

African Blessings NPC
(Registration Number 2003/006636/08)
Annual Financial Statements
for the year ended 28 February 2018

Audited Financial Statements
in compliance with Companies Act of South Africa
Audited by: Theunissen Abrie Incorporated
Professional designation: Registered Auditors

African Blessings NPC

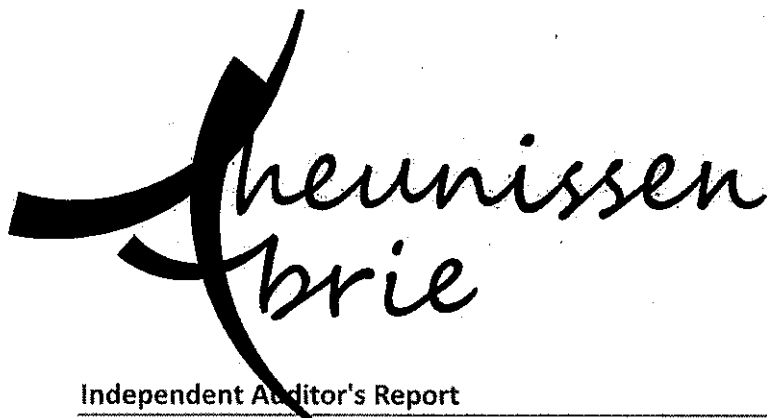
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The supplementary information presented does not form part of the Financial Statements and is unaudited



30B Pygmy Street
Amberfield Glen
Centurion
0139

willem@theunissenabrie.co.za
074 877 7438

Independent Auditor's Report

To the Members of African Blessings NPC

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of African Blessings NPC set out on pages 6 to 12, which comprise the statement of financial position as at 28 February 2018, and the statement of comprehensive income, the statement of changes in equity and the 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, the financial statements present fairly, in all material respects, the financial position of the company as at 28 February 2018, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 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 directors are responsible for the other information. The other information comprises the Directors' Report as required by the Companies Act of South Africa. 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 Directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa, and for such internal control as the directors 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Postnet Suite 235
Private Bag X2
Raslouw
0109

Director
Willem Abrie

Theunissen Abrie Inc
2005/028529/21
Practice Number
901778

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 ISAs 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 ISAs, 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 company'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 company 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 directors 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.

Report on Other Legal and Regulatory Requirements

In terms of the IRBA Rule published in Government Gazette Number 39475 dated 4 December 2015, we report that Theunissen Abrie Incorporated have been the auditors of African Blessings NPC for 5 years.

Theunissen Abrie Incorporated

7 May 2018



Per: W Abrie
Director / Partner
Chartered Accountant (SA)

**30B Pygmy Street
Amberfield
Centurion
0139**

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Directors' Responsibilities and Approval

The directors are required by the Companies Act of South Africa 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 satisfy the financial reporting standards as to form and content and present fairly the statement of financial position, results of operations and business of the company, and explain the transactions and financial position of the business of the company at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the company and supported by reasonable and prudent judgements and estimates.

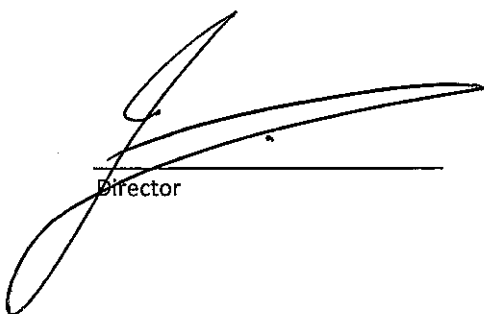
The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors sets standards for 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 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.

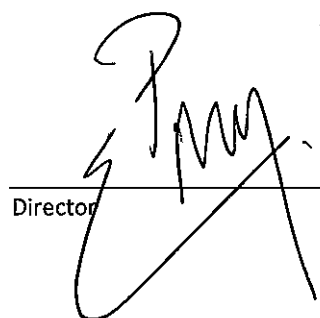
The directors are of the opinion, based on the information and explanations given by management and the external auditors, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss. The going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the directors have no reason to believe that the company will not be a going concern in the foreseeable future. The financial statements support the viability of the company.

The annual financial statements have been audited by the independent auditing firm, Theunissen Abrie Incorporated, who have been given unrestricted access to all financial records and related data, including minutes of all meetings of members, the directors and committees of the directors. The directors believe that all representations made to the independent auditor during the audit were valid and appropriate. The external auditors' unqualified audit report is presented on pages 2 to 3.

The annual financial statements as set out on pages 6 to 12 were approved by the directors on 7 May 2018 and were signed on their behalf by:



Director



Director

African Blessings NPC

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Annual Financial Statements for the year ended 28 February 2018

Directors' Report

The directors present their report for the year ended 28 February 2018.

1. Review of activities

Main business and operations

The principal activity of the company is engaging in a community based business development project and operates in south africa and there were no major changes herein during the year.

The operating results and statement of financial position of the company are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

3. Events after reporting date

All events subsequent to the date of the annual financial statements and for which the applicable financial reporting framework require adjustment or disclosure have been adjusted or disclosed.

The directors are not aware of any matter or circumstance arising since the end of the financial year to the date of this report that could have a material effect on the financial position of the company.

4. Directors' interest in contracts

To our knowledge none of the directors had any interest in contracts entered into during the year under review.

5. Directors

The directors of the company during the year and to the date of this report are as follows:

IL Wilcocks
RI Edkins
BEG Lywood
MA Forssman
ES Paizes
PH Edkins
D O'Connor

6. Independent Auditors

Theunissen Abrie Incorporated were the independent auditors for the year under review.

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Financial Statements for the year ended 28 February 2018

Statement of Financial Position

Figures in R

	Notes	2018	2017
Assets			
Non-current assets			
Property, plant and equipment	3	47,430	81,588
Current assets			
Trade and other receivables	4	550,924	384,282
Cash and cash equivalents	5	570,801	20,752
Total assets		1,169,155	486,622
Equity and liabilities			
Equity			
Accumulated surplus		1,101,138	42,417
Liabilities directly associated with assets held for donation		-	(30,492)
Current liabilities			
Trade and other payables	6	67,271	49,999
Current tax liabilities		746	424,660
Bank overdraft	5	-	38
Total current liabilities		68,017	474,697
Total equity and liabilities		1,169,155	486,622

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Statement of Comprehensive Income

Figures in R	2018	2017
Revenue	66,322	605,178
Cost of sales	(38,079)	(886,651)
Gross surplus / (deficit)	28,243	(281,473)
Other income	2,342,475	5,430,960
Other expenses	(1,031,149)	(5,095,547)
Surplus from operating activities	1,339,569	53,940
Finance income	19,246	1,275
Finance costs	(6,864)	(3)
Surplus before tax	1,351,951	55,212
Income tax expense	(293,229)	(567,971)
Surplus / (deficit) for the year	1,058,722	(512,759)
Accumulated Surplus at the end of the year	1,101,139	42,416

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Statement of Changes in Equity

Figures in R

	Accumulated surplus	Total
Balance at 1 March 2016	555,175	555,175
Changes in equity		
Deficit for the period	(512,758)	(512,758)
Total comprehensive income	(512,758)	(512,758)
Balance at 28 February 2017	42,417	42,417
Balance at 1 March 2017	42,417	42,417
Changes in equity		
Surplus for the period	1,058,721	1,058,721
Total comprehensive income	1,058,721	1,058,721
Balance at 28 February 2018	1,101,138	1,101,138

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Statement of Cash Flows

Figures in R

Note 2018 2017

Cash flows from operations		
Surplus / (deficit) for the year	1,058,721	(512,758)
Adjustments to reconcile surplus / (deficit)		
Adjustments for income tax expense	293,229	567,971
Adjustments for finance income	(19,246)	(1,275)
Adjustments for finance costs	6,864	3
Adjustments for decrease in inventories	-	120,283
Adjustments for increase in other operating receivables	(166,642)	(130,886)
Adjustments for increase / (decrease) in trade accounts payable	17,272	(2,254)
Adjustments for depreciation and amortisation expense	34,158	35,675
Total adjustments to reconcile surplus / (deficit)	165,635	589,517
Net cash flows from operations	1,224,356	76,759
Interest paid	(6,864)	(3)
Interest received	19,246	1,275
Income taxes paid	(717,143)	(149,253)
Net cash flows from / (used in) operating activities	519,595	(71,222)
Cash flows from financing activities		
Proceeds from other financial liabilities	30,492	-
Cash flows from financing activities	30,492	-
Net increase / (decrease) in cash and cash equivalents	550,087	(71,222)
Cash and cash equivalents at beginning of period	20,714	91,937
Cash and cash equivalents at end of period	570,801	20,715

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Accounting Policies

1. General information

African Blessings NPC is a non profit company incorporated in South Africa.

2. Summary of significant accounting policies

These annual financial statements have been prepared in accordance with the International Financial Reporting Standards for Small and Medium - sized Entities issued by the International Accounting Standards Board. The principal accounting policies applied in the preparation of these annual financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

These annual financial statements have been prepared under the historical cost convention and are presented in South Africa Rands.

2.1 Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

Costs 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 charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following rates are used for the depreciation of property, plant and equipment:

The residual value, depreciation method and useful life of each asset are reviewed at each annual reporting period if there are indicators present that there has been significant change from the previous estimates.

Furniture and fittings	16.67%
Equipment	16.67%
IT Equipment	33.33%
Computer software	50.00%

Trade and other receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown in current liabilities on the statement of financial position.

Trade and other payables

Trade and other payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest rate method.

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Financial Statements for the year ended 28 February 2018

Notes to the Financial Statements

Figures in R

3. Property, plant and equipment

3.1 Balances at year end and movements for the year

Reconciliation for the year ended 28 February 2018

Balance at 1 March 2017

	Fixtures and fittings	Office equipment	Computer equipment	Computer software	Total
At cost	19,180	293,045	17,954	6,400	336,579
Accumulated depreciation	(19,175)	(213,586)	(15,831)	(6,399)	(254,991)
Net book value	5	79,459	2,123	1	81,588

Movements for the year ended 28 February 2018

Depreciation	-	(32,037)	(2,121)	-	(34,158)
Property, plant and equipment at end of period	5	47,422	2	1	47,430

Closing balance at 28 February 2018

	Fixtures and fittings	Office equipment	Computer equipment	Computer software	Total
At cost	19,180	293,045	17,954	6,400	336,579
Accumulated depreciation	(19,175)	(245,623)	(17,952)	(6,399)	(289,149)
Net book value	5	47,422	2	1	47,430

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Financial Statements for the year ended 28 February 2018

Notes to the Financial Statements

Figures in R

2018

2017

4. Trade and other receivables		
4.1 Trade and other receivables comprise:		
Sundry debtors	550,924	384,282
Total current receivables	<u>550,924</u>	<u>384,282</u>
5. Cash and cash equivalents		
5.1 Favourable Cash balances		
Bank balances		
Bank balance	570,801	20,752
Overdrawn bank balances		
Bank overdraft	-	(38)
6. Trade and other payables		
6.1 Trade and other payables are made up as follows:		
Trade creditors	67,271	49,999
Total trade and other payables	<u>67,271</u>	<u>49,999</u>

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Detailed Income Statement

Figures in R	2018	2017
Revenue		
Sale of goods	66,322	605,178
Total revenue	66,322	605,178
Cost of sales		
Opening stock	-	(120,283)
Sale of goods	(38,079)	(766,368)
Total cost of sales	(38,079)	(886,651)
Gross surplus / (deficit)	28,243	(281,473)
Other income		
Distribution Income received	1,607,115	2,754,079
Donations income	735,360	2,676,881
Interest received	19,246	1,275
Total other income	2,361,721	5,432,235
Other operating expenses		
Admin Fees	(4,687)	(3,784)
Auditors remuneration	-	(17,157)
Bank charges	(11,115)	(14,628)
Depreciation - Tangible assets	(34,158)	(35,675)
Donations - Animals	(147,402)	(181,193)
Donations - Special Projects	(267,104)	(343,662)
Donations - Welfare Building Project	(30,000)	(3,868,851)
Employee costs - directors	(266,392)	-
Employee expense - salaries	(241,677)	(504,047)
Entertainment	(2,110)	-
Interest paid - trade and other payables	(6,864)	(3)
Promotions	(12,274)	(19,777)
Repairs and maintenance	-	(81,432)
Subscriptions	(12,366)	(23,763)
Travel - local	(1,865)	(1,577)
Total other expenses	(1,038,014)	(5,095,549)
Surplus before tax	1,351,950	55,213
Income tax		
Taxation	(293,229)	(567,971)
Surplus / (deficit) for the year	1,058,721	(512,758)