

**THOHOYANDOU  
VICTIM EMPOWERMENT TRUST**

**FINANCIAL STATEMENTS**

**AT 29 FEBRUARY 2008**

**THOHOYANDOU VICTIM EMPOWERMENT TRUST****STATEMENT OF RESPONSIBILITY BY THE TRUSTEES  
for the year ended 29 February 2008**

The trustees of Thohoyandou Victim Empowerment Trust are responsible for the preparation, integrity and fair presentation of the financial statements of the trust. The financial statements, presented on pages 4 to 10, have been prepared in accordance with South African Statements of Generally Accepted Accounting Practice, and include amounts based on judgement and estimates made by management.

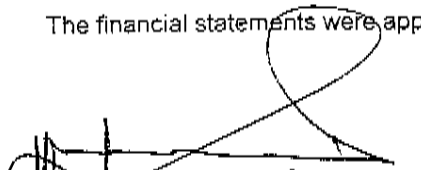
The trustees confirm that in preparing the financial statements they have used the most appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, and that all Statements of Generally Accepted Accounting Practice that they consider to be applicable have been followed. The trustees are satisfied that the information contained in the financial statements fairly present the results of operations for the year and financial position of the trust at year-end.

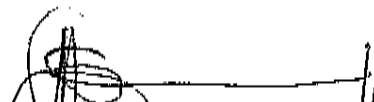
The trustees have responsibility for ensuring that accounting records are kept. The accounting records should disclose with reasonable accuracy the financial position of the company to enable the trustees to ensure that the financial statements comply with the relevant legislation.

The going concern basis has been adopted in preparing the financial statements. The members have no reason to believe that the trust will not be a going concern in the foreseeable future based on forecasts and available cash resources. These financial statements support the viability of the trust.

The financial statements have been audited by the independent auditors, PricewaterhouseCoopers Incorporated, which was given unrestricted access to all financial records and related data, including minutes of all meetings of trustees and Thohoyandou Victim Empowerment Trust. The trustees believe that all representations made to the independent auditors during their audit are valid and appropriate. The independent auditors' report to the trustees is presented on page 2 and 3.

The financial statements were approved by the trustees on 21/10/08 and are signed on its behalf.

  
Mr. M Tshikovhi  
Chairperson of the Board of Trustees

  
Mr. MS Madi  
Treasurer



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## INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THOHYANDOU VICTIM EMPOWERMENT TRUST

We have audited the annual financial statements of Thohoyandou Victim Empowerment Trust, the balance sheet as at 29 February 2008, 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, as set out on pages 4 to 10.

### *Directors' Responsibility for the Financial Statements*

The company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with South African Statements 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 auditor's 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.

# PRICEWATERHOUSECOOPERS

## Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Thohoyandou Victim Empowerment Trust as of 29 February 2008, and its financial performance and its cash flows for the year then ended in accordance with South African Statements of Generally Accepted Accounting Practice.

*PricewaterhouseCoopers Inc*

PricewaterhouseCoopers Inc

Director: G.S Malan

Registered Auditor

Polokwane

22/10/2008

# THOHOYANDOU VICTIM EMPOWERMENT TRUST

## BALANCE SHEET at 29 February 2008

	NOTES	2008 R	2007 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	290 620	126 557
<b>Current assets</b>			
Cash and cash equivalents	5	1 472 359	1 949 183
Inventory	6	-	32 987
		<u>1 762 979</u>	<u>2 075 740</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Trust capital	7	11 179	11 179
Retained surplus	8	1 676 573	2 055 801
<b>Current liabilities</b>			
Creditors and provisions	12	75 227	8 760
		<u>1 762 979</u>	<u>2 075 740</u>

## THOHOYANDOU VICTIM EMPOWERMENT TRUST

### INCOME STATEMENT

for the year ended 29 February 2008

	NOTES	2008 R	2007 R
<b>Income</b>			
Interest received	3	98 499	-
Grants received:		3 803 624	3 629 286
ABSA		-	-
Action Aid		511 696	73 527
CIDA		688 231	-
Population council - SIDA		529 013	539 957
Department of Health - EU		87 473	-
Department of Health and Social development		126 180	305 000
Department of Public Enterprise		-	1 571 517
Edcon		36 957	-
Foundation for Human Rights		12 201	196 874
National Lotteries Board		500 000	-
Oxfam Australia		63 466	-
Oxfam NOVIB		442 408	212 385
Population Council		-	116 227
Sundry smaller		4 113	49 442
Themba Lesizwe		-	51 700
USAID		801 887	512 657
Rent received		5 500	7 651
Administration fee received		10 800	986
Costs recouped		26 023	-
Income Oxfam and USAID		-	100
Telephone income		9 400	11 784
<b>Total income</b>		<b>3 953 845</b>	<b>3 649 807</b>
<b>Inventory movement</b>			
Opening stock		-	8 337
Purchases		32 987	17 657
Less: Closing stock	6	-	23 667
		32 987	32 987
<b>Net income carried forward</b>		<b>3 953 845</b>	<b>3 641 470</b>

# THOHOYANDOU VICTIM EMPOWERMENT TRUST

## INCOME STATEMENT for the year ended 29 February 2008 (continued)

	NOTES	2008 R	2007 R
Net income brought forward		3 953 845	3 641 470
<b>Expenditure</b>		<b>4 333 073</b>	<b>2 587 460</b>
Accounting fees		53 580	16 550
Administrative and support costs		33 188	1 762
Advertisements and promotions		96 276	16 760
Bank charges		20 069	18 397
Capacity building		130 702	25 537
Cleaning materials		10 209	4 439
Counselling cost		9 400	-
Depreciation	4	85 490	100 132
Educational literature		20 668	79 754
Electricity		11 927	6 630
Fuel		56 157	78 157
Small furniture and equipment		19 242	1 187
General project costs		39 889	3 212
Insurance and licences		44 218	41 042
Interest paid		-	304
Networking		65 658	46 992
Organisational development		21 000	-
Recruitment costs		48 348	-
Rent paid		17 467	9 226
Repairs and maintenance		125 519	40 530
Research		27 742	51 177
Salaries and wages		2 066 346	1 557 893
Security costs		13 802	13 256
Stationary and printing		65 588	41 250
Stipend wages		370 775	276 509
Subscription		5 966	14 406
Telephone, postage and photocopies		149 054	116 684
Transport expenses		57 615	8 209
Uniforms		49 857	-
Workshop expenses		617 322	17 465
<b>Net (deficit)/surplus for the year</b>	2	<b>( 379 228)</b>	<b>1 054 010</b>
<b>Retained surplus at beginning of year</b>		<b>2 055 801</b>	<b>1 001 791</b>
<b>Retained surplus at end of year</b>		<b>1 676 573</b>	<b>2 055 801</b>

# THOHOYANDOU VICTIM EMPOWERMENT TRUST

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 29 February 2008

### 1. Basis of presentation

The financial statements are prepared on the historical cost basis. These annual financial statements comply with South African Generally Accepted Accounting Practise. The following are the principal accounting policies used by the trust which are consistent with those of the previous year.

#### 1.1 Income recognition

Grants received are recognised in the financial statements at the date the funds are received from the donors and accounted for in the records of the trust. No provision is made for grants receivable at year end.

#### 1.2 Property, plant and equipment

Fixed assets are initially carried at cost and depreciated over their expected economic life on the straight line basis. The depreciation rates are as follows:

Computer equipment	33%
Office furniture	20%
Motor vehicles	20%

#### 1.3 Inventory

Inventory is stated at the lower of cost and net realisable value. Cost is calculated on a first-in-first-out (FIFO) basis.

#### 1.4 Cash and Cash equivalents

For the purposes of cash flow statements, cash and cash equivalents comprise of cash on hand and deposits held at call with banks.

#### 1.5 Financial instruments

Financial instruments carried on the balance sheet include cash and bank balances, trade receivables, trade payables and borrowings. The particular recognition methods adopted are disclosed in the individual policy statements for each item.

	2008	2007
	R	R
<b>2. Net surplus</b>		
The following items have been charged in arriving at net surplus:		
Depreciation on property, plant and equipment	85 490	100 132
Accounting fees	53 580	16 550
Staff costs	2 437 120	1 834 402
<b>3. Interest received</b>		
Interest received - First National Bank	<u>98 499</u>	<u>-</u>

## THOHOYANDOU VICTIM EMPOWERMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 29 February 2008 (continued)

## 4. Property, plant and equipment

	VEHICLES	COMPUTER EQUIPMENT	OFFICE FURNITURE	TOTAL 2008	TOTAL 2007
	R	R	R	R	R
Carrying value beginning of year	56 420	9 827	60 310	126 557	196 901
Cost - beginning of year	319 380	130 061	184 869	634 310	604 522
Accumulated depreciation	(262 960)	( 120 234)	( 124 559)	( 507 753)	( 407 621)
Additions for the year	-	5 699	243 854	249 553	29 788
Depreciation	56 420	9 827	19 243	85 490	100 132
Carrying value end of year	-	5 699	284 921	290 620	126 557
Cost end of year	319 380	135 760	428 723	883 863	634 310
Accumulated depreciation end of year	( 319 380)	( 130 061)	( 143 802)	( 593 243)	( 507 753)

## 5. Cash and cash equivalents

For the purpose of the cash flow statement the year end cash and cash equivalents comprise the following:

	2008 R	2007 R
Current account : General	228 082	552 307
Current account : Danida	93	453
Current account : CIDA	301 610	212 533
Current account : Oxfam	16 608	138 248
Current account : USAID	93	594
Call account	919 079	1 005 868
Petty cash	6 794	6 193
	<u>1 472 359</u>	<u>1 916 196</u>

## 6. Inventory

Consumables used in consultation	-	32 987
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## 7. Trust capital

Trust fund	<u>11 179</u>	<u>11 179</u>
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## 8. Retained surplus

Opening balance	2 055 801	1 001 791
Net (deficit)/surplus for the year	( 379 228)	1 054 010
Closing balance	<u>1 676 573</u>	<u>2 055 801</u>

## 9. Taxation

No provision for taxation is made as the trust is exempted from paying tax.

**THOHOYANDOU VICTIM EMPOWERMENT TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**for the year ended 29 February 2008**

	2008	2007
	R	R
<b>10. Cash flow from operating activities</b>		
Net surplus/(deficit) for the year	( 379 228)	1 054 010
Adjusted for		
Non cash items:		
Depreciation on property, plant and equipment	85 490	100 132
Interest received	( 98 499)	-
Interest paid	-	304
Increase in accounts payable	66 467	8 760
Decrease/(Increase) in inventory	32 987	( 15 330)
Cash flow from operating activities	<u>( 292 782)</u>	<u>1 147 876</u>
<b>11. Inter account loans</b>		
Loan: Danida	120 054	120 054
Loan: General	(184 688)	( 84 688)
Loan: CIDA	92 760	( 7 240)
Loan: USAID	(28 126)	( 28 126)
	<u>-</u>	<u>-</u>
<b>12 Creditors</b>		
Reimbursements - travel expenses	42 218	-
Professional services	8 000	8 000
South African Revenue Services	25 009	760
	<u>75 227</u>	<u>8 760</u>

**THOHOYANDOU VICTIM EMPOWERMENT TRUST**

**CASHFLOW STATEMENT**  
for the year ended 29 February 2008

		2008	2007
		R	R
<b>Cash flow from operating activities</b>			
Cash (utilised in)/generated by operations	10	( 292 782)	1 147 876
Interest received		98 499	-
Interest paid		-	(304)
Net cash (utilised in)/generated by operating activities		<u>( 194 284)</u>	<u>1 147 572</u>
<b>Cash flow from investing activities</b>			
Assets acquired		<u>( 249 553)</u>	<u>( 29 788)</u>
Net cash used in investing activities		<u>( 249 553)</u>	<u>( 29 788)</u>
<b>Cash flow from financing activities</b>			
Loan: General		100 000	67 610
Loan: CIDA		<u>( 100 000)</u>	<u>( 67 610)</u>
Net cash generated from financing activities		<u>-</u>	<u>-</u>
<b>Net changes in cash and cash equivalents</b>		<u>( 443 837)</u>	<u>1 117 784</u>
<b>Cash and cash equivalents beginning of year</b>		<u>1 916 196</u>	<u>798 412</u>
<b>Cash and cash equivalents end of year</b>		<u><u>1 472 359</u></u>	<u><u>1 916 196</u></u>