



Ezrah Community Training and Development NPC
(Registration number 2013/227807/08)
Annual Financial Statements
for the year ended 28 February 2017



Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Assistance to community-based organisations through capacity building, leadership development and training
Directors	LA Huysamen M Jacobs MP Meyer
Registered office	First Floor Alexandra Building 147 Main Road Somerset West 7130
Business address	First Floor Alexandra Building 147 Main Road Somerset West 7130
Postal address	PO Box 1021 Strand 7139
Auditors	Emma Pardoe Chartered Accountants (SA) Registered Auditors PR 03338611
Company registration number	2013/227807/08
Tax reference number	9118318196
Pay-As-You-Earn number	7680786086

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Index

The reports and statements set out below comprise the annual financial statements presented to the stakeholders:

Index	Page
Directors' Responsibilities and Approval	3
Independent Auditor's Report	4 - 5
Directors' Report	6
Statement of Financial Position	7
Statement of Comprehensive Income	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Accounting Policies	11
Notes to the Annual Financial Statements	12 - 13
The following supplementary information does not form part of the annual financial statements and is unaudited:	
Detailed Income Statement	14

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Directors' Responsibilities and Approval

The directors are required by the Companies Act 71 of 2008, 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 company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditor's is engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation 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 directors have reviewed the company's cash flow forecast for the year to 28 February 2018 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditor's are responsible for independently auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditor's and their report is presented on page 4.

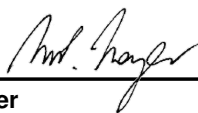
The annual financial statements set out on pages 6 to 14, which have been prepared on the going concern basis, were approved by the board of directors on 25 July 2017 and were signed by:



LA Huysamen



M Jacobs



MP Meyer

Independent Auditor's Report

Opinion

We have audited the annual financial statements of Ezrah Community Training and Development NPC set out on pages 7 to 13, which comprise the statement of financial position as at 28 February 2017, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Ezrah Community Training and Development NPC as at 28 February 2017, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the annual financial statements section of our report. We are independent of the company in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of annual financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the Companies Act 71 of 2008, which we obtained prior to the date of this report. Other information does not include the annual financial statements and our auditor's report thereon.

Our opinion on the annual financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Independent Auditor's Report

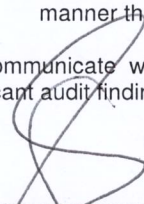
Auditor's responsibilities for the audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



ES Pardoe CA(SA)
Emma Pardoe
Chartered Accountants (SA)
Registered Auditors

Date

27/07/2017

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Directors' Report

The directors have pleasure in submitting their report on the annual financial statements of Ezrah Community Training and Development NPC for the year ended 28 February 2017.

1. Incorporation

The company was incorporated on 5 December 2013 and obtained its certificate to commence business on the same day.

2. Nature of business

Ezrah Community Training and Development NPC was incorporated in South Africa with interests in the non-profit industry. The company operates in South Africa.

There have been no material changes to the nature of the company's business from the prior year.

3. Review of financial results and activities

The annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these annual financial statements.

4. Directors

The directors in office at the date of this report are as follows:

Directors

LA Huysamen

M Jacobs

MP Meyer

5. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

6. Auditors

Emma Pardoe Chartered Accountants (SA) continued in office as auditors for the company for the 2017 financial year.

At the AGM, the Board of Directors will be requested to reappoint Emma Pardoe Chartered Accountants (SA) as the independent external auditors of the company and to confirm Mrs Emma Pardoe as the designated lead audit partner for the 2018 financial year.

7. Secretary

The company secretary is Mariette Jacobs.

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Statement of Financial Position as at 28 February 2017

	Notes	2017 R	2016 R
Assets			
Current Assets			
Trade and other receivables	2	-	4 500
Cash and cash equivalents	3	681	1 265
		681	5 765
Total Assets		681	5 765
Equity and Liabilities			
Equity			
Retained income		554	5 580
Liabilities			
Current Liabilities			
Trade and other payables	4	127	185
Total Equity and Liabilities		681	5 765

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Statement of Comprehensive Income

	Notes	2017 R	2016 R
Revenue	5	186 418	160 195
Cost of sales	6	(30 520)	(11 295)
Gross profit		155 898	148 900
Other income	7	1 250	5 321
Operating expenses		(162 174)	(150 339)
Operating (loss)/profit		(5 026)	3 882
(Loss)/profit for the year		(5 026)	3 882
Other comprehensive income		-	-
Total comprehensive (loss)/income for the year		(5 026)	3 882

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Statement of Changes in Equity

	Retained income R	Total equity R
Balance at 1 March 2015	1 698	1 698
Profit for the year	3 882	3 882
Other comprehensive income	-	-
Total comprehensive income for the year	3 882	3 882
Balance at 1 March 2016	5 580	5 580
Loss for the year	(5 026)	(5 026)
Other comprehensive income	-	-
Total comprehensive loss for the year	(5 026)	(5 026)
Balance at 28 February 2017	554	554

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Statement of Cash Flows

	Notes	2017 R	2016 R
Cash flows from operating activities			
Cash receipts from customers		192 168	176 566
Cash paid to suppliers and employees		(192 752)	(174 794)
Cash (used in)/generated from operations	10	(584)	1 772
Tax paid		-	(1 009)
Net cash from operating activities		(584)	763
Total cash movement for the year		(584)	763
Cash at the beginning of the year		1 265	502
Total cash at end of the year	3	681	1 265

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Accounting Policies

1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Financial instruments

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

1.2 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

Operating leases – lessee

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

1.3 Revenue

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Notes to the Annual Financial Statements

	2017 R	2016 R
2. Trade and other receivables		
Trade receivables	-	4 500
3. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Cash on hand	266	500
Bank balances	415	765
	681	1 265
4. Trade and other payables		
Trade payables	127	185
5. Revenue		
Rendering of services	186 418	160 195
6. Cost of sales		
Rendering of services		
Cost of services	30 520	11 295
7. Other income		
Donations	1 250	3 321
Grants	-	2 000
	1 250	5 321
8. Taxation		
With effect from 5 December 2013 SARS granted Ezrah Community Training and Development NPC exemption from income tax as it meets the requirements of a Public Benefit Organisation (PBO) set out in section 30(3) of the Income Tax Act No 58 of 1962. Annual receipts and accruals will therefore be subject to the provisions of section 10(1)(cN) of the Act and accruals and receipts from trading or business activities which fall outside the parameters of section 10(1)(cN) will be subject to tax.		
9. Auditor's remuneration		
Fees	10 260	10 545
10. Cash (used in)/generated from operations		
(Loss)/profit before taxation	(5 026)	3 882
Adjustments for:		
Movements in loans	-	(12 983)
Changes in working capital:		
Trade and other receivables	4 500	11 050
Trade and other payables	(58)	(176)
	(584)	1 773

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Notes to the Annual Financial Statements

	2017 R	2016 R
--	-----------	-----------

11. Directors' remuneration

Executive

2017

	Directors' fees	Total
M Jacobs	127 260	127 260

2016

	Directors' fees	Total
M Jacobs	110 292	110 292

Ezrah Community Training and Development NPC

(Registration number 2013/227807/08)

Annual Financial Statements for the year ended 28 February 2017

Detailed Income Statement

	Notes	2017 R	2016 R
Revenue			
Rendering of services		186 418	160 195
Cost of sales			
Cost of sales		(30 520)	(11 295)
Gross profit		155 898	148 900
Other income			
Donations		1 250	3 321
Grants received		-	2 000
		1 250	5 321
Operating expenses			
Accounting fees		(1 796)	(7 182)
Advertising		(150)	-
Affiliation fees		(500)	(350)
Auditors remuneration	9	(10 260)	(10 545)
Bank charges		(1 662)	(1 736)
CIPC fees		(350)	(100)
Director's remuneration	11	(127 260)	(110 292)
Event fees		(100)	(110)
Internet		(2 388)	(1 178)
Postage		(85)	(101)
Printing and stationery		(3 352)	(3 526)
Refreshments		(957)	(685)
Rent paid		(3 000)	(3 000)
Repairs and maintenance		-	(422)
SARS penalties and interest		-	(228)
Small assets		(3 199)	-
Staff and board development		(4 500)	(8 555)
Staff welfare		(295)	-
Supplies		(161)	(832)
Travel - local		(2 159)	(1 497)
		(162 174)	(150 339)
(Loss)/profit for the year		(5 026)	3 882