

**Ukuthemba Foundation**  
**(Association Incorporated Under Section 21)**  
**(Registration Number: 2007/034295/08)**  
**Financial Statements**  
**for the year ended 29 February 2012**

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

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<b>Country Of Incorporation And Domicile</b>	South Africa
<b>Nature Of Business And Principal Activities</b>	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.
<b>Director(s)</b>	Kim Killeen Irene Ivy Schuurmans Louise Killeen
<b>Registered Office</b>	37 Peppertree Road Devils Peak 8001
<b>Business Address</b>	139 Forest Drive Pinelands 7405
<b>Postal Address</b>	37 Peppertree Road Devils Peak 8001
<b>Bankers</b>	First National Bank
<b>Compiler</b>	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 Pracititioners  
Practice Number: 125 797 45

### **ISSUED**

06 November 2014

## Practitioner's Compilation Report

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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 2012**, 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.

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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

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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 2013** 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.

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DIRECTOR

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DATE

## Director's Report

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The member(s) submit their report for the year ended **28 February 2012**

### 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	2012 R	2011 R
<b>CURRENT ASSETS</b>		<b>280,688</b>	<b>291,842</b>
: Cash and Cash Equivalents	2	280,688	291,842
<b>TOTAL ASSETS</b>		<b>280,688</b>	<b>291,842</b>
<b>EQUITY AND RESERVES</b>		<b>280,688</b>	<b>291,842</b>
: Retained Income / (deficit)		280,688	291,842
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>280,688</b>	<b>291,842</b>

## Statement of Comprehensive Income

	NOTES	2012 R	2011 R
<b>Funding Received</b>		<b>830,138</b>	<b>880,143</b>
: Funding Received	4	830,138	880,143
<b>OTHER INCOME</b>		<b>10,495</b>	<b>5,668</b>
: Investment Revenue		10,495	5,668
<b>GROSS INCOME</b>		<b>840,633</b>	<b>885,811</b>
<b>OPERATING EXPENSES</b>		<b>851,786</b>	<b>605,979</b>
: Operating Expenses	9	851,786	605,979
<b>NET PROFIT / (LOSS) for the year</b>		<b>(11,153)</b>	<b>279,832</b>



## Statement Of Changes In Equity

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	RETAINED INCOME / (LOSS) R	TOTAL EQUITY R
<b>Balance at 01 March 2010</b>	12,010	12,010
Profit for the Year	279,832	279,832
<b>Balance at 28 February 2011</b>	<b>291,842</b>	<b>291,842</b>
<b>Balance at 01 March 2011</b>	291,842	291,842
Profit for the Year	(11,153)	(11,153)
<b>Balance at 29 February 2012</b>	<b>280,688</b>	<b>280,688</b>

## Accounting Policies

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### 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

	2012 R	2011 R
Cash On Hand	-	-
Bank Balances	280,688	291,842
<b>Total</b>	<b>280,688</b>	<b>291,842</b>

### 3 Trade and Other Payables

### 4 Funding Received

Donations Received	830,138	880,143
<b>Total</b>	<b>830,138</b>	<b>880,143</b>

### 5 Operating Profit

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

Contractual Amounts - Premises	123,857	156,000
Employee Costs	204,309	173,240

### 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	(11,153)	279,832
<b>Adjustments for:</b>		
Interest Received	(10,495)	(5,668)
Finance Costs	1	4
<b>Total</b>	<b>(21,647)</b>	<b>274,168</b>

### 8 Director(s) emoluments

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

## Notes To The Annual Financial Statements

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### 9. Operating Expenses

Advertising and Promotions	-
Bank Charges	15,349
Household Consumables	453,008
Computer Expenses	-
Courier and Postage	-
Electricity and Water	1,500
Insurance	10,380
Interest Paid	1
Motor Vehicle Expenses	3,666
Printing and Stationary	1,441
Rent Paid	123,857
Repairs and Maintenance	21,553
Salaries and Wages	204,309
Security	2,714
Subscriptions	-
Telephone and Fax	14,006
	<b>851,786</b>
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