COMMUNITY KEEPERS NPC
(Registration number 2008/013270/08)

AUDITED FINANCIAL STATEMENTS
for the year ended 31 December 2011

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	School-based support and development services to learners
Directors	AP du Plessis PR Geldenhuys
Registered office	Trident Park I 1 Niblick Way SOMERSET WEST 7130
Business address	Oude Molen Distillery Road STELLENBOSCH 7600
Postal address	PO Box 3374 MATIELAND 7602
Bankers	ABSA Bank Ltd
Auditors	Aucamp Scholtz Lubbe Incorporated Registered Auditors
Company registration number	2008/013270/08
NPO Registration number	067-754

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The reports and statements set out below comprise the audited financial statements presented to the directors:

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The following supplementary information does not form part of the audited financial statements and is unaudited:

Independent Auditors' Report

To the directors of Community Keepers NPC

We have audited the financial statements of Community Keepers NPC, which comprise the statement of financial position as at 31 December 2011, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes, and the directors' report, as set out on pages 6 to 14.

Directors' Responsibility for the Audited Financial Statements

The company's directors are responsible for the preparation and fair presentation of these audited financial statements in accordance with the International Financial Reporting Standards for Small- and Meduim sized Entities, and requirements of the Companies Act of South Africa, 2008, and for such internal control as the directors determine is necessary to enable the preparation of audited financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these audited 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 audited financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the audited financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the audited 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 audited 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 audited financial statements.

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

Basis for Qualified Opinion

In common with similar organisations, it is not feasible for the company to institute accounting controls over cash collections from donations prior to initial entry of the collections in the accounting records. Accordingly, it was impracticable for us to extend our examination beyond the receipts actually recorded.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the audited financial statements present fairly, in all material respects, the financial position of Community Keepers NPC as at 31 December 2011, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standards for Small and Medium-Sized Entities, and the requirements of the Companies Act of South Africa, 2008.

Supplementary information

Without qualifying our opinion, we draw attention to the fact that supplementary information set out on page 15 does not form part of the audited financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.

A Scholtz
AUCAMP SCHOLTZ LUBBE INCORPORATED
Registered Auditors

Somerset West
12 March 2011

Directors' Responsibilities and Approval

The directors are required by the Companies Act of South Africa, 2008, to maintain adequate accounting records and are responsible for the content and integrity of the audited financial statements and related financial information included in this report. It is their responsibility to ensure that the audited financial statements fairly present the state of affairs of the company 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 International Financial Reporting Standards for Small and Medium-Sized Entities. The external auditors are engaged to express an independent opinion on the audited financial statements.

The audited financial statements are prepared in accordance with the International Financial Reporting Standards for Small and Medium-Sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments 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 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 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, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the audited financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company’s cash flow forecast for the year to 31 December 2012 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently reviewing and reporting on the company's audited financial statements. The audited financial statements have been examined by the company's external auditors and their report is presented on page 3 and 4.

The audited financial statements set out on pages 6 to 14, which have been prepared on the going concern basis, were approved and signed by the directors on 12 March 2011.

AP du Plessis	**PR Geldenhuys**

Directors' Report

The directors submit their report for the year ended 31 December 2011.

1. Review of activities

Main business and operations

The company is engaged in school-based support and development services to learners and operates in South Africa.

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

Net surplus of the company was R 161 168 (2010: surplus R 54 924).

2. Going concern

The audited 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. The company's existence is dependant on future donations to continue its operations.

3. Events after the reporting period

The directors are not aware of any matter or circumstance arising since the end of the financial year.

4. Non-current assets

Details of major changes in the nature of the non-current assets of the company during the year is set out in note 2 of the audited financial statements.

5. Directors

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

Name	Nationality
AP du Plessis	South African
PR Geldenhuys	South African

6. Secretary

The company had no secretary during the year.

7. Auditors

Aucamp Scholtz Lubbe Incorporated will continue in office in accordance with section 90 of the Companies Act of South Africa, 2008.

Statement of Financial Position

	Notes	2011 R	2010 R
Assets			
Non-Current Asset			
Property, plant and equipment	2	8 808	7 767
Current Asset			
Cash and cash equivalents	3	613 154	440 598
Total Assets		**621 962**	**448 365**
Equity and Liabilities			
Equity			
Retained income		609 035	447 867
Liabilities			
Current Liability			
Trade and other payables	4	12 927	498
Total Equity and Liabilities		**621 962**	**448 365**

Statement of Comprehensive Income

	Notes	2011 R	2010 R
Revenue		867 150	675 802
Other income		4 290	3 830
Operating expenses		(733 632)	(641 258)
Operating surplus	5	**137 808**	**38 374**
Investment revenue	6	23 364	16 550
Finance costs	7	(4)	-
Surplus for the year		**161 168**	**54 924**
Other comprehensive income		-	-
Total comprehensive surplus for the year		**161 168**	**54 924**

Statement of Changes in Equity

	Retained income R	Total equity R
Balance at 01 January 2010	**392 943**	**392 943**
Changes in equity		
Total comprehensive surplus for the year	54 924	54 924
Total changes	54 924	54 924
Balance at 01 January 2011	**447 867**	**447 867**
Changes in equity		
Total comprehensive surplus for the year	161 168	161 168
Total changes	161 168	161 168
Balance at 31 December 2011	**609 035**	**609 035**

Statement of Cash Flows

	Notes	2011 R	2010 R
Cash flows from operating activities			
Donations received		867 150	675 802
Cash paid to suppliers and employees		(713 247)	(614 011)
Cash generated from operations	10	153 903	61 791
Interest received		23 364	16 550
Finance costs		(4)	-
Net cash from operating activities		**177 263**	**78 341**
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(4 707)	(6 993)
Total cash movement for the year		**172 556**	**71 348**
Cash at the beginning of the year		440 598	369 250
Total cash at end of the year	3	**613 154**	**440 598**

1. Presentation of Audited Financial Statements

The audited financial statements have been prepared in accordance with the International Financial Reporting Standards for Small and Medium-Sized Entities, and the Companies Act of South Africa, 2008. The audited financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. It is presented in South African Rands.

These accounting policies are consistent with the previous period, except for certain changes due to the First-time adoption of the International Financial Reporting Standards for Small and Medium-Sized Entities. The transition had no effect on the figures as was presented in the statement of financial position, statement of comprehensive income, statement of changes in equity and statements of cash flows of Community Keepers NPC as was presented in prior periods.

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, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

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.

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

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, which is as follows:

Item	**Average useful life**
Computer equipment	3 years
Furniture and fixtures	6 years
Other fixed assets	6 years

The residual value, depreciation method and the useful life of each asset are reviewed at each annual reporting period to determine if there are indicators present that there is a change from the previous estimate.

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 amounts 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 cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably are measured at cost less impairment. This includes equity instruments held in unlisted investments.

1.3 Revenue

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the company;
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

When the outcome of the transaction involving the rendering of services cannot be estimated reliably, revenue shall be recognised only to the extent of the expenses recognised that are recoverable.

Revenue is measured at the fair value of the consideration received or receivable.

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

1.4 Borrowing costs

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

	2011 R	2010 R

2. Property, plant and equipment

	2011			2010		
	Cost	**Accumulated depreciation**	**Carrying value**	**Cost**	**Accumulated depreciation**	**Carrying value**
Computer equipment	8 900	(4 353)	4 547	6 993	(1 588)	5 405
Furniture and fixtures	5 350	(1 670)	3 680	3 150	(788)	2 362
Other fixed assets	600	(19)	581	-	-	-
Total	**14 850**	**(6 042)**	**8 808**	**10 143**	**(2 376)**	**7 767**

Reconciliation of property, plant and equipment - 2011

	Opening balance	Additions	Depreciation	Total
Computer equipment	5 405	1 907	(2 765)	4 547
Furniture and fixtures	2 362	2 200	(882)	3 680
Other fixed assets	-	600	(19)	581
	7 767	**4 707**	**(3 666)**	**8 808**

Reconciliation of property, plant and equipment - 2010

	Opening balance	Additions	Depreciation	Total
Computer equipment	-	6 993	(1 588)	5 405
Furniture and fixtures	2 887	-	(525)	2 362
	2 887	**6 993**	**(2 113)**	**7 767**

3. Cash and cash equivalents

Cash and cash equivalents consist of:

	2011	2010
Bank balances	612 751	440 593
Cash on hand	403	5
	613 154	**440 598**

4. Trade and other payables

	2011	2010
Trade payables	1 178	498
South African Revenue Services: PAYE, UIF and SDL	11 749	-
	12 927	**498**

5. Operating surplus

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

	2011	2010
Depreciation on property, plant and equipment	3 666	2 113
Employee costs	605 431	448 234

	2011 R	2010 R

6. Investment revenue

Interest received - Bank	23 364	16 550

7. Finance costs

Bank	4	-

8. Taxation

The company is exempt from the payment of normal tax as per section 10(1)(cN) of the Income Tax Act, nr 58 of 1962, as amended, for registered non-profit organisations.

9. Auditors' remuneration

Accounting fees	2 250	2 212
Audit fees	5 730	5 130
Tax and secretarial services	2 987	-
	10 967	**7 342**

10. Cash generated from operations

Profit before taxation	161 168	54 924
Adjustments for:		
Depreciation	3 666	2 113
Interest received	(23 364)	(16 550)
Finance costs	4	-
Changes in working capital:		
Trade and other receivables	-	25 650
Trade and other payables	12 429	(4 346)
	153 903	**61 791**

11. Directors' and prescribed officer's emoluments

Executive

2011

	Remuneration	Total
For services as director	182 480	182 480

2010

	Remuneration	Total
For services as director	145 905	145 905

Statement of Financial Performance

	Notes	2011 R	2010 R
Revenue			
Donations received		867 150	675 802
Other income			
Activity income		4 290	3 830
Interest received	6	23 364	16 550
		27 654	**20 380**
Operating expenses			
Advertising		10 310	47 189
Auditors' remuneration	9	10 967	7 342
Bank charges		6 443	5 499
Computer expenses		1 503	9 202
Computer rent paid		8 400	232
Consulting and professional fees		19 430	77 724
Consumables		501	-
Depreciation	5	3 666	2 113
Employee costs	5	605 431	448 234
Events and camps		30 114	-
Facilities erected		7 361	20 374
Gifts		524	804
Office expenses		2 307	2 014
Office equipment expenses		350	-
Postage		108	-
Printing and stationery		5 680	2 157
Staff expenses		900	120
Subscriptions		1 000	50
Telephone and fax		2 549	578
Training		13 500	14 875
Travel - local		2 588	2 751
		733 632	**641 258**
Net surplus before finance cost		**161 172**	**54 924**
Finance costs	7	(4)	-
Surplus for the year		**161 168**	**54 924**