

The Pride Shelter Trust Company (Section 21)  
(Registration number 2005/037333/08)  
Annual Financial Statements  
for the year ended 28 February 2014

# The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

## General Information

---

<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	To carry on the business of providing shelter to people in crisis
<b>Directors</b>	IP McMahon EO Lawrence AJ Massyn G de Swardt R Kant FJ Sylvester
<b>Registered office</b>	Unit 29 Waverley Business Park Winchester Road Mowbray 7700
<b>Business address</b>	Unit 29 Waverley Business Park Winchester Road Mowbray 7700
<b>Postal address</b>	PO Box 13935 Mowbray 7705
<b>Bankers</b>	The Standard Bank of South Africa Limited
<b>Auditor</b>	Alex Venter CA (S.A.)
<b>Company registration number</b>	2005/037333/08
<b>Tax reference number</b>	9498/684/15/9
<b>Level of assurance</b>	These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.
<b>Preparer</b>	The annual financial statements were independently compiled by: Alex Venter CA (S.A.)
<b>Published</b>	03 October 2014

# The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

## Index

---

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

<b>Index</b>	<b>Page</b>
Independent Auditor's Report	3
Directors' Responsibilities and Approval	4
Directors' Report	5
Statement of Financial Position	6
Statement of Comprehensive Income	7
Statement of Changes in Equity	8
Statement of Cash Flows	9
Accounting Policies	10
Notes to the Annual Financial Statements	11 - 12

The following supplementary information does not form part of the annual financial statements and is unaudited:

Detailed Income Statement	13 - 14
---------------------------	---------

### Level of assurance

These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

### Preparer

Alex Venter CA (S.A.)

### Published

03 October 2014

# Alex Venter

## Chartered Accountant (SA) / Geoktrooieerde Rekenmeester (SA)

29 Low Street  
Observatory  
7925  
P O Box 44412  
Claremont, 7735  
Tel : (021) 448-5901  
Fax : (021) 448-5997

Low Straat 29  
Observatory  
7925  
P osbus 44412  
Claremont, 7735  
Tel : (021) 448-5901  
Faks:(021) 448-5997

---

## Independent Auditor's Report

---

### To the directors of The Pride Shelter Trust Company (Section 21)

I have audited the annual financial statements of The Pride Shelter Trust Company (Section 21), as set out on pages 6 to 12, which comprise the statement of financial position as at 28 February 2014, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

### Directors' Responsibility for the Annual Financial Statements

The company's directors are responsible for the preparation and fair presentation of these annual financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and 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 misstatements, whether due to fraud or error.

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the annual 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 annual 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 annual financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

### Basis for Qualified Opinion

Similar to other organisations who receive cash donations, it is not feasible for the company to institute accounting controls over the completeness of cash collections. Accordingly, it was impractical for me to extend my examination beyond the receipts actually recorded.

### Qualified Opinion

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the annual financial statements present fairly, in all material respects, the financial position of The Pride Shelter Trust Company (Section 21) as at 28 February 2014, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the requirements of the Companies Act 71 of 2008.

### Other matter

Without qualifying my opinion, I draw attention to the fact that supplementary information set out on pages 13 to 14 does not form part of the annual financial statements and is presented as additional information. I have not audited this information and accordingly do not express an opinion thereon.



Alex Venter CA (S.A.)  
Registered Accountant and Auditor

03 October 2014

Cape Town

# The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

## 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 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 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.

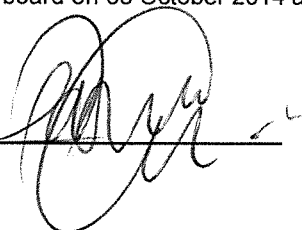
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial 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 2015 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 is 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 and their report is presented on page 3.

The annual financial statements set out on pages 5 to 12, which have been prepared on the going concern basis, were approved by the board on 03 October 2014 and were signed on its behalf by:

IP McMahon



AJ Massyn



# The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

## Directors' Report

---

The directors have pleasure in submitting their report on the annual financial statements of The Pride Shelter Trust Company (Section 21) for the year ended 28 February 2014.

### 1. Nature of business

The Pride Shelter Trust Company (Section 21) was incorporated in South Africa and is engaged in providing shelter to people in crisis. The company operates in South Africa.

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

### 2. 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.

### 3. Directors

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

#### Directors

IP McMahon  
EO Lawrence  
AJ Massyn  
G de Swardt  
R Kant  
FJ Sylvester

There have been no changes to the directorate for the period under review.

### 4. 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.-  
EM

### 5. Auditors

Alex Venter CA (S.A.) will continue in office in accordance with section 90 of the Companies Act No. 71 of 2008.

### 6. JA Kerrich Trust

The Pride Shelter Trust Company (section 21) has a beneficial claim against the JA Kerrich Trust (24434/07) to the value of R548,389.

## The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

### Statement of Financial Position as at 28 February 2014

Figures in Rand	Note(s)	2014	2013
<b>Assets</b>			
Current Assets			
Cash and cash equivalents	2	251,460	73,252
<b>Total Assets</b>		<b>251,460</b>	<b>73,252</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Surplus funds		240,425	69,394
<b>Liabilities</b>			
Current Liabilities			
Trade and other payables	3	11,035	3,858
<b>Total Equity and Liabilities</b>		<b>251,460</b>	<b>73,252</b>

## The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

### Statement of Comprehensive Income

Figures in Rand	Note(s)	2014	2013
Other income		424,146	246,193
Operating expenses		(254,802)	(281,161)
<b>Operating profit / (loss)</b>		<b>169,344</b>	<b>(34,968)</b>
Investment revenue	4	1,687	169
<b>Profit / (loss) for the year</b>		<b>171,031</b>	<b>(34,799)</b>
Other comprehensive income		-	-
<b>Total comprehensive income / (loss) for the year</b>		<b>171,031</b>	<b>(34,799)</b>



## The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

### Statement of Changes in Equity

Figures in Rand	Surplus funds	Total equity
<b>Balance at 01 March 2012</b>	<b>104,193</b>	<b>104,193</b>
Loss for the year	(34,799)	(34,799)
Other comprehensive income	-	-
<b>Total comprehensive loss for the year</b>	<b>(34,799)</b>	<b>(34,799)</b>
<b>Balance at 01 March 2013</b>	<b>69,394</b>	<b>69,394</b>
Profit for the year	171,031	171,031
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>171,031</b>	<b>171,031</b>
<b>Balance at 28 February 2014</b>	<b>240,425</b>	<b>240,425</b>

## The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

### Statement of Cash Flows

Figures in Rand	Note(s)	2014	2013
<b>Cash flows from operating activities</b>			
Cash receipts from customers		425,833	246,193
Cash paid to suppliers and employees		(249,312)	(277,438)
Cash generated from / (used in) operations	6	176,521	(31,245)
Interest income		1,687	169
<b>Net cash from operating activities</b>		<b>178,208</b>	<b>(31,076)</b>
<b>Total cash movement for the year</b>		<b>178,208</b>	<b>(31,076)</b>
Cash at the beginning of the year		73,252	104,330
<b>Total cash at end of the year</b>	2	<b>251,460</b>	<b>73,254</b>

# **The Pride Shelter Trust Company (Section 21)**

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

## **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 Other income**

Other income is measured at the fair value of the consideration received or receivable and represents donation sor trust income received.

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

# The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

## Notes to the Annual Financial Statements

Figures in Rand	2014	2013
<b>2. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Cash on hand	6,152	4,835
Bank balances	245,308	68,417
	<b>251,460</b>	<b>73,252</b>
<b>3. Trade and other payables</b>		
Trade payables	11,035	3,858
<b>4. Investment revenue</b>		
<b>Interest revenue</b>		
Bank	1,687	169
<b>5. Taxation</b>		
<b>Reconciliation of the tax expense</b>		
Reconciliation between accounting profit and tax expense.		
Accounting profit / (loss)	171,031	(34,799)
No provision has been made for 2014 tax as the company is in the process of registering with SARS as a tax exempt entity.		
<b>6. Cash generated from (used in) operations</b>		
Profit / (loss) before taxation	171,031	(34,799)
<b>Adjustments for:</b>		
Interest received - investment	(1,687)	(169)
<b>Changes in working capital:</b>		
Trade and other payables	7,177	3,723
	<b>176,521</b>	<b>(31,245)</b>
<b>7. Other income</b>		
Donations received	190,869	69,195
Trust Income	150,000	150,000
Fundraisers	55,707	4,158
Rental income	27,570	22,840
	<b>424,146</b>	<b>246,193</b>

## The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

### Notes to the Annual Financial Statements

Figures in Rand	2014	2013
<b>8. Consumables</b>		
Beverages	-	251
Bread & rolls	1,201	1,638
Butter & cheese	834	1,170
Clothing & packaging	535	350
Dairy	2,248	3,435
Fruit & veg	4,013	3,879
Groceries	39,519	74,658
Meat & chicken	2,396	1,804
	<b>50,746</b>	<b>87,185</b>

## The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

### Detailed Income Statement

Figures in Rand	Note(s)	2014	2013
<b>Other income</b>			
Rental income		27,570	22,840
Trust income		150,000	150,000
Fundraising income		55,707	4,158
Donations received		190,869	69,195
Interest received	4	1,687	169
		<b>425,833</b>	<b>246,362</b>
<b>Expenses (Refer to page 14)</b>		<b>(254,802)</b>	<b>(281,161)</b>
<b>Profit / (loss) for the year</b>		<b>171,031</b>	<b>(34,799)</b>

## The Pride Shelter Trust Company (Section 21)

(Registration number 2005/037333/08)

Annual Financial Statements for the year ended 28 February 2014

### Detailed Income Statement

Figures in Rand	Note(s)	2014	2013
<b>Operating expenses</b>			
Accounting fees		(16,039)	(12,656)
Advertising		(21,107)	(5,700)
Bank charges		(4,086)	(5,221)
Consumables		(50,746)	(87,185)
Dog expenses		(2,397)	-
Employee costs		(101,579)	(98,585)
General		(10,283)	(4,863)
Licences		(1,089)	-
Municipal expenses		(24,482)	(20,000)
Printing and stationery		(15)	(206)
Repairs and maintenance		(7,847)	(25,322)
Security		(4,127)	(3,940)
Subscriptions		-	(1,188)
Telephone and fax		(11,005)	(12,789)
Travel - local		-	(3,506)
		<b>(254,802)</b>	<b>(281,161)</b>