

Wandrag Accountants / Rekenmeesters

Chartered Accountants (SA) / Geoktrooieerde Rekenmeesters

*Tel: (013) 935-1070/1 · Fax: (013) 932-2022
P.O. Box / Posbus 1349, Bronkhorstspuit, 1020
49 Botha St/-str.49, Cnr: h/v Botha & Prinsloo St/-str., Bronkhorstspuit.*

Page 1

THE HOUSE GROUP OF PROJECTS

REPORT OF THE INDEPENDENT AUDITORS

The Management Committee are responsible for the financial statements set out on pages 2 to 8.

We are responsible to report on these financial statements after having performed an audit.

An audit includes:

- a test based examination of the evidence supporting the amounts and disclosures in financial statements.
- an assessment of the financial policies applied,
- a critical consideration of Management's estimates of significance and
- an evaluation of the overall presentation of financial statements.

We conducted our audit in accordance with generally accepted auditing standards, which require that we plan and carry out the audit to obtain reasonable assurance that fair presentation is achieved in the financial statements in all material respects. We consider our audit procedures appropriate under the circumstances to express the following opinion:

The financial statements fairly present the Association's

- financial condition as at 31 March 2003
- financial performance for the year ended 31 March 2003

This presentation is in conformity with

- generally accepted accounting practice.

We have performed certain accounting functions for the Association with the member's consent.



WANDRAG ACCOUNTANTS

Date

G.J.D. Jordaan, GR(SA)
Pr No. 900784

In association with:
Wandrag & Nortje Accountants - Rekenmeesters A.M. Nortje B. Compt., CFA (SA), F.F. Nortje B. Compt., Hons., CFA (SA)

THE HOUSE GROUP OF PROJECTS

FINANCIAL STATEMENTS

March 2002 - March 2003

Wandrag & Nortje Accountants

BALANCE SHEET AS AT 31 MARCH 2003

	Notes	2003 R	2002 R
ASSETS			
Fixed property	3	425,000.00	425,000.00
Fixed Assets	4	72,152.67	127,812.53
Current assets		281,286.54	49,423.20
Current bank account	12	80,200.45	34,168.95
Call accounts	13	180,597.40	10,282.63
Debtors	10	14,323.00	4,929.00
Receiver of Revenue (VAT)	14	6,165.69	42.62
		<u>778,439.21</u>	<u>602,235.73</u>
EQUITY AND LIABILITIES			
Surplus funds	2	709,299.32	454,984.28
Long term liabilities	5	53,071.21	114,885.59
Current liabilities		16,968.68	32,365.86
Credit card		9,445.38	1,437.44
Creditors	11	7,523.30	30,928.42
		<u>779,339.21</u>	<u>602,235.73</u>

THE HOUSE GROUP OF PROJECTS
INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2003

	Notes	2003 R	2002 R
INCOME		1,015,523.14	497,655.34
Bank Interest Received		18,987.81	3,852.34
Fund Raising	15	83,911.20	145,143.00
Donations	16	85,074.13	0.00
Donations : Kerkinactie (Theosis Trust)		120,000.00	0.00
Subsidy Received	17	707,550.00	348,660.00
EXPENSES		761,208.10	697,304.00
Advertising		68.63	838.85
Bank service charges		2,677.24	2,462.75
Occupational Rent - Kulula+A182	6	36,978.83	75,375.00
Computer expenses		6,704.81	10,735.15
Conference and Workshops		0.00	800.00
Depreciation		56,971.26	61,219.47
Domestic expenditure : Clothing and uniform		8,777.85	20,020.71
Domestic expenditure : Equipment		1,013.80	2,210.78
Domestic expenditure : Food and Groceries		63,179.06	62,643.92
Entertainment Expenses		1,850.31	0.00
Finance Charges		3,100.68	6,143.93
Fuel		15,032.02	12,167.83
Insurance : Fire and theft		8,027.01	8,899.83
Interest paid	18	12,274.83	21,951.92
Kulula Expenses	7	4,475.36	0.00
Legal Cost		0.00	6,081.01
Licensing : Permits and Levies		15,117.38	3,366.48
Maintenance and Repairs		29,640.50	6,351.35
Motor Expenses		0.00	7,832.72
Office Supplies		659.15	19.29
Personnel Expenses		258,681.40	279,735.52
Printing and Stationary		10,762.25	21,777.38
Professional Fees : Audit		16,014.00	18,500.00
Program Expense : Skills Training Expenses		6,627.35	0.00
Refreshments		0.00	0.00
Rent Paid	8	24,000.00	2,000.00
Skills Center : Premises and Equipment		120,000.00	0.00
Subscriptions		0.00	1,518.76
Telephone		23,666.27	27,455.43
Travel and Accommodation	9	9,310.13	12,840.36
Water and Electricity		25,597.98	24,355.56
Surplus at end of the year		254,315.04	-199,648.66

THE HOUSE GROUP OF PROJECTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003

1. ACCOUNTING POLICIES

1.1 Basis of presentation

The financial statements are prepared on the historical cost basis.

1.2 Depreciation

1.2.1 No depreciation is provided for on fixed property.

1.2.2 The depreciation on other assets are as follow:

Computer Equipment	33,33%
Furniture and Fittings	15,00%
Office Equipment	20,00%
Vehicles	20,00%

	2003 R	2002 R
2. INCOME STATEMENT SUMMERY		
Surplus at the beginning or the year	454,984.28	663,847.00
Surplus / (Shortage) for the year - The House	254,315.04	-199,648.66
Surplus / (Shortage) for the year - Kulula Skill Centre	0.00	-9,214.06
	<u>709,299.32</u>	<u>454,984.28</u>
3. FIXED PROPERTY		
3.1 Erf 275, Berea, Johannesburg at cost	100,000.00	100,000.00
3.2 Erf 277, Berea, Johannesburg at cost	75,000.00	75,000.00
3.3 Zonkolol Farm	250,000.00	250,000.00
	<u>425,000.00</u>	<u>425,000.00</u>
4. FIXED ASSETS		
Computer Equipment	875.32	235.48
Cost Price	15,816.40	14,505.00
Accumulated Depreciation	14,941.08	14,269.52
Furniture and Fittings	15,711.35	25,736.45
Cost Price	66,837.00	66,837.00
Accumulated Depreciation	51,125.65	41,100.55
Office Equipment	1.00	118.60
Cost Price	1,012.00	1,012.00
Accumulated Depreciation	1,011.00	893.40
Vehicles	55,565.00	101,722.00
Cost Price	230,785.00	230,785.00
Accumulated Depreciation	175,220.00	129,063.00
Total Fixed Assets	<u>72,152.67</u>	<u>127,812.53</u>

THE HOUSE GROUP OF PROJECTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2003

	2003	2002
	R	R
5. LONGTERM LIABILITIES		
5.1 Mortgage Loan - ABSA The mortgage is an interest bearing loan, secured by erf 275, Berea.	26,599.53	43,862.07
5.2 Vehicle Finance - Nedcredit The vehicle finance is an interest bearing loan, secured by Nissan Double Cab.	26,471.68	71,023.52
	<u>53,071.21</u>	<u>114,885.59</u>
6 OCCUPATIONAL RENT - KULULA		
Church of the East	<u>36,978.83</u>	
7 KULULA EXPENSES		
Food	2,803.82	
Tools	259.61	
Repairs and Maintenance	10.08	
Salaries and Wages	600.00	
Phone	22.00	
Transport	732.00	
Donations	29.50	
Vehicle Expenses	18.35	
	<u>4,475.36</u>	
NOTE : Previous year a separate Income Statement was given for Kulula		
8 RENT PAID		
Gilbert Estates	<u>24,000.00</u>	
	<u>24,000.00</u>	
9 TRAVEL AND ACCOMMODATION		
Air Ticket	7,910.00	
Canadian High Commission	830.88	
Covemore	543.86	
Teltron	25.39	
	<u>9,310.13</u>	

THE HOUSE GROUP OF PROJECTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003

	2003
	R
10. SUNDRY DEBTORS	
Prieur - Overseas Trip	17,323.00
Less payments made	<u>3,000.00</u>
	<u>14,323.00</u>
11 CREDITORS	
Provisions made for	
Rent	3,500.00
Water and Electricity	2,500.00
Telephone	<u>1,523.30</u>
	<u>7,523.30</u>
12 BANK ACCOUNTS	
Nedbank Card	1,651.91
Nedbank Current Account	2,422.58
Nedbank Current Account	40,925.82
Nedbank Current Account	<u>35,200.14</u>
	<u>80,200.45</u>
Note : Account balances as on 31 March 2003	
13 CALL ACCOUNT	
Nedbank Account	<u>180,597.40</u>
Note : Account balance as on 31 March 2003	
14 RECEIVER OF REVENUE	
Vat claimed for the February and March 2003 period was still outstanding on 31 March 2003 due to the fact that the Receiver only pay any amount claimed out after the 25th of the next month.	
15 FUND RAISING	
Deposit - 24 Februaruy 2003	80,911.20
Deposit - 03 March 2003	<u>2,100.00</u>
	<u>83,011.20</u>
16 DONATIONS	
S Sismay	220.00
M Venter	1,300.00
B van Heerden	1,586.00
ER van Beuren	99.00
RA Greenshields	50.00
ABSA	1,500.00
Deposit Southdale	2,000.00
Stichtgeer Eur4542.02	47,439.13

Kulula	250.00
Theosis	630.00
	<u>55,074.13</u>

THE HOUSE GROUP OF PROJECTS

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2003**

	2003
	R
17 SUBSIDY RECEIVED	
Gauteng SOS - 23 April 2002	66,675.00
Gauteng SOS - 17 May 2002	9,450.00
Gauteng SOS - 02 July 2002	45,000.00
Gauteng SOS - 02 July 2002	45,000.00
Gauteng SOS - 24 July 2002	39,675.00
Gauteng SOS - 26 July 2002	38,100.00
Gauteng SOS - 25 September 2002	142,200.00
Gauteng SOS - 17 October 2002	39,675.00
Gauteng SOS - 22 October 2002	37,200.00
Gauteng SOS - 14 November 2002	74,400.00
Gauteng SOS - 16 January 2002	83,175.00
Gauteng SOS - 20 February 2003	43,500.00
Gauteng SOS - 11 March 2003	43,500.00
	<u>707,550.00</u>
18 INTEREST PAID	
Interest - Bank	0.91
Interest - Creditors	6,540.26
Interest - Mortgage	5,733.66
	<u>12,274.83</u>
NOTE : Previous year all interest where calculated together.	
19 MAINTENANCE AND REPAIRS	
Maintenance - Land and Buildings	26,061.77
Maintenance - Equipment	3,578.73
	<u>29,640.50</u>
NOTE : Previous year all repairs and maintenance where calculated together.	