

THE HOUSE (ASSOCIATION NOT FOR GAIN)

ANNUAL FINANCIAL STATEMENTS FOR


THE YEAR ENDED 31 MARCH 1999

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APPROVAL OF FINANCIAL STATEMENTS	

The financial statements listed above were approved by the management committee and signed on their behalf by the treasurer

)
)TREASURER
)
)

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF THE HOUSE

I have audited the annual financial statements set out on pages 3 to 5. These financial statements are the responsibility of the association's management committee. My responsibility is to report on these financial statements.

I conducted my audit in accordance with generally accepted auditing standards. These standards require that I plan and perform the audit to obtain reasonable assurance that, in all material respects, fair presentation is achieved in the financial statements. An audit includes an evaluation of appropriateness of the accounting policies, an examination, on a test basis, of evidence supporting amounts and disclosures included in the financial statements, an assessment of the reasonableness of significant estimates and a consideration of the overall financial statement presentation. I consider that my audit procedures were appropriate in the circumstances to express my opinion presented below.

In common with similar organisations, it is not feasible for the society to institute accounting controls over cash collections from donations, collections and jumble sales prior to the initial entry of the collections in the accounting records. Accordingly, it was impractical for me to extend my examination beyond the receipts actually recorded.

Except for the above, in my opinion these financial statements fairly present the financial position of the association at 31 March 1999, and the results of its operations for the year then ended.



Smith & Oosthuysen C.A.(S.A.)
Pretoria
6 May 1999

**THE HOUSE
(ASSOCIATION NOT FOR GAIN)
BALANCE SHEET AT 31 MARCH 1999**

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	Note	1999	1998
		R	R
FUNDS EMPLOYED			
SURPLUS OF FUNDS		273,512	284,948
LONG TERM LIABILITIES	2	81,754	88,530
		<u>355,266</u>	<u>373,478</u>
EMPLOYMENT OF FUNDS			
FIXED PROPERTY	3	175,000	175,000
FIXED ASSETS	4	104,147	116,333
CURRENT ASSETS		123,183	116,110
Grants receivable		69,261	
Current bank account		25,904	
Credit card		6,228	7,847
Call account		17,630	106,909
Cash on hand			1,354
Sundry debtor		4,160	
CURRENT LIABILITIES		47,064	33,965
Bank overdraft		47,-641	31,465
Creditors			2,500
NET CURRENT ASSETS		<u>76,119</u>	<u>82,145</u>
		<u>355,266</u>	<u>373,478</u>

INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH

Note 19991998
R R

INCOME	486,170	514,227
Donations, grants and collections	450,566	484,222
Direct fundraising income	20,000	
Interest received	15,604	30,005
EXPENDITURE	497,606	507,961
Audit fees	4,208	3,000
Advertising & promotions	1,125	
Bank charges	6,375	853
Boarding and schooling expenses	1,650	8,186
Computer expenses	10,284	5,806
Computers stolen		20,011
Direct fundraising expenses		20,000
Depreciation	23,179	5,877
Electricity and water	27,656	16,297
Entertainment expenses	2,030	2,249
Fund raising costs and commission	3,080	61,489
Kulula Life Skills pilot project		81,514
General expenses		995
Groceries, clothing and linen	106,221	
Insurance	15,551	6,412
Interest paid	17 J 167	26,351
Legal fees	250	
Magazines & journals	400	
Maintenance and accommodation	34,772	70,778
Medical expenses	80	354
Motor vehicle expenses	11,704	25,931
Printing and stationery	32,821	7,996
Salaries and wages	118,881	116,958
Supervision services rendered	39,360	
Telephone and fax	40,812	26,904
((SHORTAGE)/SURPLUS FOR THE YEAR	(11,436)	6,266
SURPLUS AT BEGINNING OF THE YEAR	284,948	278,682
SURPLUS AT END OF THE YEAR	273,512	284,948

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1999

1. ACCOUNTING POLICY

The financial statements are prepared on the historical cost basis.

No depreciation is provided on fixed property.

1998
R

1999
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2. LONG-TERM LIABILITIES

Mortgage loan

81,754

88,530

The mortgage loan is secured by a mortgage over erf 275 Berea
(refer note 3)

3. FIXED PROPERTY

Erf 275 Berea. Johannesburg at cost

100,000

100,000

Erf 277 Berea, Johannesburg at cost 1998

75,000

75,000

175,000

175,000

4. FIXED ASSETS

Computer equipment

At cost

5,000

5,000

Accumulated depreciation

(1,886)

(219)

3,114

4,781

Furniture and fittings

At cost

66,837

55,844

Accumulated depreciation

(9,388)

(149)

57,449

55,695

Office equipment

At cost

1,012

1,012

Accumulated depreciation

(404)

(202)

608

810

Vehicles

At cost

60,353

60,353

Accumulated depreciation

(17,377)

(5,306)

42,976

55,047

TOTAL FIXED ASSETS

104,147

116,333

5. CONTINGENT LIABILITY

There is a dispute over interest payable on a mortgage loan over erf 277, Berea before the property was registered in the name of the association. If the dispute is not resolved in the associations favor it would result an amount of R30 227 payable to the seller.