

BREADLINE AFRICA

**Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland)
and Breadline Africa (The Netherlands)**

Consolidated Annual Financial Statements

for the year ended

31 March 2017

BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

Consolidated Annual Financial Statements for the year ended 31 March 2017

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Approval of the Consolidated Annual Financial Statements

The trustees have approved the annual financial statements of each of the individual entities contained in this consolidation and have signed those statements to that effect.

The basis of consolidation of these individual entities has been to eliminate inter entity incomes and expenses for the year as well as amounts owed to/by as at financial year end.

These consolidated annual financial statements set out on pages 3 to 9 have been approved by the Trustees and are signed on their behalf by:



Sir Robert Dunbar

~~08 November 2017~~

8 July 2018

Report of the Independent Auditors on the basis of Consolidation of the Annual Financial Statements of Breadline Africa Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

The consolidated annual financial statements have been prepared for the internal use of the individual entities. We have examined the basis of consolidation of the annual financial statements for Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands) and confirm that it is in accordance with the basis of consolidation as set out in the notes to the consolidated annual financial statements for the year ended 31 March 2017.

Our independent auditors report is contained in the annual financial statements of each individual entity.

HENRI GROVÉ & PARTNERS

HENRI GROVÉ & PARTNERS

Registered Auditors

Chartered Accountants (S.A)

Per: F Adams

Partner

08 January 2018

BELLVILLE

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BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 31 March 2017

	Notes	2017 R	2016 R
ASSETS			
Non-current assets			
Property, plant and equipment	2	245,821	343,446
Current assets			
Trade and other receivables		7,005,694	2,995,947
Cash and cash equivalents	3	16,994,805	18,470,577
Total current assets		<u>24,000,499</u>	<u>21,466,524</u>
Total assets		<u>24,246,320</u>	<u>21,809,970</u>
FUNDS AND LIABILITIES			
Funds			
Retained resources		22,171,813	18,754,573
Current liabilities			
Trade and other payables		527,466	1,633,998
Deferred income		-	-
Provisions		1,547,041	1,421,399
Total current liabilities		<u>2,074,507</u>	<u>3,055,397</u>
Total funds and liabilities		<u>24,246,320</u>	<u>21,809,970</u>

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Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 March 2017

	2017	2016
	R	R
Fundraising and donations	26,121,425	28,355,325
Cost of generating voluntary income	<u>(8,165,400)</u>	<u>(10,804,005)</u>
Operating resources generated	17,956,025	17,551,320
Other operating income	<u>2,444,168</u>	<u>1,585,535</u>
	20,400,193	19,136,855
Resources expended	<u>(18,141,262)</u>	<u>(14,869,388)</u>
	2,258,931	4,267,467
Interest received	<u>1,158,309</u>	<u>967,547</u>
Net resources generated for the year	<u>3,417,240</u>	<u>5,235,014</u>

BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 March 2017

	Notes	2017 R	2016 R
Cash flows from operating activities			
Cash (used in)/generated from operations	4.1	(2,659,811)	2,030,035
Interest income		<u>1,158,309</u>	<u>967,547</u>
Net cash from operating activities		<u>(1,501,502)</u>	<u>2,997,582</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(39,270)	(212,135)
Sale of property, plant and equipment	2	<u>65,000</u>	<u>-</u>
Net cash from investing activities		<u>25,730</u>	<u>(212,135)</u>
Cash movement for the year		(1,475,772)	2,785,447
Cash and cash equivalents at the beginning of year		<u>18,470,577</u>	<u>15,685,130</u>
Cash and cash equivalents at the end of year	3	<u><u>16,994,805</u></u>	<u><u>18,470,577</u></u>

BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2017

1. Accounting policies and basis of consolidation

The consolidated annual financial statements are prepared in accordance with the historical cost convention and incorporate the following principal accounting policies which are consistent with those of the previous year and conform in all material respects with generally accepted accounting practice.

The principle accounting policies are:

Foreign currency translation

Transactions in foreign currencies are accounted for at the rates of exchange ruling on transaction dates.

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the year end date. Unrealised differences on monetary assets and liabilities are recognised in the statement of comprehensive income in the period in which they occur.

Basis of consolidation

The basis of consolidation of these individual entities has been to eliminate inter entity incomes and expenses for the year as well as amounts owed to/by as at financial year end.

2. Property, plant and equipment

	2017			2016		
	Cost	Accumulated Depreciation	Carrying value	Cost	Accumulated Depreciation	Carrying value
	R	R	R	R	R	R
Fixed Assets RSA	<u>586,926</u>	<u>(341,105)</u>	<u>245,821</u>	<u>617,719</u>	<u>(274,273)</u>	<u>343,446</u>

BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2017

The carrying value of property, plant and equipment can be reconciled as follows:

	Carrying value at beginning of year R	Additions R	Disposals R	Depreciation R	Carrying value at end of year R
Fixed Assets RSA	<u>343,446</u>	<u>39,270</u>	<u>(35,000)</u>	<u>(101,895)</u>	<u>245,821</u>

3. Cash and cash equivalents

	2017 R	2016 R
Cash at bank and in hand		
Breadline Africa (UK and Ireland) bank balances and short-term deposits	11,391,943	14,561,207
Breadline Africa (The Netherlands) bank Balances	1,080,918	1,072,809
Breadline Africa (RSA) bank balances	<u>4,521,944</u>	<u>2,836,561</u>
	<u>16,994,805</u>	<u>18,470,577</u>

4. Cash flow information

4.1 Cash (used in)/generated from operations

Net resources generated for the year	3,417,240	5,235,014
Adjustments:		
Depreciation	101,895	84,071
Profit on sale of assets	(30,000)	-
Interest received	(1,158,309)	(967,547)
Changes in working capital:		
Changes in accounts payable	(1,106,532)	(137,225)
Changes in accounts receivable	(4,009,747)	(29,958)
Changes in provisions	125,642	(1,551,206)
Changes in deferred income	-	(603,114)
	<u>(2,659,811)</u>	<u>2,030,035</u>

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Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS (continued) for the year ended 31 March 2017

	2017 R	2016 R
5. Related parties		
Members of key management		
Related party transactions		
Professional fees paid to related parties		
Hendrikus Gerhardus Kleizen	-	6,800
Farzeen Bhana	-	1,000
Sarah Ellen Burt	-	1,000

BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

CONSOLIDATED DETAILED STATEMENT OF FINANCIAL PERFORMANCE for the year ended 31 March 2017

	2017 R	2016 R
Resources generated	26,121,425	28,355,325
Fundraising and donations	25,852,736	26,883,624
Donations in kind	268,689	1,471,701
Cost of generating voluntary income	(8,165,400)	(10,804,005)
Operating resources generated	17,956,025	17,551,320
Other income	3,602,477	2,553,082
Grant – National Lottery	2,414,168	1,436,536
Insurance claims received	-	7,529
Interest received	1,158,309	967,547
Profit on disposal of asset	30,000	-
Profit on foreign exchange	-	141,470
	21,558,502	20,104,402
Resources expended	18,141,262	14,869,388
Auditors remuneration	163,390	153,086
Bank charges	128,248	67,635
Container fund	4,040,449	758,997
Donations in kind	283,139	1,471,701
Face to Face	1,274,477	-
Google grants	1,683,573	901,678
Grants: Allocations	6,188,106	5,070,907
Loss on foreign exchange	239,130	-
Mandela Day Library Project	54,184	2,067,008
Office and operational expenses	4,086,566	4,378,376
Net resources generated for the year	3,417,240	5,235,014