

**THOHOYANDOU VICTIM EMPOWERMENT TRUST  
REGISTRATION NO. IT487/02  
NPO REGISTRATION NUMBER 030-383-NPO**

**ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
29 FEBRUARY 2016**

**THOHOYANDOU VICTIM EMPOWERMENT TRUST  
REGISTRATION NO. IT487/02**

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FOR THE YEAR ENDED 29 FEBRUARY 2016**

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**THOHOYANDOU VICTIM EMPOWERMENT TRUST  
REGISTRATION NO. IT487/02**

**TRUSTEES' RESPONSIBILITIES AND APPROVAL**

**ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 FEBRUARY 2016**

The trustees are required by the Trust Property Control Act, 1988, and the trust deed, to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the trust as at the end of the financial year and the results of its operations and cash flows for the year then ended, in conformity with the trust's accounting policies. The external auditors are engaged to express an independent opinion on the annual financial statements.

The trustees acknowledge that they are ultimately responsible for the system of internal financial controls established by the trust and place considerable importance on maintaining a strong control environment. To enable the trustees to meet these responsibilities, the board of trustees sets out 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 trust and employees are required to maintain the highest ethical standards in ensuring the trust's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the trust is on identifying, assessing, managing and monitoring all known forms of risk across the trust. While operating risk cannot be fully eliminated, the trust endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The trustees are of the opinion, based on the information and explanations given by management, that the system of internal controls provides reasonable assurance that the financial records may be relied on for the presentation 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.

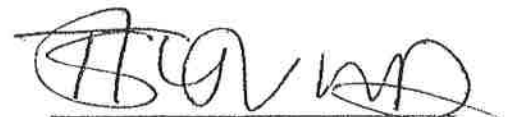
The trustees have reviewed the trust's cash flow forecast for the year to 28<sup>th</sup> February 2017 and, in the light of this review and the current financial position, they are satisfied that the trust has or has access to adequate resources to continue in operational existence for the foreseeable future.

Although the board of trustees is primarily responsible for the financial affairs of the trust, it is supported by the trust's external auditors.

The external auditors are responsible for auditing and reporting on the trust's annual financial statements. The annual financial statements have been examined by the trust's external auditors and their report is presented on pages 2 and 3.

The annual financial statements set out on pages 4 to 19, were approved by the board of trustees on the 15<sup>th</sup> July 2016 and were signed on its behalf by:

N. TSHITHAVHANI



## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE TRUSTEES**

#### **THOHoyANDOU VICTIM EMPOWERMENT TRUST REGISTRATION NO. IT487/02**

#### **Report on the financial statements**

We have audited the accompanying annual financial statements of Thohoyandou Victim Empowerment Trust, which comprise the trustees' report, statement of financial position as at 29 February 2016, and the statement of comprehensive income, statement of changes in reserves and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes set out on pages 4 to 17.

#### **Trustees' responsibility for the financial statements**

The trustees are responsible for the preparation and the fair presentation of these annual financial statements in accordance with the trust's accounting policies. This responsibility includes: designing, implementing and maintaining internal controls 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. These 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 risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls 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 management, 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.

**Unqualified Opinion**

In our opinion these financial statements fairly present, in all material respects, the statement of financial position of Thohoyandou Victim Empowerment Trust as at 29 February 2016, and of its financial performance and its cash flows for the year then ended in accordance with its accounting policies.

**Emphasis of matter**

As is explained in note 12 to the financial statements, the trust needs ongoing donor support if it is to continue operations. These financial statements have been prepared on the basis of accounting practices applicable to a going concern which assumes that the trust will generate sufficient funds by way of grants from donors to continue funding its activities in the ensuing year.

**Supplementary information**

The supplementary schedules set out on pages 18 to 19 do not form part of the annual financial statements and are presented as additional information. We have not audited these schedules and accordingly we do not express an opinion on them.



**DC Douglas**  
**Douglas & Velcich**  
**Chartered Accountants (S.A.)**  
**Registered Accountants and Auditors**

**Johannesburg**  
**15 July 2016**

**THOHYANDOU VICTIM EMPOWERMENT TRUST  
REGISTRATION NO. IT487/02**

**REPORT OF THE TRUSTEES FOR THE  
YEAR ENDED 29 FEBRUARY 2016**

Your board of trustees presents its report, together with the audited annual financial statements of the trust for the financial year ended 29 February 2016.

**NATURE OF ACTIVITIES**

In 1997, the Thohoyandou Community Policing Forum together with the SAPS initiated the establishment of a Victim Empowerment Committee (VEC) in accordance with the provisions of the National Crime Prevention Strategy. With seed funding from the Department of Health, the first 24/7 One Stop Trauma Centre was opened at our regional hospital in September 2001, and 'break the silence' campaigns were initiated.

Furthermore the trust objectives are to create a supportive environment for the victims of sexual assault, domestic violence, child abuse and the HIV/AIDS pandemic. to inform, educate capacitate the community about their rights and responsibilities pertaining to sexual assault, domestic violence, child abuse and HIV/AIDS. to ensure that justice is served.

**RESULTS**

The results for the year are fully disclosed in the attached annual financial statements.

**POST FINANCIAL POSITION EVENTS**

No material fact or circumstance has occurred between the statement of financial position date and the date of the audit report.

**EQUIPMENT**

During the year under review, the trust acquired equipment costing R28,784 (2015 - R290,141).

**TRUSTEES**

The following trustees held office at the date of this report :-

MD Maselesele (Chairperson)  
MS Madi  
J Mufamadi

F E A Nicholson  
LL Latendle  
TN Makuya

ND Tshithavhani  
LT Nevondwe

**AUDITORS**

Douglas and Velcich were retained as auditors during the year under review.

THOHOYANDOU VICTIM EMPOWERMENT TRUST  
REGISTRATION NO. IT487/02

## STATEMENT OF FINANCIAL POSITION AS AT 29 FEBRUARY 2016

|                                       | Note | 2016<br>R        | 2015<br>R        |
|---------------------------------------|------|------------------|------------------|
| <b>ASSETS</b>                         |      | <b>1 564 149</b> | <b>1 962 012</b> |
| <b>Non current assets</b>             |      | <b>288 892</b>   | <b>368 015</b>   |
| Equipment                             | 2    | 288 892          | 368 015          |
| <b>Current assets</b>                 |      | <b>1 275 257</b> | <b>1 593 997</b> |
| Accounts receivable                   |      | 15 600           | -                |
| Accrued income                        | 3    | 306 126          | 126 277          |
| Cash and cash equivalents             | 4    | 953 531          | 1 467 720        |
| <b>Total assets</b>                   |      | <b>1 564 149</b> | <b>1 962 012</b> |
| <b>RESERVES AND LIABILITIES</b>       |      | <b>1 564 149</b> | <b>1 962 012</b> |
| <b>Reserves</b>                       |      | <b>588 265</b>   | <b>271 887</b>   |
| Trust capital                         |      | 11 179           | 11 179           |
| Equipment fund                        |      | 288 892          | 368 015          |
| Sustainability fund                   |      | -                | -                |
| Accumulated surplus/(deficit)         |      | 288 194          | (107 307)        |
| <b>Current liabilities</b>            |      | <b>975 884</b>   | <b>1 690 125</b> |
| Accounts payable                      | 5    | 629              | 448 651          |
| Deferred income                       | 6    | 835 476          | 1 094 335        |
| Provision for leave pay               | 7    | 139 779          | 146 890          |
| Bank overdraft                        | 4    | -                | 249              |
| <b>Total reserves and liabilities</b> |      | <b>1 564 149</b> | <b>1 962 012</b> |

**THOHOYANDOU VICTIM EMPOWERMENT TRUST**  
**REGISTRATION NO. IT487/02**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 29 FEBRUARY 2016**

|                                       | Note | 2016<br>R        | 2015<br>R          |
|---------------------------------------|------|------------------|--------------------|
| <b>INCOME</b>                         |      | <b>6 124 611</b> | <b>5 621 294</b>   |
| Grants and donations                  | 8    | 5 948 734        | 4 887 731          |
| Consulting fees                       |      | 172 684          | 529 443            |
| Interest received                     | 9    | 3 193            | 14 022             |
| Donation in kind                      |      | -                | 13 708             |
| Other income                          |      | -                | 176 390            |
| <b>EXPENDITURE</b>                    |      | <b>5 700 326</b> | <b>7 154 791</b>   |
| Advertising and promotions            |      | 2 941            | 9 966              |
| Assets expensed directly              |      | 250              | -                  |
| Audit fees                            |      | 14 878           | 62 043             |
| Bank charges                          |      | 2 054            | 31 020             |
| Cleaning materials                    |      | 982              | 8 768              |
| Computer expenses                     |      | 3 676            | 15 008             |
| Consultants costs                     |      | 50 982           | -                  |
| Courier and postage                   |      | 1 515            | -                  |
| Evaluation and monitoring             |      | -                | 6 504              |
| General expenses                      |      | 6 042            | -                  |
| Insurance                             |      | 1 264            | 26 394             |
| Interest and penalties - SARS         | 9    | 11 397           | 36 109             |
| Legal fees                            |      | 923              | 377                |
| Meeting costs                         |      | 1 099            | 15 464             |
| Motor vehicle expenses                |      | 22 959           | 79 844             |
| Printing, publication and stationery  |      | -                | 74 832             |
| Programme costs                       |      | 5 581 839        | 4 629 744          |
| Provision for leave pay               |      | (7 111)          | 22 091             |
| Repairs and maintenance               |      | -                | 57 571             |
| Salaries, wages and contributions     |      | 4 418            | 1 679 339          |
| Security                              |      | 218              | 3 110              |
| Staff development costs               |      | -                | 48 109             |
| Telephone, postage and photocopies    |      | -                | 30 251             |
| Travel and accommodation              |      | -                | 71 802             |
| Workshops and project costs           |      | -                | 246 445            |
| <b>SURPLUS/(DEFICIT) FOR THE YEAR</b> |      | <b>424 285</b>   | <b>(1 533 497)</b> |



THOYANDOU VICTIM EMPOWERMENT TRUST  
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STATEMENT OF CHANGES IN RESERVES  
FOR THE YEAR ENDED 29 FEBRUARY 2016

|                                    | Trust<br>Capital<br>R | Equipment<br>Fund<br>R | Sustainability<br>Fund<br>R | Accumulated<br>Surplus/(deficit)<br>R | Total<br>R     |
|------------------------------------|-----------------------|------------------------|-----------------------------|---------------------------------------|----------------|
| <b>Balance at 28 February 2014</b> | 11 179                | 171 490                | 436 248                     | 1 233 084                             | 1 852 001      |
| Surplus for the year               | -                     | -                      | -                           | (1 533 497)                           | (1 533 497)    |
| Transfer from/(to) equipment fund  | -                     | 243 142                | -                           | (243 142)                             | -              |
| Acquisition of fixed assets        | -                     | 290 141                | -                           | (290 141)                             | -              |
| Proceeds on disposal of assets     | -                     | (46 999)               | -                           | 46 999                                | -              |
| Profit on disposal of assets       | -                     | 44 499                 | -                           | -                                     | 44 499         |
| Depreciation for the year          | -                     | (91 116)               | -                           | -                                     | (91 116)       |
| Transfer (to) sustainability fund  | -                     | -                      | (436 248)                   | 436 248                               | -              |
| <b>Balance at 28 February 2015</b> | <b>11 179</b>         | <b>368 015</b>         | <b>-</b>                    | <b>(107 307)</b>                      | <b>271 887</b> |
| Surplus for the year               | -                     | -                      | -                           | 424 285                               | 424 285        |
| Transfer from/(to) equipment fund  | -                     | 28 784                 | -                           | (28 784)                              | -              |
| Acquisition of fixed assets        | -                     | 28 784                 | -                           | (28 784)                              | -              |
| Depreciation for the year          | -                     | (107 907)              | -                           | -                                     | (107 907)      |
| <b>Balance at 29 February 2016</b> | <b>11 179</b>         | <b>288 892</b>         | <b>-</b>                    | <b>288 194</b>                        | <b>588 265</b> |

THOHOYANDOU VICTIM EMPOWERMENT TRUST  
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STATEMENT OF CASH FLOWS FOR THE  
YEAR ENDED 29 FEBRUARY 2016

|   | Note      | 2016<br>R        | 2015<br>R          |
|---|-----------|------------------|--------------------|
| <b>Cash flows from operating activities</b>           |           |                  |                    |
| Cash receipts from funders                            |           | 5 667 110        | 5 714 212          |
| Cash paid to programmes, suppliers and employees      |           | (6 144 062)      | (6 686 116)        |
| <b>Cash (utilised in) operations</b>                  | <b>11</b> | <b>(476 952)</b> | <b>(971 904)</b>   |
| Interest received                                     | 9         | 3 193            | 14 022             |
| Interest and penalties                                | 9         | (11 397)         | (36 109)           |
| <b>Net cash (outflow) from operating activities</b>   |           | <b>(485 156)</b> | <b>(993 991)</b>   |
| <b>Cash flows (utilised in) investing activities</b>  |           |                  |                    |
| Acquisition of equipment, at cost                     | 2         | (28 784)         | (290 141)          |
| Proceeds on disposal of asset                         |           | -                | 46 999             |
| <b>Net (decrease) in cash and cash equivalents</b>    |           | <b>(513 940)</b> | <b>(1 237 133)</b> |
| <b>Cash and cash equivalents at beginning of year</b> |           | <b>1 467 471</b> | <b>2 704 604</b>   |
| <b>Cash and cash equivalents at end of year</b>       | <b>4</b>  | <b>953 531</b>   | <b>1 467 471</b>   |

**THOHOYANDOU VICTIM EMPOWERMENT TRUST  
REGISTRATION NO. IT487/02**

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 29 FEBRUARY 2016**

**ACCOUNTING POLICIES**

1. The annual financial statements have been prepared on the historical cost basis, except for financial instruments, and incorporate the following principal accounting policies set out below.

**1.1 SIGNIFICANT JUDGEMENTS**

In preparing the annual financial statements, management is required to make estimates and assumptions that affect the amounts represented in the annual financial statements and related disclosures. Use of available information and the application of judgement is inherent in the formation of estimates. Actual results in the future could differ from these estimates which may be material to the annual financial statements.

**1.2 EQUIPMENT**

The cost of an item of tangible assets is recognised as an asset when:

- it is probable that future economic benefits associated with the item will flow to the trust; and
- the cost of the item can be measured reliably.

Costs include costs incurred initially to acquire or construct an item of tangible assets and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of tangible assets, the carrying amount the replaced part is derecognised.

Tangible assets are carried at cost less accumulated depreciation and any impairment losses.

Depreciation is provided on all tangible assets other than freehold land, to write down the cost, less residual value, by equal instalments over their useful lives as follows:

| <b>Item</b>        | <b>Useful life</b> |
|--------------------|--------------------|
| Computer equipment | 3 years            |
| Motor vehicles     | 5 years            |
| Office equipment   | 6 years            |
| Office furniture   | 6 years            |

The depreciation charge for each year is recognised through equipment fund, unless it is included in the carrying amount of another asset.

The gain or loss arising from the derecognising of an item of equipment is included in the equipment fund when the item is derecognised. The gain or loss arising from the derecognising of an item of equipment is determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item.

This is a deviation from IAS 16, which requires that all asset purchases are capitalised and depreciated. This deviation has been resolved by raising an equipment fund as discussed below.

**THOHOYANDOU VICTIM EMPOWERMENT TRUST  
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 29 FEBRUARY 2016 (Continued)**

**ACCOUNTING POLICIES (Continued)**

**1.3 FINANCIAL INSTRUMENTS**

**Measurement**

Financial instruments carried on the statement of financial position include bank balances, accounts receivable and accounts payable. Financial instruments are initially measured at cost as at trade date, which includes transaction costs. Subsequent to initial recognition, the following instruments are measured as set out below :-

**Accounts receivable**

Accounts receivable are stated at cost less provision for impairment losses.

**Cash and cash equivalents**

Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and are subject to insignificant risk in change in value.

Cash and cash equivalents are measured at fair value.

**Accounts payable**

Accounts payable which are short - term obligation, are stated at their nominal value.

**1.4 IMPAIRMENT**

The carrying amounts of assets are reviewed at financial position date to determine whether there is any indication of impairment. If there is such indication, the assets are written down to the estimated recoverable amounts. The recoverable amount is the higher of the net selling price and the value in use.

**1.5 EQUIPMENT FUND**

In order that operating reserves reflect assets available to the operations of the trust, an equipment fund is maintained to separate out the funding of such assets.

The mechanism whereby this fund is maintained at a value equal to the carrying value of such assets in the statement of financial position is that an amount equal to the cost of assets acquired be charged against operating income each year and credited to the fund.

Depreciation, and profits and losses on disposal are adjusted annually against the fund.

**1.6 PROVISIONS AND CONTINGENCIES**

Provisions are recognised when the trust has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

**THOHOYANDOU VICTIM EMPOWERMENT TRUST  
REGISTRATION NO. IT487/02**

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 29 FEBRUARY 2016 (Continued)**

**ACCOUNTING POLICIES (Continued)**

**1.7 REVENUE RECOGNITION**

Income from grants is brought to account in the financial period to which it relates.

All other income is brought to account as and when received.

**1.8 INTEREST INCOME**

Interest is brought to account as and when received.

**1.9 EXPENDITURE**

Expenditure is accounted for on the accrual basis of accounting.

**1.10 PROJECT ACCOUNTING AND EXPENSE ALLOCATION**

In terms of its contractual obligations to donors, the trust's policy is to allocate project expenses that are clearly identifiable as such, directly against project funds.

Indirect and shared costs are apportioned on the basis of management estimates.

Accrued and deferred grant income is based on the balance of the project fund after taking into account the direct, indirect and shared costs as described above. The unexpended surplus of the project fund is deferred to the following year or the deficit is accrued in the year under review.

**1.11 EMPLOYEE BENEFITS**

**Short-term employee benefits**

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as paid vacation leave and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

The expected cost of compensated absences is recognised as an expense as the employee renders service that increases their entitlement or, in the case of non-accumulating absences, when the absence occurs.

The expected cost of bonus payments is recognised as an expense when there is a legal or constructive obligation to make such payments as a result of past performance.

**Defined contribution plans**

Payments to defined contribution retirement benefit plans are charged as an expense as they fall due.

THOHOYANDOU VICTIM EMPOWERMENT TRUST  
REGISTRATION NO. IT487/02

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 29 FEBRUARY 2016 (Continued)

2. EQUIPMENT

|  | Computer<br>equipment<br>R | Motor<br>vehicles<br>R | Office equipment<br>and furniture<br>R | Total<br>R     |
|--|----------------------------|------------------------|--|----------------|
| <b>29 February 2016</b>                  |                            |                        |  |                |
| <b>Net book value - 1 March 2015</b>     | <b>52 028</b>              | <b>247 997</b>         | <b>67 990</b>                          | <b>368 015</b> |
| At cost                                  | 194 012                    | 341 737                | 326 036                                | 861 785        |
| Accumulated depreciation                 | (141 984)                  | (93 740)               | (258 046)                              | (493 770)      |
| Additions during the year                | 24 195                     | -                      | 4 589                                  | 28 784         |
| Depreciation for the year                | (27 278)                   | (66 384)               | (14 245)                               | (107 907)      |
| <b>Net book value - 29 February 2016</b> | <b>48 945</b>              | <b>181 613</b>         | <b>58 334</b>                          | <b>288 892</b> |
| At cost                                  | 218 207                    | 341 737                | 330 625                                | 890 569        |
| Accumulated depreciation                 | (169 262)                  | (160 124)              | (272 291)                              | (601 677)      |
| <b>28 February 2015</b>                  |                            |                        |  |                |
| <b>Net book value - 1 March 2014</b>     | <b>21 553</b>              | <b>117 657</b>         | <b>32 280</b>                          | <b>171 490</b> |
| At cost                                  | 147 104                    | 308 337                | 280 053                                | 735 494        |
| Accumulated depreciation                 | (125 551)                  | (190 680)              | (247 773)                              | (564 004)      |
| Additions during the year                | 50 658                     | 193 500                | 45 983                                 | 290 141        |
| Depreciation for the year                | (17 683)                   | (63 160)               | (10 273)                               | (91 116)       |
| <b>Disposal of assets</b>                | <b>(2 500)</b>             | <b>-</b>               | <b>-</b>                               | <b>(2 500)</b> |
| At cost                                  | (3 750)                    | (160 100)              | -                                      | (163 850)      |
| Accumulated depreciation                 | 1 250                      | 160 100                | -                                      | 161 350        |
| <b>Net book value - 28 February 2015</b> | <b>52 028</b>              | <b>247 997</b>         | <b>67 990</b>                          | <b>368 015</b> |
| At cost                                  | 194 012                    | 341 737                | 326 036                                | 861 785        |
| Accumulated depreciation                 | (141 984)                  | (93 740)               | (258 046)                              | (493 770)      |

THOHOYANDOU VICTIM EMPOWERMENT TRUST  
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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 29 FEBRUARY 2016 (Continued)

|   | 2016<br>R      | 2015<br>R        |
|---|----------------|------------------|
| <b>3. ACCRUED INCOME</b>                      |                |                  |
| <b>Accrued grant income</b>                   | <b>306 126</b> | <b>92 657</b>    |
| British High Commission                       | 117 151        | -                |
| Department of Social Development South Africa | -              | 50 759           |
| Foundation for Human Rights                   | -              | 41 898           |
| Population Council - (SIDA)                   | 112 095        | -                |
| Sonke Gender Justice Network                  | 76 880         | -                |
| <b>Accrued consulting income</b>              | <b>-</b>       | <b>33 620</b>    |
| Safer South Africa Foundation                 | -              | 33 620           |
|   | <b>306 126</b> | <b>126 277</b>   |
| <b>4. CASH AND CASH EQUIVALENTS</b>           |                |                  |
| <b>Favourable</b>                             | <b>953 531</b> | <b>1 467 720</b> |
| Current accounts                              | 929 968        | 1 170 651        |
| Investment accounts                           | 15 560         | 295 937          |
| Credit card                                   | 5 657          | -                |
| Petty cash                                    | 2 346          | 1 132            |
| <b>Unfavourable</b>                           | <b>-</b>       | <b>249</b>       |
| Current account                               | -              | 249              |
|   | <b>953 531</b> | <b>1 467 471</b> |
| <b>5. ACCOUNTS PAYABLE</b>                    |                |                  |
| Accruals                                      | -              | 99 398           |
| Payroll liabilities                           | 629            | 349 253          |
|   | <b>629</b>     | <b>448 651</b>   |
| <b>6. DEFERRED INCOME</b>                     |                |                  |
| <b>Deferred grant income</b>                  | <b>154 618</b> | <b>1 094 335</b> |
| ActionAid South Africa                        | -              | 152 420          |
| Janssen                                       | -              | 312 609          |
| Limpopo Department of Social Development      | 145 225        | 24 444           |
| NACOSA  | -              | 25 172           |
| Nelson Mandela Children's Fund                | -              | 19 841           |
| Population Council - Uganda                   | 9 393          | -                |
| Sonke Gender Justice Network                  | -              | 559 849          |
| <b>Deferred consulting income</b>             | <b>680 858</b> | <b>-</b>         |
| Development Bank of Southern Africa Limited   | 680 858        | -                |
|   | <b>835 476</b> | <b>1 094 335</b> |

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR  
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|   | 2016<br>R        | 2015<br>R        |
|---|------------------|------------------|
| <b>7. PROVISION FOR LEAVE PAY</b>               |                  |                  |
| Balance at beginning of the year                | 146 890          | 124 799          |
| Additions during the year                       | 337 703          | 317 539          |
| (Utilised) during the year                      | (344 814)        | (295 448)        |
|   | <b>139 779</b>   | <b>146 890</b>   |
| <b>8. GRANTS AND DONATIONS</b>                  |                  |                  |
| ActionAid South Africa                          | 759 607          | 285 594          |
| Received  | 607 187          | 438 014          |
| Deferred to 2016                                | 152 420          | (152 420)        |
| British High Commission                         | 490 389          | -                |
| Received  | 373 238          | -                |
| Accrued in 2016                                 | 117 151          | -                |
| Centre for Study of Violence and Reconciliation | -                | -                |
| Received  | -                | 34 960           |
| Accrued in 2014                                 | -                | (34 960)         |
| Foundation for Human Rights # 3952              | (41 898)         | -                |
| Accrued in 2014                                 | -                | (41 898)         |
| Accrued in 2015                                 | (41 898)         | 41 898           |
| HIVOS - Joint Gender Fund                       | -                | 73 336           |
| Deferred to 2015                                | -                | 73 336           |
| HIVOS - Joint Gender Fund                       | -                | 561 145          |
| Deferred to 2015                                | -                | 561 145          |
| Janssen   | 312 609          | -                |
| Received  | -                | 312 609          |
| Deferred to 2016                                | 312 609          | (312 609)        |
| Department of Social Development South Africa   | 159 241          | 260 759          |
| Received  | 210 000          | 210 000          |
| Accrued in 2015                                 | (50 759)         | 50 759           |
| Limpopo Department of Social Development        | 650 005          | 327 579          |
| Received  | 770 786          | 352 023          |
| Deferred to 2016                                | 24 444           | (24 444)         |
| Deferred to 2017                                | (145 225)        | -                |
| Limpopo Department of Social Development        | -                | -                |
| Received  | -                | 116 739          |
| Accrued in 2014                                 | -                | (116 739)        |
| NACOSA  | 476 986          | 312 533          |
| Received  | 451 814          | 337 705          |
| Deferred to 2016                                | 25 172           | (25 172)         |
| <b>Balance carried forward</b>                  | <b>2 806 939</b> | <b>1 820 946</b> |



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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 29 FEBRUARY 2016 (Continued)

|  | 2016<br>R        | 2015<br>R        |
|--|------------------|------------------|
| <b>8. GRANTS AND DONATIONS (Continued)</b>   |                  |                  |
| <b>Balance brought forward</b>   | <b>2 806 939</b> | <b>1 820 946</b> |
| Nelson Mandela Children's Fund   | 19 841           | 280 746          |
| Received   | -                | 160 000          |
| Deferred to 2015   | -                | 140 587          |
| Deferred to 2016   | 19 841           | (19 841)         |
| Population Council - Uganda  | 169 818          | -                |
| Received   | 179 211          | -                |
| Deferred to 2017   | (9 393)          | -                |
| Population Council - (SIDA)  | 609 427          | -                |
| Received   | 497 332          | -                |
| Accrued in 2016  | 112 095          | -                |
| Sonke Gender Justice Network   | 2 117 014        | 2 228 411        |
| Received   | 1 557 165        | 2 788 260        |
| Deferred to 2016   | 559 849          | (559 849)        |
| Sonke Gender Justice Network   | -                | 421 764          |
| Received   | -                | 198 375          |
| Deferred to 2015   | -                | 223 389          |
| Sonke Gender Justice Network   | 76 880           | -                |
| Accrued in 2016  | 76 880           | -                |
| SAFIDS   | 48 815           | -                |
| Received   | 48 815           | -                |
| Sex Workers Education & Advocacy Taskforce   | -                | 33 300           |
| Received   | -                | 33 300           |
| Sundry donations   | 100 000          | 102 564          |
| Received   | 100 000          | 102 564          |
|  | <b>5 948 734</b> | <b>4 887 731</b> |
| <b>9. NET INTEREST (PAID)</b>  |                  |                  |
| Interest earned - bank accounts  | 3 193            | 14 022           |
| Interest and penalties paid - SARS   | (11 397)         | (36 109)         |
|  | <b>(8 204)</b>   | <b>(22 087)</b>  |
| <b>10. TAXATION</b>  |                  |                  |
| <p>No provision has been made for taxation as the trust has qualified for exemption from income tax as a public benefit organisation under section 10(1) (cN) as read with section 30 of the Income Tax Act.</p> |                  |                  |

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR**  
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|   | 2016<br>R        | 2015<br>R          |
|---|------------------|--------------------|
| <b>11. CASH (UTILISED IN) OPERATIONS</b>                  |                  |                    |
| Surplus/(deficit) for the year                            | 424 285          | (1 533 497)        |
| Adjustment:   |                  |                    |
| Interest received   | (3 193)          | (14 022)           |
| Interest paid   | 11 397           | 36 109             |
| Provision for leave pay                                   | (7 111)          | 22 091             |
| (Increase)/decrease in accrued income                     | (179 849)        | 100 940            |
| (Decrease)/increase in deferred income                    | (258 859)        | 95 878             |
| <b>Operating (deficit) before working capital changes</b> | <b>(13 330)</b>  | <b>(1 292 501)</b> |
| <b>Changes in working capital</b>                         | <b>(463 622)</b> | <b>320 597</b>     |
| (Increase)/decrease in accounts receivable                | (15 600)         | 6 000              |
| (Decrease)/increase in accounts payable                   | (448 022)        | 314 597            |
| <b>Cash (utilised in) operations</b>                      | <b>(476 952)</b> | <b>(971 904)</b>   |

**12. GOING CONCERN**

The existence of the trust is dependent on the continued support of its donors, by way of grants. Should the grants be withdrawn it is highly unlikely that the trust will be able to continue as a going concern. Donors have agreed to continue supporting the trust in 2016.

**13. FINANCIAL RISKS**

**13.1 Currency risk**

The trust is exposed to currency risk to the extent that grants are received by the trust in foreign currency.

**13.2 Interest rate risk**

The trust has minimal exposure to interest rate risk as only surplus funds, when available, are invested in low risk short - term interest bearing call accounts.

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR  
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**13. FINANCIAL RISKS (continued)**

**13.3 Credit risk**

The trust's credit risk is attributable to accounts receivable, accrued income and liquid funds. The credit risk on liquid funds is limited because the counter party is a bank with credit rating assigned by international credit-rating agencies. The trust has no significant concentration of credit risk from either accounts receivable or accrued income.

**13.4 Liquidity risk**

The trust manages liquidity risk by monitoring forecast cash flows and ensuring that adequate cash reserves are maintained.

**14. COMPARATIVE FIGURES**

Where necessary comparative figures have been restated for improved disclosure.



