REPORTING PERIOD

The director(s) are not aware of any matter or circumstance arising since the end of the financial year.

3. DIRECTORS

The director(s) of the company during the year and to date of this report are as follows :

Kim Killeen
Irene Ivy Schuurmans
Louise Killeen

3. ACCOUNTING OFFICER

Lorrinne February, trading as IM/FM Solutions will continue in office for the next financial year.

Statement of Financial Position

	NOTES	2011 R	2010 R
CURRENT ASSETS		291,842	12,010
: Cash and Cash Equivalents	2	291,842	12,010
TOTAL ASSETS		291,842	12,010
EQUITY AND RESERVES		291,842	12,010
: Retained Income / (deficit)		291,842	12,010
TOTAL EQUITY AND LIABILITIES		291,842	12,010

Statement of Comprehensive Income

	NOTES	2011 R	2010 R
Funding Received		880,143	502,119
: Funding Received	4	880,143	502,119
OTHER INCOME		5,668	460
: Investment Revenue		5,668	460
GROSS INCOME		885,811	502,579
OPERATING EXPENSES		605,979	501,100
: Operating Expenses	9	605,979	501,100
NET PROFIT / (LOSS) for the year		279,832	1,479

Statement Of Changes In Equity

	RETAINED INCOME / (LOSS) R	TOTAL EQUITY R
Balance at 01 March 2009	10,530	10,530
Profit for the Year	1,479	1,479
Balance at 28 February 2010	12,010	12,010
Balance at 01 March 2010	12,010	12,010
Profit for the Year	279,832	279,832
Balance at 28 February 2011	291,842	291,842

Accounting Policies

1. Presentation of Financial Statements

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

These accounting policies are consistent with the previous financial year.

1.1 Financial Instruments

Financial Instruments at amortised cost

Financial instruments may be designated to be measured at amortised cost less any impairment using the effective interest method. These include trade and other receivables, loans and trade and other payables. At the end of each reporting period, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If so, an impairment loss is recognised.

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably are measured at cost less impairment. This includes equity instruments held in unlisted investments.

Financial instruments at fair value

All other financial instruments are measured at fair value through profit and loss.

1.2 Tax

1.3 Funding Received

Funding received comprises donations received from donors and sponsors to fund the ongoing running costs of the children's home, and is not taxable. Funding received is measured at the fair value of the consideration received or receivable and is recognised on a cash receipt basis.

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

Notes To The Annual Financial Statements

2 Cash and Cash Equivalents

	2011 R	2010 R
Cash On Hand	-	-
Bank Balances	291,842	12,010
Total	<u>291,842</u>	<u>12,010</u>

3 Trade and Other Payables

4 Funding Received

Donations Received	880,143	502,119
Total	<u>880,143</u>	<u>502,119</u>

5 Operating Profit

Operating profit for the year is stated after accounting for the following:

Contractual Amounts - Premises	156,000	156,965
Employee Costs	173,240	136,625

6 Taxation

No provision has been made for taxation as the company is exempt from taxation on the basis that it is a Section 21 Company and accordingly has no taxable income.

7 Cash Generated From Operations

Profit before taxation	279,832	1,479
Adjustments for:		
Interest Received	(5,668)	(460)
Finance Costs	4	2
Total	<u>274,168</u>	<u>1,021</u>

8 Director(s) emoluments

No emoluments were paid to the directors during this financial year.

Notes To The Annual Financial Statements

9. Operating Expenses

Advertising and Promotions	-
Bank Charges	8,759
Household Consumables	227,821
Computer Expenses	-
Courier and Postage	146
Electricity and Water	1,321
Insurance	8,067
Interest Paid	4
Motor Vehicle Expenses	6,113
Printing and Stationary	2,723
Rent Paid	156,000
Repairs and Maintenance	9,448
Salaries and Wages	173,240
Security	819
Subscriptions	-
Telephone and Fax	11,518
	<u>605,979</u>
	-