

Uitkoms Home for Girls/Uitkomstehuis vir Dogters.

(Registration number 001-180-NPO)

Financial Statements for the year ended

31 March 2017



Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Operating a registered Child and Youth Care Centre for traumatised teenage girls
Board of Governors	Mr AE Prakke Dr RB van Aarde Mrs L van Zyl Mr CL Harker Mrs MJ Scharneck Mrs BH Grobler
Registered office	124 St Georges street Observatory Johannesburg 2198
Auditor's	Nkonki East Gauteng Inc Chartered Accountants (S.A.) Registered Auditors
Registered Public Benefit Organisation: Reference number	930006571

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Index

The reports and statements set out below comprise the annual financial statements presented to the members:

Index	Page
Board of Governor's Responsibilities and Approval	3
Independent Auditor's Report	4 - 5
Board of Governors's Report	6
Statement of Financial Position	7
Statement of Comprehensive Income	8
Statement of Changes in Reserves	8
Statement of Cash Flows	9
Accounting Policies	10 - 11
Notes to the Annual Financial Statements	12 - 14
The following supplementary information does not form part of the annual financial statements and is unaudited:	
Detailed Income Statement	15

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Board of Governor's Responsibilities and Approval

The board of governors are required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual 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 as described in note 1 to the annual financial statements. The external auditor's are engaged to express an independent opinion on the annual financial statements.

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

The board of governors 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 of governors 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. 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 entity'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.

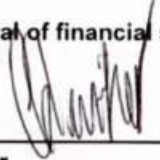
The organisation is of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The board are satisfied that the organisation has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditor's are responsible for independently auditing and reporting on the entity's annual financial statements. The annual financial statements have been examined by the organisation's external auditor's and their report is presented on page 4.

The annual financial statements set out on pages 6 to 15, which have been prepared on the going concern basis, were approved by the board on 23 August 2017 and were signed on its behalf by:

Approval of financial statements



Member



Member



Registered Auditors | Accountants | Advisors

Experience Ingenuity.

Physical Address:

DVM Office Park
1st Floor, 16
Kingfisher Crescent
Meyersdal
Gauteng
1448

Postal Address:

P.O. Box 1363
Alberton
1450

Contact details

Tel: +27 11 867 1400
Fax: +27 86 552 8566
Email: info@nkonki-eg.com

www.nkonki.com

Reg No: 1997/015263/21

Nkonki East Gauteng Inc.

Independent Auditor's Report

To the members of Uitkoms Home for Girls / Uitkoms tehuis vir Dogters

Opinion

We have audited the Annual Financial Statements of Uitkoms Home for Girls / Uitkomstehuis vir Dogters set out on pages 7 to 14, which comprise the Statement of Financial Position as at 31 March 2017, 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 Annual Financial Statements, including a summary of significant accounting policies.

In our opinion, the Annual Financial Statements present fairly, in all material respects, the financial position of Uitkoms Home for Girls / Uitkomstehuis vir Dogters as at 31 March 2017, and its financial performance and cash flows for the year then ended in accordance with basis of accounting as described in note 1 to the annual financial statements and the requirements of the Non Profit Organisations Act no 71 of 1997.

Basis for opinion

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 Annual Financial Statements section of our report. We are independent of the company in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The board are responsible for the other information. The other information comprises the Board of Governors's Report as required by the Non Profit Organisations Act no 71 of 1997, which we obtained prior to the date of this report. Other information does not include the Annual Financial Statements and our auditor's report thereon.

Our opinion on the Annual 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 Annual Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Annual Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, 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.

Directors:

Mitesh Patel CA(SA) RA, Thuto Masasa CA(SA) RA

Executive Committee:

Mitesh Patel CA(SA) RA (CEO), Thuto Masasa CA(SA) RA, Ahmed Pandor CA(SA) RA, GSA, MBA, Sangeeta Kallen CA(SA) RA, Karthi Naicker CFE, MBA, BCom, Emma Mashilwane CA(SA) RA



Registered Auditors | Accountants | Advisors

Experience Ingenuity.

Physical Address:

DVM Office Park
1st Floor, 16
Kingfisher Crescent
Meyersdal
Gauteng
1448

Postal Address:

P.O. Box 1363
Alberton
1450

Contact details

Tel: +27 11 867 1400
Fax: +27 86 552 8566
Email: info@nkonki-eg.com

www.nkonki.com

Reg No: 1997/015263/21

Nkonki East Gauteng Inc.

Independent Auditor's Report

Responsibilities of the board for the Annual Financial Statements

The board are responsible for the preparation and fair presentation of the Annual Financial Statements in accordance with basis of accounting as described in note 1 to the annual financial statements and the requirements of the Non Profit Organisations Act no 71 of 1997, and for such internal control as the board determine is necessary to enable the preparation of Annual Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Annual Financial Statements, the directors 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 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 Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the Annual 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 Annual 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 Annual 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board.
- Conclude on the appropriateness of the boards 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 Annual 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 organisation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Financial Statements, including the disclosures, and whether the Annual Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board 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.

Nkonki East Gauteng Inc
IJ de Villiers
Chartered Accountants (S.A.)
Registered Auditors

23 August 2017

1st Floor DVM Office Park
16 Kingfisher Crescent
Meyersdal
1448

Directors:

Mitesh Patel CA(SA) RA, Thuto Masasa CA(SA) RA

Executive Committee:

Mitesh Patel CA(SA) RA (CEO), Thuto Masasa CA(SA) RA, Ahmed Pandor CA(SA) RA, CISA, MBA, Sangeeta Kallen CA(SA) RA, Karthi Naicker CFE, MBA, BCom, Emma Mashilwane CA(SA) RA

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Board of Governors's Report

The board of governors have pleasure in submitting their report on the annual financial statements of Uitkoms Home for Girls / Uitkomstehuis vir Dogters for the year ended 31 March 2017.

1. Review of activities

The organisation is a registered Child and Youth Care Centre for traumatised teenage girls.

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

2. Management Board / Board of Governors

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

Name	Office	Changes
Mr AE Prakke	Chairperson	
Dr RB van Aarde		
Mr FA Swanepoel		Resigned 04 October 2016
Mrs L van Zyl		
Mrs N Moyo		Resigned 04 October 2016
Mrs N Munjoma		Resigned 17 November 2016
Mr CL Harker		
Mrs MJ Scharneck		
Mrs BH Grobler		Appointed 17 November 2016

3. Events after the reporting period

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

4. Going concern

The board believe that the organisation has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The board have satisfied themselves that the board is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The board are not aware of any new material changes that may adversely impact the organisation. The board 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.

5. Auditors

Nkonki East Gauteng Inc continued in office as auditors for the organisation for 2017.

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Statement of Financial Position as at 31 March 2017

Figures in Rand	Note(s)	2017	2016
Assets			
Non-Current Assets			
Property, plant and equipment	2	9,053	33,525
Current Assets			
Inventories		5,072	-
Other financial assets	3	349,853	818,779
Trade and other receivables	4	200	2,299
Cash and cash equivalents	5	164,908	43,010
		520,033	864,088
Total Assets		529,086	897,613
Reserves and Liabilities			
Reserves			
Accumulated surplus		396,403	745,013
Liabilities			
Current Liabilities			
Provisions	6	27,000	24,560
Trade and other payables	7	105,683	128,040
		132,683	152,600
Total Reserves and Liabilities		529,086	897,613

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Statement of Comprehensive Income

Figures in Rand	Note(s)	2017	2016
Revenue	8	878,348	698,910
Other income		93,308	76,910
Operating expenses		(1,367,251)	(1,297,843)
Operating deficit	9	(395,595)	(522,023)
Investment revenue	10	21,492	20,573
Fair value adjustments	11	25,493	23,995
Deficit for the year		(348,610)	(477,455)

Statement of Changes in Reserves

Figures in Rand	Accumulated surplus	Total reserves
Balance at 01 April 2015	1,222,468	1,222,468
Deficit	(477,455)	(477,455)
Balance at 01 April 2016	745,013	745,013
Deficit	(348,610)	(348,610)
Balance at 31 March 2017	396,403	396,403

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Statement of Cash Flows

Figures in Rand	Note(s)	2017	2016
Cash flows from operating activities			
Cash used in operations	13	(385,310)	(385,713)
Interest income		21,492	20,573
Net cash from operating activities		(363,818)	(365,140)
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(8,703)	(2,498)
Net movement in other financial assets		494,419	88,935
Net cash from investing activities		485,716	86,437
Total cash movement for the year		121,898	(278,703)
Cash at the beginning of the year		43,010	321,713
Total cash at end of the year	5	164,908	43,010

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Accounting Policies

1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with the accounting policies as set out below. The annual 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 items that:

- * are held for use in the production or supply of goods or services, or for rental to others or for administrative purposes and
- * are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost include 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.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment as follows:

Item	Average useful life
Motor vehicles	5 years
IT equipment	3 years
Leasehold improvements	6.67 years
Security equipment	15 years

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss in the period.

1.2 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 date, the carrying amount 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 fair value

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

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Accounting Policies

1.4 Government grants

Government grants are recognised when there is reasonable assurance that:
the entity will comply with the conditions attaching to them; and
the grants will be received.

Government grants are recognised as income over the periods necessary to match them with the related costs that they are intended to compensate.

Government grants related to assets, including non-monetary grants at fair value, are presented in the statement of financial position by setting up the grant as deferred income or by deducting the grant in arriving at the carrying amount of the asset.

Grants related to income are presented as a credit in the income statement (separately).

1.5 Revenue

Subsidies, funds raised, bequest, donations and any other source of revenue are only recognised when it is actually received or when it is virtually certain that the related economic benefit is going to flow to the entity.

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

Dividends are recognised, in profit or loss, when the organisation's right to receive payment has been established.

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Notes to the Annual Financial Statements

Figures in Rand

2017 2016

2. Property, plant and equipment

	2017			2016		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Leasehold property	233,637	(233,636)	1	233,637	(204,433)	29,204
Furniture and fixtures	294,919	(289,825)	5,094	289,716	(288,708)	1,008
Motor vehicles	423,788	(423,788)	-	423,788	(423,788)	-
IT equipment	57,188	(53,230)	3,958	53,689	(50,376)	3,313
Total	1,009,532	(1,000,479)	9,053	1,000,830	(967,305)	33,525

Reconciliation of property, plant and equipment - 2017

	Opening balance	Additions	Depreciation	Total
Leasehold property	29,204	-	(29,203)	1
Furniture and fixtures	1,008	5,204	(1,118)	5,094
IT equipment	3,313	3,499	(2,854)	3,958
	33,525	8,703	(33,175)	9,053

Reconciliation of property, plant and equipment - 2016

	Opening balance	Additions	Depreciation	Total
Leasehold property	64,250	-	(35,046)	29,204
Furniture and fixtures	8,315	-	(7,307)	1,008
IT equipment	2,383	2,498	(1,568)	3,313
	74,948	2,498	(43,921)	33,525

3. Other financial assets

At fair value

Sanlam World Trust Fund	349,853	818,779
-------------------------	---------	---------

Current assets

At fair value	349,853	818,779
---------------	---------	---------

4. Trade and other receivables

Prepayments	-	2,099
Deposits	200	200
	200	2,299

5. Cash and cash equivalents

Cash on hand	1,505	2,275
Bank balances	4,616	9,619
ABSA Money Market Fund	158,787	31,116
	164,908	43,010

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Notes to the Annual Financial Statements

Figures in Rand

2017 2016

6. Provisions

Reconciliation of provisions - 2017

	Opening balance	Additions	Utilised during the year	Total
Provision for audit fees	24,560	27,000	(24,560)	27,000

Reconciliation of provisions - 2016

	Opening balance	Additions	Utilised during the year	Total
Provision for audit fees	22,800	24,560	(22,800)	24,560

7. Trade and other payables

Amounts received in advance			3,940	6,250
Accrued leave pay			65,437	54,259
Accrued bonus			14,581	13,570
Accrued expense			12,075	46,211
Deposits received			9,650	7,750
			105,683	128,040

8. Revenue

Subsidy			691,440	652,192
Donations and fundraising			186,908	46,718
			878,348	698,910

9. Operating deficit

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

Operating lease charges

Premises

- Contractual amounts

3,545 5,262

Depreciation on property, plant and equipment
Employee costs

33,175 43,921
846,364 820,021

10. Investment revenue

Interest revenue

Interest on investments

21,492 20,573

11. Fair value adjustments

Fair Value adjustment on Investments

25,493 23,995

12. Taxation

In terms of Section 10 (1) (CN) of the Income Tax Act, the NPO is exempt from taxation subject to annual review by the South African Revenue Services. Accordingly, no provision for tax has been made.

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Notes to the Annual Financial Statements

Figures in Rand

2017

2016

13. Cash used in operations

Loss before taxation	(348,610)	(477,455)
Adjustments for:		
Depreciation and amortisation	33,175	43,921
Interest received	(21,492)	(20,573)
Fair value adjustments	(25,493)	(23,995)
Movements in provisions	2,440	(12,201)
Changes in working capital:		
Inventories	(5,072)	-
Trade and other receivables	2,099	(2,099)
Trade and other payables	(22,357)	106,689
	(385,310)	(385,713)

Uitkoms Home for Girls / Uitkomstehuis vir Dogters

(Registration number 001-180-NPO)

Annual Financial Statements for the year ended 31 March 2017

Detailed Income Statement

Figures in Rand	Note(s)	2017	2016
Revenue			
Donations & Fundraising		186,908	46,718
Subsidy		691,440	652,192
	8	878,348	698,910
Other income			
Rental income		88,520	74,811
Other income		4,788	2,099
Interest received	10	21,492	20,573
Fair value adjustments	11	25,493	23,995
		140,293	121,478
Operating expenses			
Accounting fees		(9,490)	(1,978)
Auditors remuneration		(27,684)	(25,700)
Bank charges		(11,378)	(7,594)
Computer expenses		(3,948)	(3,284)
Depreciation		(33,175)	(43,921)
Electricity generating expenses		(5,600)	(6,844)
Employee costs		(846,364)	(820,021)
Fund development and Marketing expenses		(110,098)	(19,689)
Gifts and flowers		(1,368)	(2,015)
Groceries and food		(4,245)	(15,510)
Household expenses		(14,043)	(12,151)
Insurance		(36,268)	(36,584)
Maintenance: Land and Buildings		(17,308)	(35,200)
Maintenance: Office Equipment		(2,319)	(942)
Municipal expenses		(141,379)	(152,362)
Vehicle and transport expenses		(35,560)	(33,333)
Printing and stationery		(6,237)	(6,505)
Rental - premises		(3,545)	(5,262)
Resident's Pocket money and traveling		(9,245)	(12,782)
Resident's schooling and personal expenses		(5,819)	(9,179)
Salary services levies		(7,920)	(6,912)
Subscriptions		(5,952)	(6,770)
Telecommunication cost		(27,202)	(30,707)
Traveling expenses		(1,104)	(2,598)
		(1,367,251)	(1,297,843)
Deficit for the year		(348,610)	(477,455)