

FISANTEKRAAL
Centre for Development



FISANTEKRAAL CENTRE FOR DEVELOPMENT
(REGISTRATION NUMBER 067-127-NPO)
(P.B.O. NUMBER 930030601)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

These financial statements have been audited.

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

GENERAL INFORMATION

COUNTRY OF INCORPORATION AND DOMICILE	South Africa
NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES	NPO skills training centre
BOARD MEMBERS	Mr CJ Hubinger (Chairman) Mr CJ Laubscher (Vice Chairman) Mr LW Meiring (Treasurer) Ms L Oosthuizen (Secretary) Mr D Barry Mr D Blom Mr DF Bruwer Mrs D Jones Mr FJ Mpolo Mrs JA Gelderman Mrs R Grobler Mr RM van Wyk
LOCATION OF RECORDS	Taxi Rank Building DURBANVILLE 7550
POSTAL ADDRESS	PO Box 4489 DURBANVILLE 7551
BANKERS	ABSA
REGISTRATION NUMBER	067-127-NPO
LEVEL OF ASSURANCE	These financial statements have been audited.
PREPARER	The financial statements were independently compiled by: GA van Rhyn CA (S.A.)
PUBLISHED	<u>14 03 2019</u>

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

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INDEPENDENT AUDITOR'S REPORT

TO THE BOARD MEMBERS OF FISANTEKRAAL CENTRE FOR DEVELOPMENT

Qualified opinion

We have audited the financial statements of Fisantekraal Centre for Development set out on pages 9 to 19, which comprise the statement of financial position as at 31 March 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effect of the matter described in the basis for qualified opinion section of our report, the financial statements present fairly, in all material respects, the financial position of Fisantekraal Centre for Development as at 31 March 2019, and its financial performance and cash flows for the year then ended in accordance with basis of accounting described in note 1 to the financial statements and the requirements of the Non-Profit Organisations Act, 71 of 1997.

Basis for qualified opinion

The organisation, in common with many others of similar size and organisation, derives a proportion of its income from donations which cannot be fully controlled until they are entered into the accounting records, and are therefore not susceptible to independent verification.

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the company in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Material uncertainty related to going concern

We draw attention to note 14 in the financial statements. As stated in note 14, these events or conditions, along with other matters as set forth in note 14, indicate that a material uncertainty exists that may cast significant doubt on the entity's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Emphasis of matter - Basis of Accounting

Without further modifying our opinion, we draw attention to the accounting policies on pages 13 to 15 which describe the basis of accounting. The financial statements are prepared in accordance with the entity's own accounting policies to satisfy the financial information needs of the organisation's members. As a result, the financial statements may not be suitable for other purposes.

Other information

The board members are responsible for the other information. The other information comprises the Board Members' Report, the Detailed Statement of Financial Performance and the Tax Computation, which we obtained prior to the date of this report. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the board members for the Financial Statements

The board members are responsible for the preparation and fair presentation of the financial statements in accordance with the basis of accounting described in note 1 to the financial statements and the requirements of the Non-Profit Organisations Act, 71 of 1997, and for such internal control as the board members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the board members are responsible for assessing the organisation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board members either intend to liquidate the organisation or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board members.

- Conclude on the appropriateness of the board members use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organisation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board member regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Exceed CA Inc
EXCEED (CAPE TOWN) INC.
Chartered Accountants
Registered Auditor
Director: SM Louw
BELLVILLE

14 | 08 | 2019
DATE

FISANTEKRAAL CENTRE FOR DEVELOPMENT
(REGISTRATION NUMBER: 067-127-NPO)
(P.B.O. NUMBER 930030601)
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

BOARD MEMBERS' RESPONSIBILITIES AND APPROVAL

The board members are required by the Non-Profit Organisations Act, 71 of 1997, 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 organisation 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 basis of accounting described in note 1 to the financial statements. The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with the basis of accounting described in note 1 to the financial statements and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The board members acknowledge that they are ultimately responsible for the system of internal financial control established by the organisation and place considerable importance on maintaining a strong control environment. To enable the board members to meet these responsibilities, the board members sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The 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 organisation and all employees are required to maintain the highest ethical standards in ensuring the organisation's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the organisation is on identifying, assessing, managing and monitoring all known forms of risk across the organisation. While operating risk cannot be fully eliminated, the organisation endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The board members 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 board members have reviewed the organisation's cash flow forecast for the year to 31 March 2020 and, in the light of this review and the current financial position, they are satisfied that the organisation has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors is responsible for independently auditing and reporting on the organisation's financial statements. The financial statements have been examined by the organisation's external auditors and their report is presented on page 3 to 5.

The financial statements set out on pages 9 to 19, which have been prepared on the going concern basis, were approved by the board members on 14 August 2019 and were signed on its behalf by:

CHAIRMAN

TREASURER

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

BOARD MEMBERS' REPORT

The board members have pleasure in submitting their report on the financial statements of Fisantekraal Centre for Development for the year ended 31 March 2019.

1. NATURE OF BUSINESS

Fisantekraal Centre for Development was incorporated in South Africa. The organisation is a registered Non-profit Organisation involved in skills training for the unemployed, including computer, office, baking and life skills.

There have been no material changes to the nature of the organisation's business from the prior year.

2. REVIEW OF FINANCIAL RESULTS AND ACTIVITIES

The financial statements have been prepared in accordance with an Entity specific basis of accounting and the requirements of the Non-Profit Organisations Act, 71 of 1997. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the organisation are set out in these financial statements.

3. BOARD MEMBERS

The board members in office at the date of this report are as follows:

NAMES	CHANGES
Mr CJ Hubinger (Chairman)	
Mr CJ Laubscher (Vice Chairman)	
Mr LW Meiring (Treasurer)	
Ms L Oosthuizen (Secretary)	
Mr D Barry	
Mr D Blom	
Mr DF Bruwer	
Mrs D Jones	
Mr FJ Mpolo	
Mrs JA Gelderman	
Mrs R Grobler	Appointed 25 January 2019
Mr RM van Wyk	
G Hopkins	Resigned 03 August 2018

4. EVENTS AFTER THE REPORTING PERIOD

The board members are not aware of any material event which occurred after the reporting date and up to the date of this report.

5. GOING CONCERN

The board members believe that the organisation has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The board members have satisfied themselves that the organisation is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The board members are not aware of any new material changes that may adversely impact the organisation. The board members are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the organisation. Refer to note 14.

FISANTEKRAAL CENTRE FOR DEVELOPMENT

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BOARD MEMBERS' REPORT

6. PROJECT FUNDING AVAILABLE FOR USE

The organisation has received funding from Transform Aid International during the year of which R 349 429 is still available for use at year end. These funds are included in the balance of note 5 to the financial statements.

7. FRAUDULENT ACTIVITIES

An instance of fraud took place during the year where a former employee misappropriated course fees paid by students in cash. After investigation into the incident, the board members estimated the loss at between R10 000 and R15 000. The board members took the appropriate steps and had a disciplinary hearing with the employee. The individual signed an Acknowledgement of Debt to the value of R10 000 after the board members decided this would be a fair amount to be repaid. A once-off amount of R1 500 was paid back to the organization, and will be followed by monthly installments of R685. The employee was dismissed from employment at the organization. The remaining balance that needs to be repaid is included in the balance of note 4 to the finance statements.

The board further reviewed the process of receiving and controlling cash payments and introduced a new system which will eliminate the re-occurrence of such an event. It also strengthened the organization and appointed a Finance Officer which will improve the financial supervision, management and control.

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

STATEMENT OF FINANCIAL POSITION

	Notes	2019 R	2018 R
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	119 724	140 165
Other financial assets	3	45 621	45 621
		165 345	185 786
Current Assets			
Trade and other receivables	4	12 396	-
Cash and cash equivalents	5	1 359 550	807 085
		1 371 946	807 085
Total Assets		1 537 291	992 871
EQUITY AND LIABILITIES			
EQUITY			
Retained income		1 524 341	982 156
LIABILITIES			
Current Liabilities			
Trade and other payables	6	12 750	10 515
Other financial liabilities	7	200	200
		12 950	10 715
Total Equity and Liabilities		1 537 291	992 871

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(REGISTRATION NUMBER: 067-127-NPO)

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

STATEMENT OF COMPREHENSIVE INCOME

	Notes	2019 R	2018 R
Revenue	8	2 033 034	1 730 541
Other income	9	982	5 467
Operating expenses		(1 537 750)	(1 196 496)
Operating profit/(loss)	10	496 266	539 512
Investment revenue	11	45 919	21 309
Profit/(loss) for the year		542 185	560 821

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

STATEMENT OF CHANGES IN EQUITY

	Retained income R	Total equity R
Balance at 01 April 2017	421 335	421 335
Profit for the year	560 821	560 821
Balance at 01 April 2018	982 156	982 156
Profit for the year	542 185	542 185
Balance at 31 March 2019	1 524 341	1 524 341

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

STATEMENT OF CASH FLOWS

	Notes	2019 R	2018 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers		2 020 638	1 761 194
Cash paid to suppliers and employees		(1 492 700)	(1 126 113)
Cash generated from operations	12	527 938	635 081
Interest income		45 919	21 309
Net cash from operating activities		573 857	656 390
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	2	(21 892)	(131 702)
Sale of property, plant and equipment	2	500	150
Net cash from investing activities		(21 392)	(131 552)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from financial liabilities		-	100
Net cash from financing activities		-	100
Total cash movement for the year		552 465	524 938
Cash at the beginning of the year		807 085	282 147
Total cash at end of the year	5	1 359 550	807 085

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

ACCOUNTING POLICIES

1. BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared on a going concern basis in accordance with the accounting policies as set out below. The financial statements have been prepared on the historical cost basis. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are tangible assets which the entity holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost, if purchased.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Property, plant and equipment donated is initially measured at market value if market value is reasonably available with undue cost or effort. If the market value cannot be determined the item is initially measured at R1.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Average useful life
Equipment	3-6 years
Frail care equipment	5 years
Trailer	5 years

When indicators are present that the useful lives of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

ACCOUNTING POLICIES

1.2 IMPAIRMENT OF ASSETS

The organisation assesses at each reporting date whether there is any indication that any asset or intangible assets or goodwill or investment property on the cost model may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

1.3 PROVISIONS AND CONTINGENCIES

Provisions are recognised when the organisation has an obligation at the reporting date as a result of a past event; it is probable that the organisation will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

Provisions are not recognised for future operating losses.

1.4 TAX

Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

The tax liability reflects the effect of the possible outcomes of a review by the tax authorities.

1.5 LEASES

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

Operating leases – lessee

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

1.6 EMPLOYEE BENEFITS

Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as leave pay and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

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ACCOUNTING POLICIES

1.7 REVENUE

Service revenue is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The Stage of completion is determined by surveys of work performed. When the outcome of a transaction involving the rendering of services cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

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

Donations are recognised as income upon receipt.

1.8 BORROWING COSTS

Borrowing costs are recognised as an expense in the period in which they are incurred.

FISANTEKRAAL CENTRE FOR DEVELOPMENT

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

NOTES TO THE FINANCIAL STATEMENTS

	2019 R	2018 R
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2. PROPERTY, PLANT AND EQUIPMENT

	2019			2018		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Equipment	277 721	(244 201)	33 520	255 829	(225 172)	30 657
Frail care equipment	4 187	(714)	3 473	4 187	(498)	3 689
Trailer	115 439	(32 708)	82 731	115 439	(9 620)	105 819
Total	397 347	(277 623)	119 724	375 455	(235 290)	140 165

Reconciliation of property, plant and equipment - 2019

	Opening balance	Cash additions	Donated additions	Disposals	Depreciation	Closing balance
Equipment	30 657	21 892	-	(1)	(19 028)	33 520
Frail care equipment	3 689	-	-	-	(216)	3 473
Trailer	105 819	-	-	-	(23 088)	82 731
	140 165	21 892	-	(1)	(42 332)	119 724

Reconciliation of property, plant and equipment - 2018

	Opening balance	Cash additions	Donated additions	Disposals	Depreciation	Closing balance
Equipment	64 889	16 263	-	(1)	(50 494)	30 657
Frail care equipment	3 906	-	-	-	(217)	3 689
Trailer	-	-	115 439	-	(9 620)	105 819
	68 795	16 263	115 439	(1)	(60 331)	140 165

Registers with details of motor vehicles and equipment are available for inspection by board members or their duly authorised representatives at the office of the organisation.

3. OTHER FINANCIAL ASSETS

At amortised cost

Deposits	45 621	45 621
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Non-current deposits relate to costs incurred by the organisation on ERF 1872, Fisantekraal which is currently registered in the name of Learn to Earn. Even though, it is the intent of Learn to Earn to transfer this property to the organisation in the future, the board members do not expect ownership of land to be transferred to the organisation within the short-term.

Non-current assets

Deposits	45 621	45 621
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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

NOTES TO THE FINANCIAL STATEMENTS

	2019 R	2018 R
4. TRADE AND OTHER RECEIVABLES		
Other receivables	12 396	-
5. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of:		
Cash on hand	580	4 072
Bank balances	1 358 970	803 013
	1 359 550	807 085
6. TRADE AND OTHER PAYABLES		
Trade payables	4 679	3 696
Accruals	8 071	6 819
	12 750	10 515
7. OTHER FINANCIAL LIABILITIES		
At amortised cost		
Seed money	200	200
Seed money relates to money donated and to be used by applicants for start up costs of new ventures.		
Current liabilities		
At amortised cost	200	200
8. REVENUE		
Donations	1 707 372	1 299 909
External Training	109 402	15 592
Fund raising	76 950	179 837
Government grants	-	40 000
Other grants	39 229	120 000
Tuition fees	100 081	75 203
	2 033 034	1 730 541
9. OTHER INCOME		
Profit on sale of assets	499	149
Sundry income	483	5 318
	982	5 467

FISANTEKRAAL CENTRE FOR DEVELOPMENT

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

NOTES TO THE FINANCIAL STATEMENTS

	2019 R	2018 R
10. OPERATING PROFIT/(LOSS)		
Operating profit/(loss) for the year is stated after accounting for the following:		
Operating lease charges		
Premises		
• Contractual amounts	9 872	1 231
Property, plant and equipment	499	149
Depreciation on property, plant and equipment	42 332	60 331
Employee costs	851 779	703 100
11. INVESTMENT REVENUE		
Interest revenue		
Bank	45 919	21 309
12. CASH GENERATED FROM OPERATIONS		
Profit before taxation	542 185	560 821
Adjustments for:		
Depreciation and amortisation	42 332	60 331
Profit on sale of assets	(499)	(149)
Interest received	(45 919)	(21 309)
Changes in working capital:		
Trade and other receivables	(12 396)	30 654
Trade and other payables	2 235	4 733
	527 938	635 081

13. CONTINGENT ASSETS

Donations of R 156 118 were pledged to the centre at year end, that were not yet received. The donations pledged consists of R 100 000 from Afrimat Aggregates (Operations) (Pty) Ltd, and R 56 118 from Transformation Aid International.

Building material worth R 250 000 has been pledged to the centre at year end that was not yet received.

14. GOING CONCERN

The organisation, like similar organisations, is dependent on third party donations which is not a guaranteed source of income. The board members review the cash flow of the organisation on a continuous basis and manage cash flow by maintaining at least a 3 month cash flow coverage reserve. The organisation already have large donations pledged for the 2020 financial year, as per note 13. At financial year end the cash flow coverage was at an estimated 5 months reserve.

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

NOTES TO THE FINANCIAL STATEMENTS

2019	2018
R	R

15. TAXATION

No provision for taxation has been made as the entity is exempt from taxation in terms of section 10(a)(cN) of the Income Tax Act.

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

DETAILED STATEMENT OF FINANCIAL PERFORMANCE

	2019 R	2018 R
REVENUE		
Donations	1 707 372	1 299 909
Fund raising	76 950	179 837
Government grant	-	40 000
Other grants	39 229	120 000
Training external	109 402	15 592
Tuition fees	100 081	75 203
	2 033 034	1 730 541
OTHER INCOME		
Interest received	45 919	21 309
Profit on sale of assets	499	149
Sundry income	483	5 318
	46 901	26 776
Expenses (Refer to page 21)	(1 537 750)	(1 196 496)
Profit/(loss) for the year	542 185	560 821

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

DETAILED STATEMENT OF FINANCIAL PERFORMANCE

	2019 R	2018 R
OPERATING EXPENSES		
Association fees	-	(15 162)
BEE certification	(8 625)	(2 736)
Bank charges	(7 907)	(5 771)
Cleaning	(3 643)	-
Computer expenses	(35 487)	(12 653)
Consumables	(927)	(832)
Depreciation	(42 332)	(60 331)
Discount received	696	-
Electricity and water	(16 200)	(14 750)
Employee costs	(851 779)	(703 100)
Entertainment	(7 623)	(6 620)
External training: Private sector expenses	(17 164)	-
Fund raising expenses	(6 899)	(52 113)
Graduation expenses	(7 398)	(8 030)
Groceries	(11 711)	(10 380)
Insurance	(4 270)	(3 700)
Loss due to theft	(1 027)	-
Marketing	(18 831)	(17 065)
Meeting fees	(5 559)	(3 331)
Postage	(1 465)	(1 142)
Poverty Stoplight	(27 173)	-
Printing	(13 578)	(11 204)
Recruitment cost	(2 813)	-
Rent paid	(9 872)	(1 231)
Repairs and maintenance	(2 594)	(6 071)
Staff development	(12 613)	(3 239)
Stationery	(21 342)	(9 704)
TR life skills and spiritual development	(12 775)	(11 825)
Telephone and internet	(33 522)	(26 377)
Training resources: Bake for profit	(48 718)	(45 747)
Training resources: Business Skills	(21 598)	(5 490)
Training resources: English	(12 317)	-
Training resources: Frail care	(155 475)	(118 279)
Training resources: Hospitality	(8 100)	-
Training resources: Job readiness program	(55 353)	(14 732)
Training resources: Office basics	(9 813)	(9 232)
Travel fees local	(41 482)	(15 067)
Vehicle expense	(461)	(582)
	(1 537 750)	(1 196 496)

FISANTEKRAAL CENTRE FOR DEVELOPMENT

(REGISTRATION NUMBER: 067-127-NPO)

(P.B.O. NUMBER 930030601)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

TAX COMPUTATION

	2019 R
Net profit per income statement	542 185
Permanent differences (Non-deductible/Non taxable items)	
Exempt income in terms of s10(1)(cN)	(2 079 934)
Non-deductible expenses in terms of s10(1)(cN)	1 537 749
	<u>(542 185)</u>
Assessed loss brought forward	-
Tax thereon @ 28% in the Rand	<u>-</u>