

**ELKANA CHILDCARE (NPC)**

**Registration Number: 2003/006176/08**

**NPC Number: 036-188**

**ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2019**

 Chartered Accountants (SA)  
Registered Auditors  
**DE JAGER BOSHOFF**

**ELKANA CHILDCARE (NPC)**

**Registration Number: 2003/006176/08**

**NPC Number: 036-188**

**ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2019**

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## ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

### RESPONSIBILITIES AND APPROVAL OF DIRECTORS

The directors are required by the Companies Act 71 of 2008, 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 company as at the end of 31 March 2019 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 auditor is engaged to express an independent opinion on the financial statements.

The annual 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 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 board of 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.

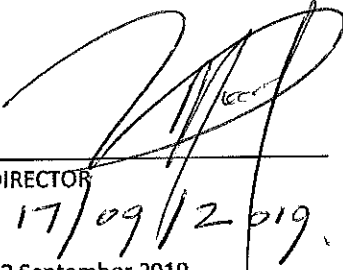
These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, 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.

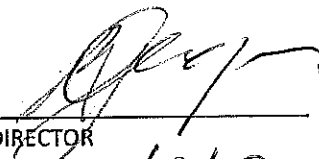
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial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

The directors have reviewed the company's cash flow forecast for the year ended 31 March 2020 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 auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on pages 3 to 4.

The annual financial statements set out on pages 6 to 13, which have been prepared on the going concern basis, were approved by the board of directors and were signed on its behalf by:

  
DIRECTOR  
17/09/2019  
12 September 2019

  
DIRECTOR  
17/9/19

**ELKANA CHILDCARE (NPC)**

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**REPORT OF THE DIRECTORS TO THE SHAREHOLDERS**

The directors have pleasure in presenting their report together with the financial statements for the year ended 31 March 2019.

**1 NATURE OF BUSINESS**

The principal activity of the company is to promote, co-ordinate and administer all the activities related to childcare.

**2 REVIEW OF BUSINESS RESULTS**

The financial position and results of operations of the company are adequately reflected in the annual financial statements.

**3 DIRECTORS**

The following acted as directors for the year under review:

T Botha  
R Bowers  
RM Kortjé  
VM Mehl  
AM Strauss  
CM Bester (appointed 01/04/18)

**4 POST ACCOUNTING DATE EVENTS**

The directors are not aware of any material fact, circumstance or event which occurred between the accounting date and the date of this report which might influence an assessment of the company's financial position and the results of its operations.

12 September 2019

**REPORT OF THE INDEPENDENT AUDITOR TO THE  
MEMBERS OF ELKANA CHILDCARE (NPC)**

Registration Number: 2003/006176/08

NPC Number: 036-188

**Qualified Opinion**

We have audited the annual financial statements of Elkana Childcare (NPC), which comprise the statement of financial position at 31 March 2019, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flow for the year then ended, and a summary of significant accounting policies and other explanatory notes as set out on pages 6 to 13.

In our opinion, except for the possible effect of the matter described in the Basis for Qualified Opinion section of our report, the financial statements present fairly, in all material respects, the financial position of the company at 31 March 2019, and its financial performance and its cash flow for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and in the manner required by the Companies Act of South Africa, No 71 of 2008.

**Basis for Qualified Opinion**

In common with non-profitable organizations, it is not feasible to institute accounting controls over cash collections prior to the initial entry of the collections in the accounting records. Accordingly, it was impracticable for us to extend our examination beyond the receipts actually recorded.

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 Financial Statements* section of our report. We are independent of the entity in accordance with sections 290 and 291 of the Independent Regulatory Board for Auditors' *Code of Professional Conduct for Registered Auditors (Revised January 2018)* (IRBA Code (Revised January 2018)), parts 1 and 3 of the Independent Regulatory Board of Auditors' *Code of Professional Conduct for Registered Auditors (Revised November 2018)* (IRBA Code (Revised November 2018)) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Code (Revised January 2018), the IRBA Code (Revised November 2018) and in accordance with other ethical requirements applicable to performing audits in South Africa. Sections 290 and 291 of the IRBA Code (Revised January 2018) are consistent with sections 290 and 291 of the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants*. Parts 1 and 3 of the IRBA Code (Revised November 2018) are consistent with parts 1 and 3 of the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (including International Independence Standards)*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other Matter**

Without qualifying our opinion, we draw attention to the fact that supplementary information set out on pages 14 to 20 does not form part of the annual financial statements and is presented as additional information. We have not audited this schedule and accordingly we do not express an opinion on it.

**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. The other information does not include the financial statements and our auditor's report thereon.

BGR De Jager Boshoff Inc. | Registered Auditors  
Reg No 2011/107836/21 | IRBA Practice No 906484

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info@dejagerboshoff.co.za | www.dejagerboshoff.co.za | PO Box 107, Malmesbury, 7299

Directors: CB de Jager CA (SA) RA, HJ Bestbier CA (SA) RA  
Independent associated offices: Paarl, Somerset West, Stellenbosch, Worcester, Ceres

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, 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.

#### **Responsibility 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, No 71 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.

#### **Auditor's Responsibility 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 ISA's 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 ISA's, we exercise professional judgment and maintain professional scepticism throughout the planning and performance of 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

CB DE JAGER CA (SA)  
Registered Auditor  
12 September 2019

## COMPILATION REPORT TO

**the directors of**

### **ELKANA CHILDCARE (NPC)**

**NPC Registration Number: 2003/006176/08**

**NPO Number: 036-188**

Based on the information provided by the directors of the company, we compiled, in accordance with the International Standard on Related Services (ISRS 4410) applicable to compilation engagements, the statement of financial position at 31 March 2019, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flow for the year then ended and a summary of significant accounting policies and other explanatory notes, as set out on pages 6 to 13.

We have applied our expertise in accounting and financial reporting to assist the directors in the preparation and presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs). We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

We did not carry out audit or review engagement procedures in relation to these financial statements. Consequently, no assurance on these financial statements will be expressed.

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 in the manner required by the Companies Act of South Africa, No 71 of 2008.



O BOSHOFF

Professional Accountant (SA)

Practice Number: PRAC665

12 September 2019

**ELKANA CHILDCARE (NPC)**

Registration Number: 2003/006176/08

NPC Number: 036-188

**STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2019**

|                                     | Notes | 2019<br>R           | 2018<br>R           |
|-------------------------------------|-------|---------------------|---------------------|
| <b>ASSETS</b>                       |       |                     |                     |
| <b>Non-Current Assets</b>           |       |                     |                     |
| Property, Plant and Equipment       | 2     | 2,792,900.27        | 2,580,494.51        |
| <b>Current Assets</b>               |       |                     |                     |
| Cash and Cash Equivalents           | 3     | 741,532.29          | 899,337.17          |
| <b>Total Assets</b>                 |       | <u>3,534,432.56</u> | <u>3,479,831.68</u> |
| <b>EQUITY AND LIABILITIES</b>       |       |                     |                     |
| <b>Capital and Reserves</b>         |       |                     |                     |
| Accumulated Surplus                 |       | 3,514,082.01        | 3,463,060.09        |
| <b>Current Liabilities</b>          |       |                     |                     |
| Trade and Other Payables            | 4     | 20,350.55           | 16,771.59           |
| <b>Total Liabilities</b>            |       | <u>20,350.55</u>    | <u>16,771.59</u>    |
| <b>Total Equity and Liabilities</b> |       | <u>3,534,432.56</u> | <u>3,479,831.68</u> |

**ELKANA CHILDCARE (NPC)**

Registration Number: 2003/006176/08

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**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2019**

|                                         | Notes | 2019<br>R    | 2018<br>R    |
|-----------------------------------------|-------|--------------|--------------|
| INCOME                                  |       | 2,688,324.83 | 2,485,339.78 |
| Less: EXPENSES                          |       | 2,662,667.17 | 2,433,429.92 |
| Auditor's Remuneration - For Audit Fees |       | 8,625.00     | 6,213.00     |
| Accounting Fees                         |       | 6,555.00     | 5,329.50     |
| Depreciation                            | 5     | 97,381.56    | 98,178.22    |
| Loss on Sale of Assets                  |       | 4,991.42     | 0.00         |
| Personnel Expenses                      |       | 1,714,604.99 | 1,509,633.00 |
| Other Not-required Separate Disclosure  |       | 830,509.20   | 814,076.20   |
| NET OPERATING SURPLUS for the year      |       | 25,657.66    | 51,909.86    |
| NET INTEREST                            |       | 25,364.25    | 45,185.62    |
| NET SURPLUS for the year                |       | 51,021.91    | 97,095.48    |

**ELKANA CHILDCARE (NPC)**

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**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 MARCH 2019**

|                                                    | 2019<br>R    | 2018<br>R    |
|----------------------------------------------------|--------------|--------------|
| CASH FLOW FROM OPERATING ACTIVITIES                | 156,973.85   | 93,894.94    |
| Net Surplus for the year                           | 51,021.91    | 97,095.48    |
| Adjustments for:                                   | 77,008.73    | 52,992.60    |
| Depreciation                                       | 97,381.56    | 98,178.22    |
| Interest Received                                  | (25,364.25)  | (45,185.62)  |
| Loss on Sale of Asset                              | 4,991.42     | 0.00         |
| Operating Profit before Working Capital Changes    | 128,030.64   | 150,088.08   |
| Working Capital Changes                            | 3,578.96     | (101,378.76) |
| Increase/(Decrease) in Trade and Other Payables    | 3,578.96     | (101,378.76) |
| Cash Generated from Operations                     | 131,609.60   | 48,709.32    |
| Interest Received                                  | 25,364.25    | 45,185.62    |
| CASH FLOW FROM INVESTING ACTIVITIES                | (314,778.74) | (152,361.00) |
| Additions to Property, Plant and Equipment         | (316,978.74) | (152,361.00) |
| Disposals of Property, Plant and Equipment         | 2,200.00     | 0.00         |
| Net Decrease in Cash and Cash Equivalents          | (157,804.89) | (58,466.06)  |
| Cash and Cash Equivalents at beginning of the year | 899,337.17   | 957,803.23   |
| Cash and Cash Equivalents at end of the year       | 741,532.28   | 899,337.17   |

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**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2019**

|                          | Surplus/<br>(Deficit) | Total        |
|--------------------------|-----------------------|--------------|
|                          | R                     | R            |
| Balance at 31 March 2017 | 3,365,964.61          | 3,365,964.61 |
| Net Surplus for the year | 97,095.48             | 97,095.48    |
| Balance at 31 March 2018 | 3,463,060.09          | 3,463,060.09 |
| Net Surplus for the year | 51,021.91             | 51,021.91    |
| Balance at 31 March 2019 | 3,514,082.01          | 3,514,082.01 |

## **ELKANA CHILDCARE (NPC)**

Registration Number: 2003/006176/08

NPC Number: 036-188

### **NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2019**

#### **1 ACCOUNTING POLICIES**

The annual financial statements were prepared on the historical cost basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. The principal accounting policies applied, which are consistent with those of the previous year, are as follows:

##### **1.1 Basis of Presentation**

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of land and buildings.

The preparation of financial statements in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. Areas involving a higher degree of judgement or complexity, or areas where assumptions and estimations are significant to the financial statements.

##### **1.2 Critical accounting estimates and assumptions**

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will rarely exactly equal the related actual results. The estimates and assumptions that are a substantial risk of adjustments to the carrying amounts of assets and liabilities within the next financial year, are discussed below.

###### **Property, Plant and Equipment**

Depreciation on property, plant and equipment is recognised over the useful life, with consideration of the residual values of assets at the end of their useful life. The residual values and useful lives are based on industry knowledge and previous experience with similar assets. Refer to note 1.3 of the company's policies.

###### **Provision for impairment of Trade Receivables**

To enable us to determine the provision of impairment of trade receivables, management makes certain estimates related to the estimated recovery rate of debtors who are deemed to be impaired and impairment based on historical risk factors specific to the industry.

##### **1.3 Property, Plant and Equipment**

Property, Plant and Equipment is initially recognised at cost. 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.

Property, Plant and Equipment is carried at cost less any accumulated depreciation and any impairment losses. Depreciation is provided to write down the cost, less estimated residual value over the useful life of the Property, Plant and Equipment. Depreciation is provided as follows:

|                         |                                                   |
|-------------------------|---------------------------------------------------|
| Land and Buildings      | - 2% per annum on the straight line method        |
| Furniture and Equipment | - 25% per annum on the diminishing balance method |
| Motor Vehicles          | - 20% per annum on the diminishing balance method |

**ELKANA CHILDCARE (NPC)**

Registration Number: 2003/006176/08

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2019 (continued)****ACCOUNTING POLICIES (continued)****1.4 Financial Assets and Liabilities**

Basic financial assets and liabilities, namely long-term loans, cash, demand and fixed term deposits, trade receivables and payables are recognized initially at fair value plus direct transaction costs. At subsequent reporting dates they are amortized using the effective interest rate method, less any impairment recognized for irrecoverable amounts reflect.

Investments in shares, derivatives and instruments with highly variable or uncertain cashflow are initially and subsequently measured at fair value, and changes in fair value are recognised in profit or loss. There is an exception for equity Instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably. These instruments shall be measured at cost less impairment.

**1.5 Cash and Cash Equivalents**

Cash and Cash Equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These are measured at fair value.

**1.6 Financial Instruments at Amortised Cost**

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt interuments which are classified as current assets or current liabilities are measured at the undiscounted amount of cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of the assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its esimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

**ELKANA CHILDCARE (NPC)**

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2019 (continued)**

|                                                    | 2019<br>R           | 2018<br>R           |
|----------------------------------------------------|---------------------|---------------------|
| <b>2 PROPERTY, PLANT AND EQUIPMENT</b>             |                     |                     |
| <b>Land and Buildings</b>                          |                     |                     |
| Plot 1754 and Buildings, Jasmyn Street, Malmesbury | 2,639,469.11        | 2,465,870.89        |
| Cost - 2004                                        | 198,809.48          | 198,809.48          |
| Improvements - 2005                                | 123,573.57          | 123,573.57          |
| Improvements - 2006                                | 4,600.00            | 4,600.00            |
| Improvements - 2007                                | 1,013,914.88        | 1,013,914.88        |
| Improvements - 2008                                | 7,335.00            | 7,335.00            |
| Improvements - 2010                                | 39,343.00           | 39,343.00           |
| Improvements - 2011                                | 71,806.41           | 71,806.41           |
| Improvements - 2012                                | 1,716,234.67        | 1,716,234.67        |
| Improvements - 2015                                | 53,594.87           | 53,594.87           |
| Improvements - 2017                                | 28,000.00           | 28,000.00           |
| Improvements - 2018                                | 152,361.00          | 152,361.00          |
| Improvements - 2019                                | 245,057.10          | 0.00                |
| Accumulated Depreciation                           | (1,015,160.87)      | (943,701.99)        |
| <b>Furniture and Equipment</b>                     |                     |                     |
| Carrying Amount at beginning of the year           | 51,017.01           | 68,022.36           |
| Cost                                               | 265,346.36          | 265,346.36          |
| Accumulated Depreciation                           | (214,329.35)        | (197,324.00)        |
| Additions                                          | 71,921.64           | 0.00                |
| Disposals                                          | (7,191.42)          | 0.00                |
| Cost                                               | (43,060.00)         | 0.00                |
| Accumulated Depreciation                           | 35,868.58           | 0.00                |
| Depreciation                                       | (13,201.35)         | (17,005.35)         |
| Carrying Amount at end of the year                 | 102,545.88          | 51,017.01           |
| Cost                                               | 294,208.00          | 265,346.36          |
| Accumulated Depreciation                           | (191,662.12)        | (214,329.35)        |
| <b>Motor Vehicles</b>                              |                     |                     |
| Carrying Amount at beginning of the year           | 63,606.61           | 79,508.27           |
| Cost                                               | 396,000.00          | 396,000.00          |
| Accumulated Depreciation                           | (332,393.39)        | (316,491.73)        |
| Depreciation                                       | (12,721.33)         | (15,901.66)         |
| Carrying Amount at end of the year                 | 50,885.28           | 63,606.61           |
| Cost                                               | 396,000.00          | 396,000.00          |
| Accumulated Depreciation                           | (345,114.72)        | (332,393.39)        |
| <b>Total Property, Plant and Equipment</b>         | <b>2,792,900.27</b> | <b>2,580,494.51</b> |

**ELKANA CHILDCARE (NPC)**

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2019 (continued)**

|                                                                                                                           | 2019<br>R         | 2018<br>R         |
|---------------------------------------------------------------------------------------------------------------------------|-------------------|-------------------|
| <b>3 CASH AND CASH EQUIVALENTS</b>                                                                                        |                   |                   |
| Nedbank                                                                                                                   | 741,320.84        | 899,236.47        |
| Investment Account                                                                                                        | 305,288.31        | 516,411.36        |
| Cheque Account                                                                                                            | 279,272.10        | 382,825.11        |
| Riverlands Account                                                                                                        | 156,760.43        | 0.00              |
| Cash on Hand                                                                                                              | 211.45            | 100.70            |
|                                                                                                                           | <u>741,532.29</u> | <u>899,337.17</u> |
| <b>4 TRADE AND OTHER PAYABLES</b>                                                                                         |                   |                   |
| Trade Payables                                                                                                            | <u>20,350.55</u>  | <u>16,771.59</u>  |
| <b>5 DEPRECIATION</b>                                                                                                     |                   |                   |
| Land and Buildings                                                                                                        | 71,458.88         | 65,271.21         |
| Furniture and Equipment                                                                                                   | 13,201.35         | 17,005.35         |
| Motor Vehicles                                                                                                            | 12,721.33         | 15,901.66         |
|                                                                                                                           | <u>97,381.56</u>  | <u>98,178.22</u>  |
| <b>6 TAXATION</b>                                                                                                         |                   |                   |
| No provision is made for taxation, as the company is exempt from paying tax in terms of section 10 of the Income Tax Act. |                   |                   |

**ELKANA CHILDCARE (NPC)**

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NPC Number: 036-188

**ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2019**

The following schedule does not form part  
of the annual financial statements but is  
drawn up for management purposes only.

**ELKANA CHILDCARE (NPC)**

Registration Number: 2003/006176/08

NPC Number: 036-188

**DETAILED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2019**

|                                                   | Notes | 2019<br>R    | 2018<br>R    |
|---------------------------------------------------|-------|--------------|--------------|
| <b>INCOME</b>                                     |       |              |              |
| <b>FUNDING, DONATIONS AND GRANTS</b>              |       |              |              |
| <b>DEPARTMENT OF SOCIAL DEVELOPMENT</b>           |       | 1,292,660.00 | 1,243,002.00 |
| Residential Funding                               |       | 1,081,460.00 | 1,040,250.00 |
| After School Care Funding                         |       | 211,200.00   | 202,752.00   |
| <b>KINDERFONDS MAMAS</b>                          |       | 900,000.00   | 610,000.00   |
| Residential Funding                               |       | 600,000.00   | 610,000.00   |
| After School Funding (Riverlands)                 |       | 300,000.00   | 0.00         |
| <b>FRIENDS OF ZELDA HOUSE</b>                     |       | 280,750.99   | 221,873.80   |
| Residential Funding                               |       | 220,751.95   | 221,873.80   |
| After School Funding (Riverlands)                 |       | 59,999.04    | 0.00         |
| <b>SWARTLAND MUNICIPALITY</b>                     |       | 45,000.00    | 45,000.00    |
| <b>OTHER FUNDERS</b>                              |       | 144,384.65   | 281,907.21   |
| Beansa Trust                                      |       | 16,500.00    | 15,000.00    |
| Community Chest                                   |       | 0.00         | 15,000.00    |
| Investec                                          |       | 0.00         | 19,250.00    |
| Mix Telematics                                    |       | 50,411.00    | 0.00         |
| National Lottery                                  |       | 0.00         | 137,000.00   |
| Western Cape Poultry Services (Pty) Ltd           |       | 23,310.50    | 28,657.21    |
| Stichting Netherlands                             |       | 28,000.00    | 55,000.00    |
| VGK Donation                                      |       | 11,163.15    | 0.00         |
| Mc Steel                                          |       | 15,000.00    | 12,000.00    |
| <b>OTHER DONATIONS</b>                            |       | 16,886.80    | 13,869.40    |
| <b>TOTAL FUNDING INCOME, DONATIONS AND GRANTS</b> |       | 2,679,682.44 | 2,415,652.41 |
| <b>OTHER INCOME</b>                               |       | 34,006.64    | 114,872.99   |
| Second Hand Sales                                 |       | 610.00       | 3,475.60     |
| Fundraising Activities                            |       | 5,600.00     | 50,468.00    |
| Nedbank - Interest Received                       |       | 25,364.25    | 45,185.62    |
| Santam - Insurance Claim Received                 |       | 2,432.39     | 15,743.77    |
| <b>TOTAL INCOME - carried forward</b>             |       | 2,713,689.08 | 2,530,525.40 |

**ELKANA CHILDCARE (NPC)**

Registration Number: 2003/006176/08

NPC Number: 036-188

**DETAILED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2019 (Continued)**

|                                                 |   | 2019<br>R    | 2018<br>R    |
|-------------------------------------------------|---|--------------|--------------|
| TOTAL INCOME - carried over                     |   | 2,713,689.08 | 2,530,525.40 |
| Less: EXPENSES                                  |   | 2,662,667.17 | 2,433,429.92 |
| Accounting Fees                                 |   | 6,555.00     | 5,329.50     |
| Administration Expenses                         |   | 22,719.07    | 22,149.98    |
| Advertisements                                  |   | 2,064.83     | 1,782.33     |
| After School Care and Residential Care Programs |   | 16,213.50    | 60,119.77    |
| Annual Return on Companies - CIPC               |   | 0.00         | 450.00       |
| Auditor's Remuneration - For Audit Fees         |   | 8,625.00     | 6,213.00     |
| Bank Charges                                    |   | 7,555.46     | 6,451.41     |
| Children's Recreational/Educational Programs    |   | 59,971.92    | 29,287.09    |
| Clothing                                        |   | 15,999.43    | 26,008.94    |
| Compensation Commissioner                       |   | 5,197.21     | 5,944.46     |
| Depreciation                                    | 5 | 97,381.56    | 98,178.22    |
| Electricity and Water                           |   | 96,137.84    | 92,919.42    |
| Entertainment Expenses                          |   | 4,141.62     | 14,674.43    |
| Food and Kitchen Requirements                   |   | 237,536.80   | 165,667.74   |
| Fuel and Lubricants                             |   | 51,088.01    | 21,308.05    |
| Gardening Expenses                              |   | 3,113.46     | 5,500.65     |
| Insurance                                       |   | 41,733.84    | 42,024.14    |
| Licenses                                        |   | 1,639.00     | 363.00       |
| Loss on Sale of Asset                           |   | 4,991.42     | 0.00         |
| Maintenance - Computer                          |   | 4,453.16     | 3,624.06     |
| Maintenance - Land and Buildings                | 7 | 1,022.00     | 41,107.93    |
| Maintenance - Vehicles                          |   | 10,320.00    | 8,183.72     |
| Marketing and Fundraising Costs                 |   | 3,385.00     | 26,081.02    |
| Medical and Health Care                         |   | 7,331.35     | 3,620.00     |
| Municipal Services - Other                      |   | 15,607.00    | 14,275.93    |
| Other Expenses                                  |   | 0.00         | 4,278.99     |
| Personnel Expenses                              |   | 1,714,604.99 | 1,509,633.00 |
| Poison and Pest Control                         |   | 0.00         | 442.50       |
| Printing and Stationery                         |   | 25,617.14    | 33,469.20    |
| Repairs and Maintenance - General               |   | 13,204.87    | 6,169.22     |
| Security                                        |   | 27,224.37    | 21,423.16    |
| Small Tools and Furniture                       |   | 9,565.54     | 14,359.08    |
| Staff Appreciation                              |   | 8,400.00     | 5,600.00     |
| Staff Training                                  |   | 21,200.00    | 14,738.50    |
| Steel Band Project                              |   | 47,065.45    | 27,500.00    |
| Stipends                                        |   | 0.00         | 12,000.00    |
| Subscriptions                                   |   | 1,554.00     | 1,400.00     |
| Telephone and Postage                           |   | 40,722.86    | 41,350.87    |
| Therapy                                         |   | 19,360.00    | 19,580.00    |
| Travelling and Accommodation Expenses           |   | 9,364.47     | 20,220.61    |
| NET SURPLUS for the year                        |   | 51,021.91    | 97,095.48    |

7 Expenses incurred to the value of R236 487.30 were capitalised as improvements on buildings, refer to note 2.