

THABANG CHILDRENS HOME TRUST
FINANCIAL STATEMENTS AS AT
31 MARCH 2017

THABANG CHILDRENS HOME TRUST

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

<i>CONTENTS</i>	<i>PAGE</i>
Auditor's Report	2
Report of the board of trustees	3
Balance Sheet	4
Income Statement	5
Statement of changes in equity	6
Cash flow statement	7
Notes to the annual financial statements	8 – 9
Detailed income statement	10
Fixed Assets	11

The annual financial statements set out on pages 2 to 11 were approved by the Trustees on and are signed on its behalf by:

TRUSTEE

TRUSTEE



Report of the Independent Auditors

Report on the Financial Statements

We have audited the financial statements of Thabang Children's Home Trust, which comprise the balance sheet as at 31 March 2017, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes, and the director's report, as set out on pages 4 - 11.

Trustee's Responsibility for the Financial Statements

The trustees are responsible for the preparation and fair presentation of these financial statements in accordance with the South African Statement of Generally Accepted Accounting Practice. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position the trust as at 31 March 2017, and its financial performance and its cash flows for the year then ended in accordance with the South African Statement of Generally Accepted Accounting Practice.



JORDAAN PRINSLOO & DAVEL
Registered Auditors

17 August 2017

THABANG CHILDRENS HOME TRUST

REPORT OF THE BOARD OF TRUSTEES FOR THE YEAR ENDED 31 MARCH 2017

The board of trustees presents their annual report, which forms part of the annual financial statements of the organization for the year ended 31 March 2017.

General Review

The trust was registered as a non-profit organization and exempted from taxes and duties in terms of section 18 A of the Income Tax Act as from 10 March 2005.

Nature of business

The trust operates numerous projects which can be summarized as follows:

- Thabang Place of Safety provides a safe home for needy children without being an institution. The house is a temporary residence, aiming to re-integrate the children into their communities.
- Thabang Home Based Care educates parents and caretakers and provides psychological, medical and physical help when needed to build functioning family structures.
- Thabang Juvenile Centre offers young delinquents a stable environment away from prison. The centre is run in coordination with the local authorities.
- It operates a home for AIDS and HIV infected children and provides fostering to orphaned children.
- It accommodates and/or pays school/crèche fees for orphans and children needing assistance.

Financial Results

Full details of the financial results are set out on pages 4 to 11 and require no further comment.

No major events have occurred between the accounting date and the date of this report.

Board of Trustees:	Date appointed:	Date Resigned:
Derek Cecil Torlage	21 September 2004	28 April 2016
Carel Frederik Pieter Jordaan	21 September 2004	
Gerhard Lukas Rudolf Raubenheimer	21 September 2004	28 April 2016
Tessa Molly White	28 April 2016	
Harold Herbert Braack	28 April 2016	
Viveka Ansoorge	28 April 2016	
Onkgopotse Christian Moffat Gaitate	28 April 2016	

Secretary

The secretary for the year under review was Viveka Ansoorge whose postal address is as follows:

P.O. Box 642
THABAZIMBI
 0380

Accounting Officer

Jordaan Prinsloo and Davel was appointed accounting officer in accordance with section 17 (3) of the non-profit Organizations Act No 71 of 1997.

THABANG CHILDRENS HOME TRUST**BALANCE SHEET AS AT 31 MARCH 2017**

	<i>Notes</i>	2017	2016
ASSETS			
NON-CURRENT ASSETS			
		1,075,767	1,180,204
Property, plant and equipment	3	1,075,767	1,180,204
CURRENT ASSETS			
		2,111,197	499,882
Deposits	4	26,358	10,614
Cash and cash equivalents	5	2,084,839	489,268
TOTAL ASSETS		3,186,964	1,680,086
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
		1,672,948	1,367,338
Trust capital account	6	1,672,948	1,367,338
NON-CURRENT LIABILITIES			
		300,000	300,000
Loan - EKW Mauss		300,000	300,000
CURRENT LIABILITIES			
		1,214,016	12,748
Accounts payable		14,016	12,748
Deposit received		1,200,000	-
TOTAL EQUITY AND LIABILITIES		3,186,964	1,680,086

THABANG CHILDRENS HOME TRUSTINCOME STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

	<i>2017</i>	<i>2016</i>
REVENUE	3,898,723	3,135,920
ADMINISTRATIVE AND OPERATING EXPENSES	<u>(3,593,114)</u>	<u>(3,387,566)</u>
SURPLUS / (DEFICIT) FOR THE YEAR	<u>305,609</u>	<u>(251,646)</u>

THABANG CHILDRENS HOME TRUSTSTATEMENT OF CHANGES IN TRUST FUND FOR THE YEAR ENDED 31 MARCH 2017

	<i>Accumulated funds</i>
Balance 1 April 2015	1,618,985
Surplus for the year	<u>(251,646)</u>
Balance 31 March 2016	1,367,339
Surplus/(Deficit) for the year	<u>305,609</u>
Balance 31 March 2017	<u><u>1,672,948</u></u>

THABANG CHILDRENS HOME TRUST**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2017**

	<i>Notes</i>	2017	2016
CASH FLOW FROM OPERATING ACTIVITIES	7	1,650,637	(98,860)
Cash received from donors		3,898,723	3,135,920
Cash paid to suppliers and employees		(2,248,086)	(3,234,780)
CASH FLOW FROM INVESTING ACTIVITIES		(55,066)	(2,178)
Fixed assets purchased		(39,325)	-
Increase in deposits paid		(15,741)	(2,178)
CASH FLOW FROM FINANCING ACTIVITIES		-	100,000
Long-term liabilities		-	100,000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1,595,571	(1,038)
CASH AND CASH EQUIVALENTS - OPENING BALANCE		489,268	490,306
CASH AND CASH EQUIVALENTS - CLOSING BALANCE		2,084,839	489,268

THABANG CHILDRENS HOME TRUST**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017****1. ACCOUNTING POLICIES**

The annual financial statements are prepared in accordance with the historical cost convention and incorporate the following principal accounting policies:

1.1 FIXED ASSETS AND DEPRECIATION

Fixed assets are stated at cost less accumulated depreciation. Depreciation is written off at the following rates:

Medical equipment	20% pa
Motor vehicles	20% pa
Computers	33% pa
Buildings	5% pa

1.2 CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statement, cash and cash equivalents comprise of bank balances and cash, including bank overdrafts.

1.3 FINANCIAL INSTRUMENTS

Financial instruments carried on the balance sheet include cash and cash equivalents, accounts receivable and accounts payable. The particular recognition methods adopted are disclosed elsewhere in the financial statements.

1.4 REVENUE RECOGNITION

Donations are recognised when deposited into the bank account. Other revenue earned by the trust is recognised on the following basis:

- Interest income: as it accrues, unless collectability is in doubt

2. REVENUE

Revenue comprises donations received by the organisation

3. FIXED ASSETS

See page 11.

4. DEPOSITS

	2017	2016
Eskom	24,258	6,922
Telkom	2,100	2,100
Kransberg Petroleum	-	1,592
	<u>26,358</u>	<u>10,614</u>

5. CASH AND CASH EQUIVALENTS

Bank balances and cash	<u>2,084,839</u>	<u>489,268</u>
------------------------	------------------	----------------

THABANG CHILDRENS HOME TRUST**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017**

	2017	2016
6. TRUST CAPITAL ACCOUNT		
Opening balance	1,367,339	1,618,985
Surplus / (Deficit) for the year	<u>305,609</u>	<u>(251,646)</u>
Closing balance	<u><u>1,672,948</u></u>	<u><u>1,367,339</u></u>
7. RECONCILIATION OF NET PROFIT TO CASH GENERATED FROM OPERATIONS		
Surplus / (Deficit)	305,609	(251,646)
Depreciation	<u>143,761</u>	<u>140,038</u>
Surplus / (Deficit) before working capital changes	449,369	(111,608)
Working capital changes		
(Increase) / Decrease in accounts receivable	-	-
Increase / (Decrease) in accounts receivable	<u>14,016</u>	<u>12,748</u>
	<u><u>463,385</u></u>	<u><u>(98,860)</u></u>
8. ADMINISTRATION EXPENDITURE		
The admin expenditure of the trust consists 10% of the total expenditure.		

THABANG CHILDRENS HOME TRUST**DETAILED INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2017**

	<i>TOTAL</i> <i>2017</i>	<i>TOTAL</i> <i>2016</i>
INCOME		
Donations and Subsidies Received	3,845,572	2,955,101
Sundry income	52,040	180,819
Interest Received	1,111	-
TOTAL INCOME	3,898,723	3,135,920
EXPENSES		
Establishment cost:		
Accounting - Bookkeeper	97,171	77,121
Auditing fees	7,410	7,410
Advertising	671	7,892
Bank charges	17,336	16,884
Cleaning	18,611	17,162
Computer Expenses	22,340	18,477
Depreciation	143,761	140,038
Electricity & Water	199,337	90,774
Food & Clothing	145,128	165,323
Gardening & Tools	9,336	1,909
Household Utilities	9,747	30,723
Indirect fund raising expenses	-	216
Insurance	76,208	72,381
Legal expenses	5,983	-
Licenses	5,600	4,638
Medication	3,861	4,132
Postage	96	361
Rent Paid	8,330	-
Repairs & Maintenance	86,122	16,369
School clothes & stationary	26,753	17,517
Security	5,621	6,875
Special project expenses	75,857	80,475
Social & support expenses	246,485	376,280
Stationary & printing	10,584	12,156
Subscriptions	4,275	-
Training	61,461	1,040
Travelling	7,822	4,363
Communication cost:		
Cell phones	52,615	69,321
Telkom	3,024	3,670
Staff expenses:		
Casual workers	2,608	1,329
PAYE	118,032	121,162
Project managers	502,876	482,740
Salaries	1,375,685	1,324,568
UIF	36,597	38,291
Uniforms	889	500
Compensation Commissioner	13,190	5,345
Vehicle expenses:		
Fuel	149,982	144,576
Repairs	34,798	22,479
Tyres	6,915	3,070
TOTAL EXPENSES	3,593,114	3,387,566
NET SURPLUS / (DEFICIT)	305,609	(251,646)

THABANG CHILDRENS HOME TRUST

STATEMENT OF FIXED ASSETS AND DEPRECIATION AS AT 31 MARCH 2017

	TRAILER HOME	COMPUTER EQUIPMENT	MOTOR VEHICLES	FURNITURE & FITTINGS	BUILDINGS	LAND - PORTION 22 OF THE FARM ROODEDAM 368	TOTAL
Balance 1 April 2015	3,495	7,001	304,697	113,511	594,477	750,000	1,773,181
Additions	-	-	-	-	-	-	-
Depreciation	3,495 (3,494)	7,001 (7,000)	304,697 (220,380)	113,511 (68,741)	594,477 (293,363)	750,000	1,773,181 (592,978)
BALANCE 31 MARCH 2016	1	1	84,317	44,770	301,114	750,000	1,180,203
Balance 1 April 2016	1	1	84,317	44,770	301,114	750,000	1,180,203
Additions	-	14,125	-	-	25,200	-	39,325
Depreciation	1	14,126 (4,708)	84,317 (60,940)	44,770 (18,922)	326,314 (59,191)	750,000	1,219,528 (143,761)
BALANCE 31 MARCH 2017	1	9,418	23,377	25,848	267,123	750,000	1,075,767