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

AUDITED FINANCIAL STATEMENTS
for the year ended 31 December 2012

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	Oude Molen Distillery Road STELLENBOSCH 7600
Business address	Oude Molen Distillery Road STELLENBOSCH 7600
Postal address	PO Box 3374 MATIELAND 7602
Bankers	ABSA Bank
Auditors	Aucamp Scholtz Lubbe Incorporated Registered Auditors
Company registration number	2008/013270/08
NPO registration number	067-754
Level of assurance	These audited financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa, 2008.
Complier	The financial statements were independently compiled by: C Swart Chartered Accountant (S.A.)

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

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Independent Compiler's Report

To the shareholders of Community Keepers NPC

On the basis of information provided by the directors I have compiled, in accordance with the statement of International Standard on Related Services applicable to compilation engagements, the statement of financial position of Community Keepers NPC at 31 December 2012, 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 as set out on pages 8 to 17. The directors are responsible for these audited financial statements. I have not audited or reviewed these audited financial statements, and accordingly express no assurance thereon.

C Swart
Chartered Accountant (S.A.)

Somerset West
28 February 2013

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 2012, 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 7 to 16.

Directors' Responsibility for the Audited Financial Statements

The company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and requirements of the Companies Act of South Africa, 2008. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of audited 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.

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 collection in the accounting record. 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 2012, 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, 2008.

Independent Accounting Professional

We draw attention to the fact that a partner at our firm is appointed as an independent accounting professional of the company and has independently compiled the financial statements in accordance with Regulation 26(1)(e) of the Companies Regulations, 2011.

Supplementary Information

We draw attention to the fact that the supplementary information set out on page 17 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
28 February 2013

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 Standard 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 Standard 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 2013 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 pages 4 and 5.

The audited financial statements set out on pages 7 to 17, which have been prepared on the going concern basis, were approved and signed by the directors on 28 February 2013.

AP du Plessis	**PR Geldenhuys**

Directors' Report

The directors submit their report for the year ended 31 December 2012.

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 1 025 999 (2011: R 161 168).

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 existance 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 are disclosed in note 2 to 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	2012 R	2011 R
Assets			
Non-Current Assets			
Property, plant and equipment	2	24 321	8 808
Current Assets			
Trade and other receivables	3	31 203	-
Cash and cash equivalents	4	1 593 655	613 154
		1 624 858	**613 154**
Total Assets		**1 649 179**	**621 962**
Equity and Liabilities			
Equity			
Retained income		1 635 033	609 034
Liabilities			
Current Liabilities			
Trade and other payables	5	14 146	12 928
Total Equity and Liabilities		**1 649 179**	**621 962**

Statement of Comprehensive Income

	Notes	2012 R	2011 R
Revenue		2 019 294	867 150
Other income		9 858	4 290
Operating expenses		(1 035 703)	(733 632)
Operating surplus	6	**993 449**	**137 808**
Investment revenue	7	32 551	23 364
Finance costs	8	(1)	(4)
Surplus for the year		**1 025 999**	**161 168**
Other comprehensive income		-	-
Total comprehensive surplus for the year		**1 025 999**	**161 168**

Statement of Changes in Equity

	Retained income R	Total equity R
Balance at 01 January 2011	**447 866**	**447 866**
Changes in equity		
Total comprehensive surplus for the year	161 168	161 168
Total changes	161 168	161 168
Balance at 01 January 2012	**609 034**	**609 034**
Changes in equity		
Total comprehensive surplus for the year	1 025 999	1 025 999
Total changes	1 025 999	1 025 999
Balance at 31 December 2012	**1 635 033**	**1 635 033**

Statement Of Cash Flows

	Notes	2012 R	2011 R
Cash flows from operating activities			
Cash receipts from customers		2 019 294	867 150
Cash paid to suppliers and employees		(1 049 709)	(713 247)
Cash generated from operations	11	969 585	153 903
Interest income		32 551	23 364
Finance costs		(1)	(4)
Net cash from operating activities		**1 002 135**	**177 263**
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(21 634)	(4 707)
Total cash movement for the year		**980 501**	**172 556**
Cash at the beginning of the year		613 154	440 598
Total cash at end of the year	4	**1 593 655**	**613 154**

1. Presentation of Audited Financial Statements

The audited financial statements have been prepared in accordance with the International Financial Reporting Standard 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. 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, 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 is 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 fittings	6 years
Office equipment	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 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.

Accounting Policies

1.3 Revenue (continued)

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.

Notes to the Audited Financial Statements

	2012 R	2011 R

2. Property, plant and equipment

	2012			2011		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Computer equipment	16 922	(8 222)	8 700	8 900	(4 353)	4 547
Furniture and fixtures	14 251	(3 286)	10 965	5 350	(1 670)	3 680
Office equipment	4 186	(355)	3 831	-	-	-
Other fixed assets	1 126	(301)	825	600	(19)	581
Total	**36 485**	**(12 164)**	**24 321**	**14 850**	**(6 042)**	**8 808**

Reconciliation of property, plant and equipment - 2012

	Opening balance	Additions	Depreciation	Total
Computer equipment	4 547	8 021	(3 868)	8 700
Furniture and fixtures	3 680	8 901	(1 616)	10 965
Office equipment	-	4 186	(355)	3 831
Other fixed assets	581	425	(181)	825
	8 808	**21 533**	**(6 020)**	**24 321**

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**

3. Trade and other receivables

	2012	2011
South African Revenue Services: VAT	31 203	-

4. Cash and cash equivalents

Cash and cash equivalents consist of:

	2012	2011
Bank balances	1 593 448	612 751
Cash on hand	207	403
	1 593 655	**613 154**

5. Trade and other payables

	2012	2011
Trade payables	-	1 177
South African Revenue Services: PAYE, UIF and SDL	14 146	11 751
	14 146	**12 928**

Notes to the Audited Financial Statements

	2012 R	2011 R

6. Operating surplus

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

Depreciation on property, plant and equipment	6 121	3 666
Employee costs	738 871	605 431

7. Investment revenue

Interest received		
Bank	32 551	23 364

8. Finance costs

Bank	1	4

9. 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.

10. Auditors' remuneration

Accounting fees	-	2 250
Audit fees	7 940	5 730
Tax and secretarial services	48	2 987
	7 988	**10 967**

11. Cash generated from operations

Profit before taxation	1 025 999	161 168
Adjustments for:		
Depreciation and amortisation	6 121	3 666
Interest received	(32 551)	(23 364)
Finance costs	1	4
Changes in working capital:		
Trade and other receivables	(31 203)	-
Trade and other payables	1 218	12 426
	969 585	**153 900**

	2012	2011
	R	R

12. Directors' remuneration

Executive

2012

	Remuneration	Total
For services as director	205 199	205 199

2011

	Remuneration	Total
For services as director	182 480	182 480

Detailed Statement of Comprehensive Income

	Note	2012 R	2011 R
Revenue			
Donations received		2 019 294	867 150
Other income			
Activity income		9 748	4 290
Discount received		110	-
Interest received		32 551	23 364
		42 409	**27 654**
Operating expenses			
Accounting fees		4 250	-
Advertising		31 542	10 310
Auditors' remuneration	10	7 988	10 967
Bank charges		11 072	6 443
CIPC levy		100	-
Computer expenses		598	1 503
Computer rent paid		8 400	8 400
Consulting and professional fees		6 645	19 430
Consumables		-	501
Depreciation		6 121	3 666
Employee costs		738 871	605 431
Events and camps		22 544	30 114
Facilities erected		10 963	7 361
Fines and penalties		1 300	-
Fundraising		1 537	-
Gifts		789	524
Insurance		328	-
Office equipment expenses		7 786	350
Office expenses		4 421	2 307
Postage		264	108
Printing and stationery		8 853	5 680
Staff expenses		1 393	900
Subscriptions		1 150	1 000
Sundry expenses		8 253	-
Telephone and fax		5 254	2 549
Training		3 390	13 500
Travel - local		5 391	2 588
Website development		136 500	-
		1 035 703	**733 632**
Operating surplus		**1 026 000**	**161 172**
Finance costs		(1)	(4)
Surplus for the year		**1 025 999**	**161 168**