

**Jewish National Fund,
Walter Sisulu Environmental Centre, Mamelodi**

Registered as a Non Profit Organisation
(Registration number: 052-006-NPO)

**Financial statements
for the year ended 31 December 2017**

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

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Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Committee Members' Responsibilities and Approval

The committee members are required to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the 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 period then ended, in conformity with the basis of accounting as set out in Note 1 to the financial statements. The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with the basis of accounting as set out in Note 1 to the financial statements and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

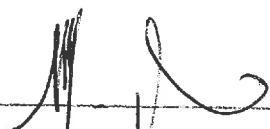
The committee members acknowledge that they are ultimately responsible for the system of internal financial control established by the organisation and place considerable importance on maintaining a strong control environment. To enable the committee members to meet these responsibilities, the organisation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

The committee members 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The committee members have reviewed the organisation's cash flow forecast for the year to 31 December 2018 and, in the light of this review and the current financial position, they are satisfied that the organisation has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the organisation's financial statements. The financial statements have been examined by the organisation's external auditors and their report is presented on page 3.

The financial statements set out on pages 5 to 13, which have been prepared on the going concern basis, were approved on 05 June 2018 and were signed on its behalf by:



F Mamogobo (Chairperson)



IM Feldman (Representative of the Jewish National Fund)

Johannesburg

05 June 2018

Independent Auditor's Report

To the members of Jewish National Fund, Walter Sisulu Environmental Centre

Qualified opinion

We have audited the Financial Statements of Jewish National Fund, Walter Sisulu Environmental Centre set out on 6 to 12, which comprise the Statement of Financial Position as at 31 December 2017, and the Statement of Income and Retained Earnings, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies.

In our opinion, except for the possible effect of the matter described in the basis for qualified opinion section of our report, the Financial Statements present fairly, in all material respects, the financial position of Jewish National Fund, Walter Sisulu Environmental Centre as at 31 December 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.

Basis for qualified opinion

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

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Financial statements of the current period. These matters were addressed in the context of our audit of the Financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Except for the matter(s) described in the Basis for Qualified Opinion section, we have determined there are no other key audit matters to communicate in our report.

Other information

The committee members' are responsible for the other information. The other information comprises the Committee Members' Report, which we obtained prior to the date of this report. Other information does not include the Financial Statements and our auditor's report thereon.

Our opinion on the 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 Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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 trustee for the Financial Statements

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

In preparing the Financial Statements, the committee members' are responsible for assessing the trust'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 committee members' either intend to liquidate the trust 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 Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee members'.
- Conclude on the appropriateness of the committee members' 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 trust'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 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 trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee members' 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.



Chartered Accountants (S.A.)
Registered Auditors.

Per: WE Strydom
Registered Auditor
Johannesburg
05 June 2018

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Committee Members' Report

The committee members have pleasure in submitting their report on the financial statements of Jewish National Fund, Walter Sisulu Environmental Centre for the year ended 31 December 2017.

1. Nature of business

The Jewish National Fund, Walter Sisulu Environmental Centre is an environmental discovery centre that aims to develop community conservation champions for the environment, with the objective of developing awareness amongst the youth to inspire and motivate them to preserve and utilise the wealth of our natural heritage.

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

2. Events after the reporting period

The committee members are not aware of any matter or circumstance arising since the end of the financial year.

3. Committee members

The committee members of the trust during the year and to the date of this report are as follows:

Name

F Mamogobo (Chairperson)
RM Mashala (Vice chairperson)
C Van Schalkwyk (Secretary)
Chris Wild
Winy Maluleke
Isla Feldman
Benji Shulman
Nomvula Maselela
Riaan Visser

P.H.

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Statement of Financial Position as at 31 December 2017

Figures in Rand	Note(s)	2017	2016
Assets			
Current Assets			
Cash and cash equivalents	2	556 632	323 511
Total Assets		556 632	323 511
Equity and Liabilities			
Equity			
Accumulated surplus		19 308	17 238
Liabilities			
Current Liabilities			
Trade and other payables		7 324	6 273
Income received in advance	3	530 000	300 000
Total Equity and Liabilities		537 324	306 273
		556 632	323 511

P.H.

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Statement of Financial Performance

Figures in Rand	Note(s)	2017	2016
Other income		1 432 813	1 378 747
Operating expenses		(1 440 987)	(1 444 788)
Operating deficit		(8 174)	(66 041)
Investment revenue		10 244	16 988
Surplus (deficit) for the year		2 070	(49 053)

P.H.

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Statement of Changes in Equity

Figures in Rand	Accumulated surplus	Total equity
Balance at 01 January 2016	66 291	66 291
Deficit for the year	(49 053)	(49 053)
Other comprehensive income	-	-
Surplus for the year	(49 053)	(49 053)
Balance at 01 January 2017	17 238	17 238
Surplus for the year	2 070	2 070
Other comprehensive income	-	-
Total comprehensive income for the year	2 070	2 070
Balance at 31 December 2017	19 308	19 308

P.H.

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Statement of Cash Flows

Figures in Rand	Note(s)	2017	2016
Cash flows from operating activities			
Cash used in operations	5	(7 123)	(66 038)
Interest income		10 244	16 988
Net cash from operating activities		3 121	(49 050)
Cash flows from financing activities			
Movement in income received in advance		230 000	(450 000)
Total cash movement for the year		233 121	(499 050)
Cash at the beginning of the year		323 511	822 561
Total cash at end of the year	2	556 632	323 511

P.H.

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Accounting Policies

1. Presentation of Financial Statements

The financial statements have been prepared on the historical cost basis. The following are the principle accounting policies used by the organisation. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

Property, plant and equipment is written off in the year of acquisition.

1.2 Revenue

Revenue is recognised once annual allocations, contributions, donations, sales, sponsorships and subscriptions have been received.

Donations received in the current financial year, relating to specific projects in the following year, are classified as Income Received in Advance in the Statement of Financial Position. These items are reclassified to Project grants, in the Statement of Comprehensive Income, in the subsequent period matching the expenses.

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

P.H.

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Notes to the Financial Statements

Figures in Rand	2017	2016
2. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balances	<u>556 632</u>	<u>323 511</u>
3. Income received in advance		
Donations received in the current year which relate to projects for the following year. The donations comprise of the following.		
Rand Merchant Bank Trust Fund Grant Committee	400 000	300 000
Eric & Sheila Samson Foundation	100 000	-
Consol Glass	30 000	-
	<u>530 000</u>	<u>300 000</u>
4. Auditors' remuneration		
Fees	7 320	6 270
Adjustment for previous year	570	4 446
	<u>7 890</u>	<u>10 716</u>
5. Cash used in operations		
Surplus (deficit) before taxation	3 121	(49 053)
Adjustments for:		
Interest received - investment	(10 244)	(16 985)
	<u>(7 123)</u>	<u>(66 038)</u>

P.H.

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Notes to the Financial Statements

Figures in Rand

2017

2016

6. Project grants

Walter Sisulu Environmental Centre

City property	20 000	-
Atterbury Trust-Poster Competition	-	2 832
Hans Hoheisen Charitable Trust	300 000	-
Water week	700	-
R Chipkin	12 000	14 000
RMB Workshop	920	-
Norman Goodfellows	21 600	21 600
Dischem Foundation	-	125 000
Eric Samson	-	100 000
Investec	-	20 000
Saasta	11 475	-
National Lottery Board	510 105	450 000
IDSA	-	22 125
Other Income	-	62 690
Rand Merchant Bank Trust	300 000	300 000
Rand Water	140 000	130 000
Insurance payout	-	500
Cchest	50 000	-
SG Menell	-	5 000
School fees	11 824	-
Sage SA	29 492	-
Other deposits	24 697	-
	1 432 813	1 253 747

Greening Mamelodi Projects

Graham & Rhona Trust	-	125 000
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Total Project Grants

	1 432 813	1 503 747
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7. Public Benefit Organisation (PBO No 930026644)

The organisation has been approved as a public benefit organisation in terms of Section 30 of the Income Tax Act.

8. Taxation

No provision for taxation has been made for taxation as the organisation is exempt from income tax in terms of section10(1)(cN) of the Income Tax Act.

P.H.

Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Detailed Income Statement

Figures in Rand	Note(s)	2017	2016
Other income			
Fees earned		-	500
Project grants		1 432 813	1 378 247
Interest received		10 244	16 988
		1 443 057	1 395 735
Operating expenses			
Accounting fees		18 787	17 161
Auditors remuneration	4	7 890	10 716
Bank charges		1 949	1 965
Computer expenses		1 547	7 031
Environmental outreach-School clubs		2 127	103 296
Mamelodi greening project - Lunch event		-	1 700
Living classroom premaculture garden		44 593	78 387
Staff salaries		592 645	775 265
Mamelodi Greening project - Community connect nursery		45 503	61 649
Mamelodi Greening project - Media		8 187	23 504
Maintenance		4 831	5 893
Mamelodi greening project - Community forester & supervisors		-	25 135
Environmental events		1 383	10 555
Annual Environmental leadership outward bound camp for 60 learners		52 326	-
Mandela park pensioners garden		5 026	-
Repairs and and maintenance to infrastructure		101 917	-
Staff training and development		17 475	-
Environmental outreach: Community work		46 000	-
Mamelodi greening project - trees		34 600	13 900
WSEC Environmental outreach: Youth clubs		41 652	-
Garden maintenance and Development		23 837	10 207
WSEC Living classroom premaculture garden		22 505	-
WSEC Professional development of educators		24 468	-
WSEC Staff salaries		155 164	-
Printing and stationery		4 425	7 346
Security		9 519	16 522
Resourse development		-	26 075
Staff training		-	38 391
Subscriptions		1 940	5 420
Telephone and fax		9 357	9 300
Transport		161 334	195 370
		1 440 987	1 444 788
Surplus (deficit) for the year		2 070	(49 053)

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Jewish National Fund, Walter Sisulu Environmental Centre

Financial Statements for the year ended 31 December 2017

Supplementary Information

Figures in Rand	Note(s)	2017	2016
1. Walter Sisulu Environmental Centre			
Income		1 432 813	1 253 747
Administration, operational, accounting & bookkeeping		52 925	105 921
Environmental Outreach-School Clubs		2 127	103 299
Environmental Events		1 383	10 555
Living Classroom Premaculture		44 593	78 387
Resources Development		8 187	26 075
Staff Salaries		592 645	750 697
Staff Training & Development		-	38 390
Transport		161 334	195 370
Auditors remuneration		7 320	-
		562 299	(54 947)
2. Mandela Park Peace Garden			
Garden Maintenance & Development		22 937	-
Mentorship		900	10 207
		(23 837)	(10 207)
3. Greening Mamelodi Project			
Income		-	125 000
1250 (2016: 300) Trees		34 600	13 900
Community Connect Nursery		45 503	61 649
Community Forresters		-	15 600
Community Forresters Supervisors		-	9 534
Media		-	23 504
Lunch Event		-	1 700
		(80 103)	(887)
4. Lottery			
Annual environmental leadership outward bound camp for 60 learners		52 326	-
Mandela park pensioners garden		5 026	-
Raipairs and maintenance to infrastructure		101 917	-
Staff training and development		17 475	-
Environmental outreach: Community work		46 000	-
WSEC Environmental outreach: Youth clubs		41 652	-
WSEC Living classroom premaculture garden		22 505	-
WSEC Professional development of educators		24 468	-
WSEC Staff salaries		155 164	-
		(466 533)	-
Summary			
Total income from Donors		1 432 813	1 390 545
Total interest received		10 244	16 988
Total operating expenses		(1 440 987)	(1 456 586)
		2 070	(49 053)

P.H.