

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2021



DE JAGER BOSHOFF

CHARTERED ACCOUNTANTS (SA) • REGISTERED AUDITORS

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2021

GENERAL INFORMATION

Country of Incorporation and Domicile: South Africa

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

Directors: CJ Slingers
RJ Kruger
DF Damonse
CM Bester
R Bowers
AM Strauss
RM Kortje
VM Mehl - Passed Away 21.06.2020

Registered Address: 22 Jasmyn Street
Malmesbury
7300

Postal Address: 22 Jasmyn Street
Malmesbury
7300

Level of Assurance: These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act, No 71 of 2008.

Auditor: De Jager Boshoff Inc
CB de Jager
Chartered Accountant (SA) RA
Director

Compiler: These annual financial statements have been independently compiled under the supervision of:
O Boshoff
Professional Accountant (SA)
Director

Published: 3 December 2021

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RESPONSIBILITIES AND APPROVAL OF DIRECTORS

The directors are required by the Companies Act, No 71 of 2008, to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is the responsibility of the directors to ensure that the annual financial statements fairly present the state of affairs of the company at 31 March 2021 and the results of its operations and cash flows for the year then ended, in conformity with the *International Financial Reporting Standard for Small and Medium-sized Entities*.

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 directors set 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 business of the company 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 cash flow forecast of the company for the year ended 31 March 2022 and, in the light of their 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 the independently auditing and reporting on the annual financial statements of the company. The annual financial statements have been examined by the company's external auditors and their report is presented on page 4 to 6.

The annual financial statements set out on pages 7 to 17 which have been prepared on the going concern basis were approved by the board of directors and signed by:



DIRECTOR



DIRECTOR

3 December 2021



DE JAGER BOSHOFF

CHARTERED ACCOUNTANTS (SA) • REGISTERED AUDITORS

REPORT OF THE INDEPENDENT AUDITOR TO THE DIRECTORS 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 2021, 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 9 to 17.

In our opinion, except for the possible effect of the matter described in the Basis for Qualified Opinion section of our report, the annual financial statements present fairly, in all material respects, the financial position of the company at 31 March 2021, 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 companies, it is not feasible to institute accounting controls over donations 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 Annual 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 for 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 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 annual financial statements and our auditor's report thereon.

Our opinion on the annual 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 annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual 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 Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual 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 annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual 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 Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual 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 annual 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 annual 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 annual 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 annual financial statements, including the disclosures, and whether the annual 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.

A handwritten signature in blue ink, appearing to be 'CB De Jager', with a stylized flourish at the end.

CB DE JAGER CA (SA)
Registered Auditor

3 December 2021

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

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REPORT OF THE DIRECTORS TO THE MEMBERS

The directors have pleasure in presenting their report together with the annual financial statements for the year ended 31 March 2021.

1 NATURE OF BUSINESS

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

2 GENERAL FINANCIAL REVIEW

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:

CJ Slingers

RJ Kruger

DF Damonse

CM Bester

R Bowers

AM Strauss

RM Kortje

VM Mehl - Passed Away 21.06.2020

4 GOING CONCERN

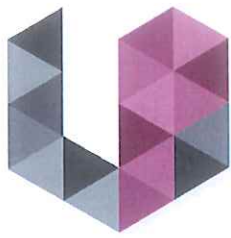
Although the annual financial statements have been prepared on a going concern basis, the effect of the restrictive measures and the phased opening of the economy on the ability of the company to function as a going concern is uncertain. The directors manage any negative effect due to the COVID-19 pandemic and the subsequent restrictive measures and phased opening of the economy on the operations and financial position of the company, but is confident that the company will be able to trade as a going concern if sufficient working capital and cash flow can be generated and obtained.

The directors are not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

5 EVENTS AFTER REPORTING PERIOD

During March 2020 the South African government declared a state of emergency in response to the COVID-19 pandemic and certain restrictive measures were introduced. The state of emergency is still in effect until 15 December 2021, after which it will be reviewed. These measures and phased opening of the economy have been adjusted from time to time since the accounting date. Warning level 1 is effective on the reporting date.

3 December 2021



UNIK
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REPORT OF THE COMPILER TO

the directors of

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC 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 2021, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flow and a summary of significant accounting policies and other explanatory notes, as set out on pages 9 to 17.

We have applied our expertise in accounting and financial reporting to assist the directors in the preparation and presentation of these annual financial statements in accordance with the International Financial Reporting Standards 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 annual financial statements. Consequently, no assurance on these annual financial statements will be expressed. However, we would like to draw your attention to the fact that the annual financial statements have not been prepared within six months after the year-end of the company, as required in terms of section 30(1) of the Companies Act, No 71 of 2008.

The directors of the company are responsible for the preparation and fair presentation of these annual 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

3 December 2021

ELKANA CHILDCARE (NPC)

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STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2021

	Notes	2021 R	2020 R
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	2	3,191,057.75	3,248,542.88
Current Assets			
Trade and Other Receivables	3	0.00	22,875.00
Cash and Cash Equivalents	4	1,700,245.76	891,755.09
Total Assets		4,891,303.51	4,163,172.97
EQUITY AND LIABILITIES			
Capital and Reserves			
Accumulated Surplus		4,833,178.86	4,128,101.82
Current Liabilities			
Trade and Other Payables	5	58,124.65	35,071.15
Total Liabilities		58,124.65	35,071.15
Total Equity and Liabilities		4,891,303.51	4,163,172.97

ELKANA CHILDCARE (NPC)

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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 R	2020 R
INCOME		3,157,352.33	3,407,348.49
Less: EXPENSES		2,462,538.06	2,811,654.47
Auditor's Remuneration - For Audit Fees		8,050.00	9,315.00
Accounting Fees		2,052.75	6,001.25
Depreciation	6	208,902.44	158,451.72
Loss on Sale of Assets		1,855.69	2,773.22
Penalties		925.62	826.37
Personnel Expenses		1,334,190.35	1,805,326.85
Other Not-required Separate Disclosure		906,561.21	828,960.06
NET OPERATING SURPLUS for the year		694,814.27	595,694.02
NET INTEREST		10,262.77	17,318.09
Nedbank - Interest Received		10,330.44	17,477.34
Interest - Overdue Accounts		(67.67)	(159.25)
NET SURPLUS for the year		705,077.04	613,012.11

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STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 MARCH 2021

	2021 R	2020 R
CASH FLOW FROM OPERATING ACTIVITIES	961,763.67	676,031.31
Net Surplus for the year	705,077.04	613,012.11
Adjustments for:	200,495.36	53,855.51
Depreciation	208,902.44	158,451.72
Interest Received	(10,330.44)	(17,477.34)
Interest Paid	67.67	159.25
Loss on Disposal/Scrapping of Asset	1,855.69	2,773.22
Profit on Disposal of Asset	0.00	(90,051.34)
Operating Profit before Working Capital Changes	905,572.40	666,867.62
Working Capital Changes	45,928.50	(8,154.40)
Decrease/(Increase) in Trade and Other Receivables	22,875.00	(22,875.00)
Increase in Trade and Other Payables	23,053.50	14,720.60
Cash Generated from Operations	951,500.90	658,713.22
Interest Received	10,330.44	17,477.34
Interest Paid	(67.67)	(159.25)
CASH FLOW FROM INVESTING ACTIVITIES	(153,273.00)	(526,816.21)
Additions to Property, Plant and Equipment	(153,273.00)	(526,816.21)
Net Increase in Cash and Cash Equivalents	808,490.67	149,215.10
Cash and Cash Equivalents at beginning of the year	891,755.09	742,539.99
Cash and Cash Equivalents at end of the year	1,700,245.76	891,755.09

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STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2021

	Surplus	Total
	R	R
Balance at 31 March 2019	3,515,089.71	3,515,089.71
Net Surplus for the year	613,012.11	613,012.11
Balance at 31 March 2020	4,128,101.82	4,128,101.82
Net Surplus for the year	705,077.04	705,077.04
Balance at 31 March 2021	4,833,178.86	4,833,178.86

NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2021

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

The preparation of annual financial statements in conformity with the International Financial Reporting Standard 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 annual 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

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 recognised initially at fair value plus direct transaction costs. At subsequent reporting dates they are amortised using the effective interest rate method, less any impairment recognised 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 2021 (continued)

	2021 R	2020 R
2 PROPERTY, PLANT AND EQUIPMENT		
Buildings and Improvements		
Structures on Plot 1754, Jasmyn Street, Malmesbury	2,647,360.48	2,628,400.44
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	245,057.10
Improvements - 2020	62,756.10	62,756.10
Improvements - 2021	93,934.00	0.00
Accumulated Depreciation	(1,163,959.60)	(1,088,985.64)
Furniture and Equipment		
Carrying Amount at beginning of the year	96,061.09	102,545.88
Cost	293,252.68	294,208.00
Accumulated Depreciation	(197,191.59)	(191,662.12)
Additions	59,339.00	27,335.00
Disposals/Scrapping	(1,855.69)	(2,773.22)
Cost	(3,299.00)	(28,290.32)
Accumulated Depreciation	1,443.31	25,517.10
Depreciation	(29,112.21)	(31,046.57)
Carrying Amount at end of the year	124,432.19	96,061.09
Cost	349,292.68	293,252.68
Accumulated Depreciation	(224,860.49)	(197,191.59)
Motor Vehicles		
Carrying Amount at beginning of the year	524,081.35	50,885.28
Cost	571,725.11	396,000.00
Accumulated Depreciation	(47,643.76)	(345,114.72)
Additions	0.00	571,725.11
Disposals/Scrapping	0.00	(44,948.66)
Cost	0.00	(396,000.00)
Accumulated Depreciation	0.00	351,051.34
Depreciation	(104,816.27)	(53,580.38)
Carrying Amount at end of the year	419,265.08	524,081.35
Cost	571,725.11	571,725.11
Accumulated Depreciation	(152,460.03)	(47,643.76)
Total Property, Plant and Equipment	3,191,057.75	3,248,542.88

ELKANA CHILDCARE (NPC)

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2021 (continued)

	2021 R	2020 R
3 TRADE AND OTHER RECEIVABLES		
Prepayments	0.00	22,875.00
	<u>0.00</u>	<u>22,875.00</u>
4 CASH AND CASH EQUIVALENTS		
Nedbank	1,700,239.96	890,805.04
Investment Account	870,339.99	260,009.55
Cheque Account	543,601.57	448,154.28
Riverlands Account	286,298.40	182,641.21
Cash on Hand	5.80	950.05
	<u>1,700,245.76</u>	<u>891,755.09</u>
5 TRADE AND OTHER PAYABLES		
Trade Payables	58,124.65	35,071.15
6 DEPRECIATION		
Land and Buildings	74,973.96	73,824.77
Furniture and Equipment	29,112.21	31,046.57
Motor Vehicles	104,816.27	53,580.38
	<u>208,902.44</u>	<u>158,451.72</u>
7 TAXATION		
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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NOTES TO THE ANNUAL FINANCIAL STATEMENTS AT 31 MARCH 2021 (continued)

8 EVENTS AFTER REPORTING PERIOD

During March 2020 the South African government declared a state of emergency in response to the COVID-19 pandemic, and certain restrictive measures were introduced. The state of emergency is still in effect until 15 December 2021, after which it will be reviewed. These measures and phased opening of the economy have been adjusted from time to time since the accounting date. Warning level 1 is effective on the reporting date.

9 GOING CONCERN

Although the annual financial statements have been prepared on a going concern basis, the effect of the restrictive measures and the phased opening of the economy on the ability of the company to function as a going concern is uncertain. The directors manage any negative effect due to the COVID-19 pandemic and the subsequent restrictive measures and phased opening of the economy on the operations and financial position of the company, but is confident that the company will be able to trade as a going concern if sufficient working capital and cash flow can be generated and obtained.

The directors are not aware of any material non-compliance with statutory or regulatory requirements, or of any pending changes to legislation that may affect the company.

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DETAILED INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2021

	2021 R	2020 R
INCOME		
FUNDING, DONATIONS AND GRANTS		
DEPARTMENT OF SOCIAL DEVELOPMENT	1,427,516.00	1,343,726.00
Residential Funding	1,192,292.00	1,137,014.00
After School Care Funding	235,224.00	206,712.00
KINDERFONDS MAMAS	997,697.00	825,000.00
Residential Funding	606,250.00	550,000.00
After School Funding (Riverlands)	306,250.00	275,000.00
Gardening	85,197.00	0.00
FRIENDS OF ZELDA HOUSE	220,713.60	305,174.40
Residential Funding	220,713.60	305,174.40
SWARTLAND MUNICIPALITY	49,802.00	92,340.00
OTHER FUNDERS	449,382.00	726,762.00
Beansa Trust	16,000.00	16,500.00
Capitec Foundation	60,000.00	60,000.00
Investec	65,000.00	23,536.00
Marrionne Knobbs (Steel Band)	45,000.00	0.00
Morgan GAP Funding	10,000.00	0.00
Murray and Roberts	0.00	30,000.00
National Lottery	0.00	442,726.00
Old Mutual	63,382.00	0.00
Sun/Grand Slots	150,000.00	114,000.00
Sygnia Assets Management	40,000.00	40,000.00
OTHER DONATIONS	2,378.32	17,356.75
TOTAL FUNDING INCOME, DONATIONS AND GRANTS	3,147,488.92	3,310,359.15
OTHER INCOME	20,193.85	114,466.68
Second Hand Sales	0.00	1,688.00
Fundraising Activities	0.00	5,250.00
Nedbank - Interest Received	10,330.44	17,477.34
Santam - Insurance Claim Received	9,863.41	0.00
Profit on Disposal of Vehicles	0.00	90,051.34
TOTAL INCOME - carried forward	3,167,682.77	3,424,825.83

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2021

FOR THE YEAR ENDED 31 MARCH 2021 (continued)

		2021 R	2020 R
TOTAL INCOME - carried over	Notes	3,167,682.77	3,424,825.83
Less: EXPENSES		2,462,605.73	2,811,813.72
Accounting Fees		2,052.75	6,001.25
Administration Expenses		8,960.72	17,202.24
Advertisements		9,779.28	7,408.64
After School Care and Residential Care Programs		12,803.59	39,076.08
Auditor's Remuneration - For Audit Fees		8,050.00	9,315.00
Bank Charges		6,916.12	8,071.02
Children's Recreational/Educational Programs		80,435.56	59,629.94
Clothing		27,762.45	22,411.53
COVID-19 Cleaning and Protective Gear		13,189.16	0.00
Compensation Commissioner		5,287.97	6,080.64
Depreciation	6	208,902.44	158,451.72
Electricity and Water		128,718.84	91,263.15
Entertainment Expenses		1,248.73	13,312.62
Food and Kitchen Requirements		214,254.06	203,983.10
Interest - Overdue Accounts		67.67	159.25
Fuel and Lubricants		19,105.11	51,064.97
Gardening Expenses - MAMAS		24,521.45	0.00
Insurance		50,644.57	46,498.10
Licenses		1,662.00	2,019.00
Loss on Sale/Scrapping of Asset		1,855.69	2,773.22
Maintenance - Computer		634.00	0.00
Maintenance - Land and Buildings		58,723.71	5,788.60
Maintenance - Vehicles		2,909.95	17,063.89
Marketing and Fundraising Costs		0.00	2,951.80
Medical and Health Care		14,674.21	7,935.40
Municipal Services - Other		7,964.28	17,603.35
Other Expenses		0.00	165.00
Penalties		925.62	826.37
Personnel Expenses		1,334,190.35	1,805,326.85
Printing and Stationery		54,412.27	28,241.62
Repairs and Maintenance - General		0.00	7,036.84
Security		35,193.76	38,173.69
Small Tools and Furniture		20,130.00	5,253.04
Staff Appreciation		0.00	8,406.00
Staff Training		500.00	8,620.00
Steel Band Project		33,750.00	56,000.00
Subscriptions		5,007.10	8,361.10
Telephone and Postage		45,812.32	37,428.70
Therapy		21,560.00	9,070.00
Travelling and Accommodation Expenses		0.00	2,840.00
NET SURPLUS for the year		705,077.04	613,012.11

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

SCHEDULE OF PROJECT PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2021

	2021 R	2020 R
MAMAS		
FUNDS RECEIVED	606,250.00	550,000.00
Less: EXPENSES	621,436.59	576,109.59
Clothing	26,500.00	21,093.41
Other (Fuel and licenses)	16,175.40	26,570.54
Food and Kitchen Requirements	85,912.97	88,929.94
Psychological Support and Therapy	18,000.00	8,070.00
Recreational Activities	71,698.34	31,604.71
After School Care (Cleaning, Printing etc.)	0.00	1,187.00
Printing and Stationery	21,000.00	13,633.55
Electricity, Water and Municipal Charges	61,764.09	19,314.86
Meetings and Entertainment	1,000.00	1,578.00
Salaries and Wages	279,698.29	314,620.85
Gardening Utilities	3,000.00	0.00
Training Beneficiaries	500.00	26,703.51
IT Support (Subscription Fees)	0.00	450.00
Medicine	7,500.00	3,785.52
Communication Tools (Telephone)	16,000.00	16,567.70
Small Tools and Furniture	12,687.50	0.00
Toys and Books	0.00	2,000.00
ACCOUNTING DEFICIT for the year	(15,186.59)	(26,109.59)
Assets Purchased	(28,445.00)	(20,200.00)
Adjustments for Creditors	(27,878.71)	0.00
TOTAL NET FUNDS for the year	(71,510.30)	(46,309.59)
MAMAS GARDEN		
FUNDS RECEIVED	85,197.00	0.00
Less: EXPENSES	21,521.45	0.00
ACCOUNTING SURPLUS for the year	63,675.55	0.00
Adjustments for Creditors	9,131.22	0.00
TOTAL NET FUNDS for the year	72,806.77	0.00
SYGNIA		
FUNDS RECEIVED	40,000.00	40,000.00
Less: EXPENSES	40,000.00	0.00
Advertisements	7,214.28	0.00
Administration	8,053.48	0.00
Printing and Stationery	17,614.66	0.00
Recreational Costs	4,068.93	0.00
Security	1,254.65	0.00
Small Equipment	1,794.00	0.00
TOTAL NET FUNDS for the year	0.00	40,000.00

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

SCHEDULE OF PROJECT PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

	2021 R	2020 R
DEPARTMENT OF SOCIAL DEVELOPMENT		
RESIDENTIAL FUNDS RECEIVED	1,192,292.00	1,137,014.00
Less: EXPENSES	1,185,023.49	1,129,349.31
Administration	6,980.54	12,571.27
Advertising	2,565.00	1,649.93
Audit Fees	8,050.00	7,475.00
Accounting Fees	2,052.75	3,363.75
Bank Charges	6,616.60	0.00
Cleaning Costs	0.00	24,469.11
Clothing	1,262.45	1,318.12
Compensation Commission	5,287.97	0.00
Entertainment	13.99	597.78
Food and Kitchen Requirements	52,024.76	14,266.28
Fundraising Costs	0.00	764.80
Medical and Healthcare	7,174.21	3,626.67
Insurance	50,644.54	0.00
Recreational Costs	0.00	2,059.23
Penalties and Interest	0.00	46.94
Printing and Stationery	1,800.87	1,665.10
Telephone and Postage	26,429.95	10,944.18
License Costs	1,662.00	408.00
Travel and Accommodation Costs	0.00	240.00
Therapy	3,560.00	0.00
Small Equipment	0.00	3,744.16
Municipal Services	8,822.59	70,885.64
Petrol	0.00	2,957.02
Salaries	923,154.43	911,221.00
Security	31,043.88	34,895.49
Subscriptions	5,007.10	6,545.40
Repairs and Maintenance	40,869.86	13,634.44
ACCOUNTING SURPLUS for the year	7,268.51	7,664.69
Adjustments for Creditors	(5,530.35)	0.00
Assets Purchased	0.00	(4,138.00)
TOTAL NET FUNDS for the year	1,738.16	3,526.69

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

SCHEDULE OF PROJECT PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

	2021 R	2020 R
DEPARTMENT OF SOCIAL DEVELOPMENT		
AFTER SCHOOL CARE FUNDING RECEIVED	235,224.00	206,712.00
Less: EXPENSES	233,454.94	205,372.28
Advertising	0.00	1,938.71
COVID-19 Cleaning and Protective Gear	1,449.14	8,488.65
Municipal Services	16,544.44	8,357.58
Medical Costs	0.00	399.88
Repairs and Maintenance	0.00	1,354.75
Food and Kitchen Requirements	27,172.28	17,244.56
Insurance	0.00	17,460.33
Legal Costs	0.00	1,200.00
Penalties and Interest - Telkom	0.00	38.92
Printing and Stationery	515.00	2,439.92
Salaries	176,366.70	137,554.54
Telephone and Postage	0.00	5,628.24
Rental - Printer	0.00	1,054.75
Recreational Costs	11,407.38	593.55
Security	0.00	252.20
Subscriptions	0.00	1,365.70
ACCOUNTING SURPLUS for the year	1,769.06	1,339.72
Adjustments for Creditors	(1,769.06)	0.00
Assets Purchased	0.00	(2,997.00)
TOTAL NET FUNDS for the year	0.00	(1,657.28)
CAPITEC		
FUNDS RECEIVED	60,000.00	60,000.00
Less: EXPENSES	40,000.00	0.00
Electricity and Water	40,000.00	0.00
TOTAL NET FUNDS for the year	20,000.00	60,000.00
OLD MUTUAL		
FUNDS RECEIVED	63,382.00	0.00
Less: EXPENSES	5,369.50	0.00
Small Tools and Furniture	5,369.50	0.00
ACCOUNTING SURPLUS for the year	58,012.50	0.00
Assets Purchased	(55,878.00)	0.00
TOTAL NET FUNDS for the year	2,134.50	0.00

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

SCHEDULE OF PROJECT PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

	2021 R	2020 R
FRIENDS OF ZELDA HOUSE		
FUNDS RECEIVED	220,713.60	305,174.40
Less: EXPENSES	26,557.80	305,023.11
Gardening Utilities	0.00	2,400.00
Recreational Activities	0.00	24,472.45
Audit Fees	0.00	1,840.00
Accounting Fees	0.00	1,437.50
Salaries and Wages	5,992.50	154,279.15
Repairs and Maintenance	20,565.30	0.00
Licenses	0.00	81.00
Meetings and Entertainment	0.00	6,620.00
Health Care	0.00	1,123.33
Staff Appreciation	0.00	8,406.00
Municipal Services	0.00	6,861.05
Insurance	0.00	29,037.77
Food	0.00	43,439.89
Fuel Costs	0.00	20,672.03
Telephone Costs	0.00	4,352.94
ACCOUNTING SURPLUS for the year	194,155.80	151.29
Assets Purchased	(23,200.00)	(62,756.10)
TOTAL NET FUNDS for the year	170,955.80	(62,604.81)
INVESTEC		
FUNDS RECEIVED	65,000.00	23,536.00
Less: EXPENSES	11,740.02	0.00
COVID-19 Cleaning and Protective Gear	11,740.02	0.00
TOTAL NET FUNDS for the year	53,259.98	23,536.00

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

SCHEDULE OF PROJECT PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

	2021 R	2020 R
SWARTLAND MUNICIPALITY		
FUNDS RECEIVED	49,802.00	92,340.00
Less: EXPENSES	26,927.00	45,000.00
Banking Charges	0.00	4,787.97
Salaries	26,927.00	21,007.80
Fuel and Gas	0.00	1,360.38
Licenses	0.00	1,200.00
Security	0.00	3,026.00
Recreational	0.00	3,500.00
Repairs and Maintenance	0.00	10,117.85
ACCOUNTING SURPLUS for the year	22,875.00	47,340.00
Assets Purchased	(22,875.00)	(22,875.00)
TOTAL NET FUNDS for the year	0.00	24,465.00
LOTTO		
FUNDS RECEIVED	0.00	442,726.00
Less: EXPENSES	0.00	6,000.00
Advertising	0.00	3,000.00
Banking Fees	0.00	3,000.00
ACCOUNTING SURPLUS for the year	0.00	436,726.00
Assets Purchased	0.00	(436,725.11)
TOTAL NET FUNDS for the year	0.00	0.89
MARRIONNE KNOBBS (NETHERLANDS) - STEELBAND		
FUNDS RECEIVED	45,000.00	0.00
Less: EXPENSES	33,750.00	8,000.00
TOTAL NET FUNDS for the year	11,250.00	(8,000.00)

ELKANA CHILDCARE (NPC)

Registration Number: 2003/006176/08

NPC Number: 036-188

SCHEDULE OF PROJECT PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2021 (Continued)

	2021 R	2020 R
RIVERLANDS		
AFTER SCHOOL CARE FUNDS RECEIVED	306,250.00	275,000.00
Less: EXPENSES	218,167.44	274,271.25
Advertising and Fundraising Costs	0.00	1,000.00
Bank Costs	299.52	283.05
Other (Fuel)	0.00	1,975.79
After School Care (Cleaning)	0.00	2,118.32
Meetings and Entertainment	0.00	540.00
Food and Kitchen Requirements	41,570.00	40,018.92
Electricity, Water and Municipal Charges	0.00	3,447.37
Repairs and Maintenance	0.00	2,382.29
Children's Recreational/Educational Programs	450.00	0.00
Salaries and Wages	174,884.29	176,431.14
Stationery and Printing	963.63	10,323.48
Kitchen and Garden Utilities	0.00	1,150.89
Toys and Books	0.00	2,000.00
Training (Steelband Project)	0.00	30,000.00
Travel Expenses	0.00	2,600.00
ACCOUNTING SURPLUS for the year	88,082.56	728.75
Transfer to Elkana Bank Account for Salaries	(14,310.45)	0.00
TOTAL NET FUNDS for the year	73,772.11	728.75
OTHER INCOME	460,659.52	292,323.43
Other Donations	178,378.32	177,856.75
Fundraising Activities	0.00	5,250.00
Santam - Insurance Claim Received	9,863.41	0.00
Second Hand Sales	0.00	1,688.00
Nedbank - Interest Received	10,330.44	17,477.34
Profit on Disposal of Vehicles	0.00	90,051.34
TERS Received	262,087.35	0.00
OTHER EXPENSES	260,744.85	262,688.18
After School Care and Residential Care Programs	996.33	0.00
Administration Costs	1,980.18	0.00
Compensation Commissioner	0.00	6,080.64
Depreciation	208,902.44	158,451.72
Electricity, Water and Other Municipal Charges	9,552.00	0.00
Entertainment Cost	234.74	3,976.84
Food and Kitchen Requirements	7,574.05	0.00
Fuel Costs	2,929.71	0.00
Interest - Overdue Accounts	67.67	9.03
Loss on Sale of Assets	1,855.69	2,773.22
Penalties	925.62	826.37
Personnel Costs	9,254.49	90,212.37
Postage and Telephone	3,382.37	0.00
Printing and Stationery	4,464.63	0.00
Repairs and Maintenance	832.50	0.00
Recreational Costs	4,618.20	0.00
Security	2,895.23	0.00
Small Equipment	279.00	357.99
NET SURPLUS for the year	199,914.67	29,635.25
TOTAL NET SURPLUS for the year	705,077.04	613,012.11

Please note that creditor adjustments have not been removed in the prior year figures, the amount is deemed to be insignificant.