

IZULU ORPHAN PROJECTS
NPO NUMBER: 048-359-NPO
TAX EXEMPTION NUMBER: 930031129
ANNUAL FINANCIAL STATEMENTS
For The Year Ended 30 June 2013

IZULU ORPHAN PROJECTS
NPO NUMBER: 048-359-NPO
ANNUAL FINANCIAL STATEMENTS
For the year ended 30 June 2013

CONTENTS	PAGE
Report of the Independent Auditors	2 - 3
Statement of Financial position	4
Statement of Profit or Loss & Other Comprehensive Income	5
Statement of Changes in Funds	6
Note to the Annual Financial Statements	7 - 8
Detailed Income Statement	9

APPROVAL OF THE ANNUAL FINANCIAL STATEMENTS

The Annual Financial Statements which appear on the attached pages were approved by the member and are signed by her:

K. Bain

Date:



KH Financial Services
39 Archibell Road, Glenmore, Durban
P.O. Box 5107, Durban, 4000
Tel: 031 205 9449 | Fax: 031 205 9747
Website: www.khfs.co.za

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBER OF IZULU ORPHAN PROJECTS

We have audited the Annual Financial Statements of Izulu Orphan Projects, which comprise the statement of financial position as at 30 June 2013, the statement of profit or loss and other comprehensive income and the statement of changes in funds for the year ended, a summary of significant accounting policies and other explanatory notes, as set out on pages 7 to 8.

Member's Responsibility for the Financial Statements

The Company's member is responsible for the preparation and fair presentation of these financial statements in accordance with South African Statements of Generally Accepted Accounting Practice, and in the manner required by the Companies Act of South Africa. This responsibility includes: Designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.





KH Financial Services
30 Archbell Road, Glenmore, Durban
P.O. Box 5107, Durban, 4000
Tel. 031 205 9449 | Fax: 031 205 9747
Website: www.khfs.co.za

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBER OF IZULU ORPHAN PROJECTS (Continued)

QUALIFICATIONS

CASH COLLECTIONS

As with similar organisations, it is not feasible for the organisation to institute accounting controls over cash collected from donations prior to initial entry of collections in the accounting records. Accordingly it was impractical for us to extend our examination beyond the receipts actually recorded.

QUALIFIED AUDIT OPINION

In our opinion, except for the possible effect on the financial statements of the matter referred to in the preceding paragraph, the financial statements fairly present in all material respects, the financial position of the company at 30 June 2013 and the results of its operations and cash flows for the year then ended in accordance with generally accepted accounting practice and in a manner required by the companies act of South Africa.

ACCOUNTING DUTIES

With written consent we have performed certain accounting duties.

SUPPLEMENTARY SCHEDULES

The schedule on page 9 does not form part of the audit & therefore we do not express an opinion thereon.

A handwritten signature in black ink, appearing to read 'K. Goldstock', is written over a horizontal line.

K. Goldstock
Chartered Accountant (S.A.) & RA

Date:



IZULU ORPHAN PROJECTS
 NPO NUMBER: 048-359-NPO
 STATEMENT OF FINANCIAL POSITION
 At 30 June 2013

	Note	2013 R	2012 R
ASSETS			
<i>NON-CURRENT ASSETS</i>		1 416 005	688 249
Property, Plant & Equipment	2	1 416 005	688 249
<i>CURRENT ASSETS</i>		619 746	305 862
Cash & Cash Equivalents		619 746	305 862
TOTAL ASSETS		2 035 751	994 111
FUNDS & LIABILITIES			
<i>CAPITAL & RESERVES</i>		2 032 251	990 611
Accumulated Funds		2 032 251	990 611
<i>CCURRENT LIABILITIES</i>		3 500	3 500
Trade Payables		3 500	3 500
TOTAL FUNDS & LIABILITIES		2 035 751	994 111

IZULU ORPHAN PROJECTS
NPO NUMBER: 048-359-NPO
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the year ended 30 June 2013

	2013 R	2012 R
Gross Revenue	5 354 771	2 611 635
Gross Profit	5 354 771	2 611 635
Other Income	-	367
Operating Expenses	(4 313 131)	(2 482 126)
Surplus for the Year	1 041 640	129 876

IZULU ORPHAN PROJECTS
 NPO NUMBER: 048-359-NPO
 STATEMENT OF CHANGES IN FUNDS
 For the year ended 30 June 2013

	ACCUM. FUNDS R	TOTAL R
Balance at 01 November 2005	-	-
Surplus for the Year	1 624	1 624
Balance at 30 June 2006	1 624	1 624
Surplus for the Year	135 043	135 043
Balance at 30 June 2007	136 667	136 667
Surplus for the Year	582 925	582 925
Balance at 30 June 2008	719 592	719 592
(Deficit) for the Year	(86 891)	(86 891)
Balance at 30 June 2009	632 701	632 701
Surplus for the Year	285 281	285 281
Balance at 30 June 2010	917 982	917 982
(Deficit) for the Year	(57 247)	(57 247)
Balance at 30 June 2011	860 735	860 735
Surplus for the Year	129 876	129 876
Balance at 30 June 2012	990 611	990 611
Surplus for the Year	1 041 640	1 041 640
Balance at 30 June 2013	2 032 251	2 032 251

IZULU ORPHAN PROJECTS
 NPO NUMBER: 048-359-NPO
 NOTES TO THE ANNUAL FINANCIAL STATEMENTS
 For the year ended 30 June 2013

1. ACCOUNTING POLICIES

The Annual Financial Statements have been prepared using the historical cost basis, in accordance with Statements of Generally Accepted Accounting Practice and incorporate the principal accounting policies.

1.1 Gross Revenue

The income comprises of donation income received.

1.2 Property, Plant & Equipment

Property, Plant & Equipment are shown at cost less accumulated depreciation. All other assets are depreciated over their expected economic life on the straight line basis.

The most important rates of depreciation are as follows:

Computer Equipment	33 %
Motor Vehicles	20 %
Furniture & Fittings	17 %
Office Equipment	17 %
Equipment	20 %

2. PROPERTY, PLANT & EQUIPMENT

	COST	ACCUM. DEPR.	BOOK VALUE
2013			
Buildings	1 272 555	-	1 272 555
Computer Equipment	91 260	54 854	36 406
Motor Vehicles	355 777	337 955	17 822
Furniture & Fittings	51 958	7 442	44 516
Office Equipment	22 766	5 062	17 704
Kitchen Equipment	12 290	1 066	11 224
Equipment	35 354	19 576	15 778
	-----	-----	-----
	1 841 960	425 955	1 416 005
	=====	=====	=====
2012			
Buildings	582 078	-	582 078
Computer Equipment	52 561	40 918	11 643
Motor Vehicles	355 777	298 085	57 692
Furniture & Fittings	16 958	3 157	13 801
Office Equipment	6 270	2 350	3 920
Equipment	32 154	13 039	19 115
	-----	-----	-----
	1 045 798	357 549	688 249
	=====	=====	=====

IZULU ORPHAN PROJECTS
 NPO NUMBER: 048-359-NPO
 NOTES TO THE ANNUAL FINANCIAL STATEMENTS (Cont...)
 For the year ended 30 June 2013

2. PROPERTY, PLANT & EQUIPMENT (Cont.)

Property, Plant & Equipment can be reconciled as follows:

2013	BOOK VALUE AT BEGIN OF YEAR	ADDITIONS	DEPRN.	BOOK VALUE AT END OF YEAR
Buildings	582 078	690 477	-	1 272 555
Computer Equipment	11 643	38 699	13 936	36 406
Motor Vehicles	57 692	-	39 870	17 822
Furniture & Fittings	13 801	35 000	4 285	44 516
Office Equipment	3 920	16 496	2 712	17 704
Kitchen Equipment	-	12 290	1 066	11 224
Equipment	19 115	3 200	6 537	15 778
	-----	-----	-----	-----
	688 249	796 162	68 406	1 416 005
	-----	-----	-----	-----

IZULU ORPHAN PROJECTS
 NPO NUMBER: 048-359-NPO
 DETAILED INCOME STATEMENT
 For the year ended 30 June 2013

	2013 R	2012 R
INCOME	5 354 771	2 611 635
Donation Income	4 114 369	1 301 172
Foreign Income	1 193 690	1 053 307
Sundry Income	46 712	257 156
OTHER INCOME	-	367
Interest Income	-	367
EXPENSES	(4 313 131)	(2 482 126)
Accounting Fees	8 400	6 700
Advertising & Promotions	5 762	2 800
Bank Charges	13 870	11 756
Blankets	3 290	16 000
Children's Clothing	2 100 000	-
Cleaning	3 611	859
Computer Expenses	6 798	2 206
Consulting Fees	181 416	65 098
Courier & Postage	1 735	686
Depreciation	68 406	92 592
Donations	1 817	-
Educational Projects		
-Early childhood Development	47 301	176 652
-Gardening	212	-
-Health Builders	83	-
-House Maintenance IOP Family	1 125	63 002
-Sewing & Beading	1 160	-
Electricity & Water	2 010	4 595
Entertainment	966	1 085
Equipment	7 593	-
Food Parcels	621 922	863 561
Fuel	185 161	22 875
General Expenses	-	25 212
Insurance	13 186	10 969
Medical Expenses	1 471	-
Motor Vehicle Expenses	36 700	162 517
Printing & Stationery	64 532	13 523
Rent	1 254	-
Repairs & Maintenance	2 108	1 906
Salaries & Wages	705 020	737 708
School Fees	33 033	64 078
School Uniforms	108 734	73 825
Security	14 650	1 500
Staff Expenses	16 776	8 617
Telephone & SMS	48 588	52 348
Workmen's Compensation	4 441	-
NET SURPLUS FOR THE YEAR	1 041 640	129 876