

IZULU ORPHAN PROJECTS
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2008

**IZULU ORPHAN PROJECTS
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2008**

STATEMENT OF FINANCIAL POSITION
STATEMENT OF INCOME
STATEMENT OF CHANGES IN EQUITY
STATEMENT OF CASH FLOWS

APPROVED BY THE BOARD OF DIRECTORS
ON BEHALF OF THE BOARD OF DIRECTORS


SIGNATURE

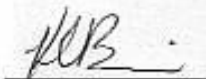
IZULU ORPHAN PROJECTS
ANNUAL FINANCIAL STATEMENTS
For the year ended 30 June 2008

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APPROVAL OF THE ANNUAL FINANCIAL STATEMENTS

The Annual Financial Statements which appear on pages 3 to 7 were approved by the members and are signed by them:


C. Bain


K. Bain

Date: 12/01/2009



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IZULU ORPHAN PROJECTS
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

The attached financial statements have been prepared from the books and vouchers of the business and from information and explanations given and are in accordance therewith.

No Audit is required to be carried out and no Audit has been conducted.

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

K. Holdstock CA (SA)

Date:

IZULU ORPHAN PROJECTS
 BALANCE SHEET
 At 30 June 2008

| | 2008 R | 2007 R |
|--------------------------------------|----------------|----------------|
| ASSETS | | |
| <i>Non-Current Assets</i> | 694 416 | - |
| Property, Plant & Equipment | 409 237 | - |
| Investments | 285 179 | - |
| <i>Current Assets</i> | 27 676 | 138 667 |
| Cash & Cash Equivalents | 27 676 | 138 667 |
| TOTAL ASSETS | <u>722 092</u> | <u>138 667</u> |
| FUNDS & LIABILITIES | | |
| <i>Capital & Reserves</i> | 719 592 | 136 667 |
| Accumulated Funds | 719 592 | 136 667 |
| <i>Current Liabilities</i> | 2 500 | 2 000 |
| Trade Payables | 2 500 | 2 000 |
| TOTAL FUNDS & LIABILITIES | <u>722 092</u> | <u>138 667</u> |

IZULU ORPHAN PROJECTS
INCOME STATEMENT
For the year ended 30 June 2008

| | 2008 R | 2007 R |
|----------------------|------------|------------|
| Gross Revenue | 1 106 847 | 333 646 |
| Cost of Sales | - | - |
| Gross Profit | 1 106 847 | 333 646 |
| Other Income | 19 781 | - |
| Operating Expenses | (543 703) | (198 603) |
| Surplus for the Year | 582 925 | 135 043 |

IZULU ORPHAN PROJECTS
 STATEMENT OF CHANGES IN FUNDS
 For the year ended 30 June 2008

| | 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 |

IZULU ORPHAN PROJECTS
 NOTE TO THE ANNUAL FINANCIAL STATEMENTS
 For the year ended 30 June 2008

1. ACCOUNTING POLICIES

The 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 % |

2. PROPERTY, PLANT & EQUIPMENT

| | COST | ACCUM. DEPR. | BOOK VALUE |
|----------------------|----------------|-----------------|----------------|
| 2008 | | | |
| Land & Buildings | 120 963 | - | 120 963 |
| Computer Equipment | 6 270 | 1 916 | 4 354 |
| Motor Vehicles | 312 842 | 31 284 | 281 558 |
| Furniture & Fittings | 2 700 | 338 | 2 362 |
| | <u>442 775</u> | <u>33 538</u> | <u>409 237</u> |

Property, Plant & Equipment can be reconciled as follows:

| | BOOK VALUE AT BEGIN OF YEAR | ADDITIONS | DEPRN. | BOOK VALUE AT END OF YEAR |
|----------------------|-----------------------------------|----------------|---------------|---------------------------------|
| 2008 | | | | |
| Land & Buildings | - | 120 963 | - | 120 963 |
| Computer Equipment | - | 6 270 | 1 916 | 4 354 |
| Motor Vehicles | - | 312 842 | 31 284 | 281 558 |
| Furniture & Fittings | - | 2 700 | 338 | 2 362 |
| | - | <u>442 775</u> | <u>33 538</u> | <u>409 237</u> |

IZULU ORPHAN PROJECTS
 DETAILED INCOME STATEMENT
 for the year ended 30 June 2008

| | 2008 R | 2007 R |
|---------------------------------|----------------|----------------|
| INCOME | 1 106 847 | 333 646 |
| Donation Income | 505 225 | 333 646 |
| Foreign Income | 601 622 | - |
| OTHER INCOME | 19 781 | - |
| Interest Received | 19 647 | - |
| Dividends Received | 134 | - |
| EXPENSES | (543 703) | (198 603) |
| Accounting Fees | 3 100 | 1 200 |
| Advertising & Promotions | 1 634 | 8 202 |
| Bank Charges | 4 980 | 2 349 |
| Computer Expenses | 2 608 | 3 235 |
| Consulting Fees | 13 207 | - |
| Courier & Postage | 971 | 453 |
| Depreciation | 33 530 | - |
| Entertainment | 1 317 | 3 373 |
| General Expenses | 25 522 | - |
| Gifts | 430 | 5 522 |
| Groceries | 19 271 | 4 749 |
| Insurance | 2 948 | - |
| Interest Paid | 3 | - |
| Medical Expenses | 300 | 373 |
| Motor Vehicle Expenses | 176 251 | 43 619 |
| Party Expenses | 19 620 | 4 266 |
| Printing & Stationery | 14 652 | 4 679 |
| Repairs & Maintenance | 15 658 | 1 074 |
| Salaries & Wages | 122 932 | 50 860 |
| School Fees | 14 065 | 9 079 |
| School Uniforms | 49 791 | 48 572 |
| Telephone & Faxes | 15 105 | 2 763 |
| Travelling | 5 800 | 4 235 |
| NET SURPLUS FOR THE YEAR | <u>582 925</u> | <u>135 043</u> |