

**Victory 4 All Foundation Trust  
(Registration number IT971/2005)  
Annual Financial Statements  
for the year ended 31 December 2015**

**Moore Stephens WK Incorporated  
Chartered Accountants (S.A.)  
Issued 26 April 2016**

# Victory 4 All Foundation Trust

(Registration number IT971/2005)

Annual Financial Statements for the year ended 31 December 2015

## General Information

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<b>Country of incorporation and domicile</b>	South Africa
<b>Type of trust</b>	Intervivos
<b>Trustees</b>	J Vos J Felix LP Els C de Zwart TC van der Ree
<b>Registered office</b>	17 Red Heart Crescent Jeffreys Bay 6330
<b>Business address</b>	17 Red Heart Crescent Jeffreys Bay 6330
<b>Postal address</b>	17 Red Heart Crescent Jeffreys Bay 6330
<b>Compilers</b>	Moore Stephens WK Incorporated Chartered Accountants (S.A.)
<b>Trust registration number</b>	IT971/2005
<b>Tax reference number</b>	0003/489/17/6
<b>Level of assurance</b>	These annual financial statements have not been audited or independently reviewed.

# Victory 4 All Foundation Trust

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

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# Victory 4 All Foundation Trust

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## Trustees' Responsibilities and Approval

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The trustees are required 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 period then ended, in conformity with the basis of accounting as set out in Note 1 to the financial statements. The external compiler's are engaged to express an independent opinion on the annual financial statements.

The annual 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 trustees acknowledge that they are ultimately responsible for the system of internal financial control 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 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 all 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 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 trustees have reviewed the trust's cash flow forecast for the year to 31 December 2016 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.

The annual financial statements set out on pages 5 to 13, which have been prepared on the going concern basis, were approved by the board of trustees on 26 April 2016 and were signed on its behalf by:

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J Vos

Jeffreys Bay  
26 April 2016

Long live sensible

# MOORE STEPHENS

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## Practitioner's Compilation Report

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### To the trustees of Victory 4 All Foundation Trust

We have compiled the annual financial statements of Victory 4 All Foundation Trust, as set out on pages 5 - 12, based on the information you have provided. These annual financial statements comprise the statement of financial position of Victory 4 All Foundation Trust as at 31 December 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these annual financial statements in accordance with the basis of accounting as set out in Note 1 to the financial statements. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These annual financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these annual financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the basis of accounting as set out in Note 1 to the financial statements.

**Moore Stephens WK Incorporated**  
**Chartered Accountants (S.A.)**

*MOORE STEPHENS WK INC.*

**Per: J Barnard**  
**Director**

**26 April 2016**

# Victory 4 All Foundation Trust

(Registration number IT971/2005)

Annual Financial Statements for the year ended 31 December 2015

## Statement of Financial Position as at 31 December 2015

Figures in Rand	Note(s)	2015	2014
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	15 857 539	13 729 203
<b>Current Assets</b>			
Cash and cash equivalents	3	2 070 563	195 725
<b>Total Assets</b>		<b>17 928 102</b>	<b>13 924 928</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Trust capital		5 802 480	5 802 480
Accumulated surplus		12 125 622	8 122 448
		<b>17 928 102</b>	<b>13 924 928</b>
<b>Liabilities</b>			
<b>Total Equity and Liabilities</b>		<b>17 928 102</b>	<b>13 924 928</b>

# Victory 4 All Foundation Trust

(Registration number IT971/2005)

Annual Financial Statements for the year ended 31 December 2015

## Statement of Comprehensive Income

Figures in Rand	Note(s)	2015	2014
<b>Revenue</b>			
Donations		8 792 975	6 498 565
Funds raised		-	4 400
Goods donated		-	916
Rendering of services		489 647	282 038
		<b>9 282 622</b>	<b>6 785 919</b>
<b>Other income</b>			
Insurance claims received		11 377	7 936
Interest received		6 815	1 145
		<b>18 192</b>	<b>9 081</b>
<b>Operating expenses</b>			
Accounting fees		20 047	17 076
Advertising		-	465
Arts and projects - Rainbow Centre		41 708	4 135
Bakery purchases		-	674
Bank charges		21 777	19 972
Computer expenses		58 687	32 480
Depreciation, amortisation and impairments		496 366	515 140
Direct help program		14 344	8 200
Electricity		14 973	4 030
Employee costs		2 832 087	2 879 331
Fines and penalties		1 300	2 600
General cost		71 816	67 362
Hire		549	-
Hospitality, accomodation & School festivals		52 819	24 577
Insurance		44 533	41 838
King's college stationery		36 240	123 070
Marketing & promotions		44 700	3 340
Medical assistance		29 170	3 215
Motor vehicle expenses		124 407	103 095
Pest control		6 656	1 607
Petrol and oil		82 291	96 102
Printing and stationery		75 073	109 861
Promotions and gifts		1 150	-
Purchase handbooks		27 813	50 427
Rainbow Angels		-	30 000
Rainbow expenses		26 681	-
Rent- Self storage		9 504	5 580
Repairs and maintenance		231 337	149 297
School necessities		29 097	47 665
Security		19 542	15 199
Small equipment		10 231	17 588
Soup kitchen & Bakery		196 350	170 971
Support fosterhomes		401 866	432 088
Suspense account		-	(5 732)
Telephone and fax		121 285	111 470
Training		7 457	-
Transport costs		145 783	105 196
		<b>5 297 639</b>	<b>5 187 919</b>
<b>Surplus for the year</b>		<b>4 003 175</b>	<b>1 607 081</b>

## Victory 4 All Foundation Trust

(Registration number IT971/2005)

Annual Financial Statements for the year ended 31 December 2015

### Statement of Profit or Loss and Other Comprehensive Income

Figures in Rand	Note(s)	2015	2014
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>4 003 175</b>	<b>1 607 081</b>



## Victory 4 All Foundation Trust

(Registration number IT971/2005)

Annual Financial Statements for the year ended 31 December 2015

### Statement of Changes in Equity

Figures in Rand	Trust capital	Accumulated surplus	Total equity
<b>Balance at 01 January 2014</b>	<b>5 802 480</b>	<b>6 515 367</b>	<b>12 317 847</b>
Surplus for the year	-	1 607 081	1 607 081
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>1 607 081</b>	<b>1 607 081</b>
<b>Balance at 01 January 2015</b>	<b>5 802 480</b>	<b>8 122 448</b>	<b>13 924 928</b>
Surplus for the year	-	4 003 174	4 003 174
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>4 003 174</b>	<b>4 003 174</b>
<b>Balance at 31 December 2015</b>	<b>5 802 480</b>	<b>12 125 622</b>	<b>17 928 102</b>

Note(s)

# Victory 4 All Foundation Trust

(Registration number IT971/2005)

Annual Financial Statements for the year ended 31 December 2015

## Statement of Cash Flows

Figures in Rand	Note(s)	2015	2014
<b>Cash flows from operating activities</b>			
Cash receipts from donations & services		9 282 622	6 785 919
Cash paid to suppliers and employees		(4 789 897)	(4 664 843)
Cash generated from operations	4	4 492 725	2 121 076
Interest income		6 815	1 145
<b>Net cash from operating activities</b>		<b>4 499 540</b>	<b>2 122 221</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(2 624 702)	(1 933 215)
<b>Total cash movement for the year</b>		<b>1 874 838</b>	<b>189 006</b>
Cash at the beginning of the year		195 725	6 719
<b>Total cash at end of the year</b>	3	<b>2 070 563</b>	<b>195 725</b>

# Victory 4 All Foundation Trust

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Annual Financial Statements for the year ended 31 December 2015

## Accounting Policies

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### 1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with the accounting policies as set out below. The annual financial statements have been prepared on the historical cost basis..

These accounting policies are consistent with the previous period.

#### 1.1 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, which is as follows:

The useful lives of items of property, plant and equipment have been assessed as follows:

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Item	Average useful life
Buildings	100 years (100% residual value)

The residual value, depreciation method and useful life of each asset are reviewed at each annual reporting period if there are indicators present that there has been a significant change from the previous estimate.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss in the period.

## Victory 4 All Foundation Trust

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Annual Financial Statements for the year ended 31 December 2015

### Notes to the Annual Financial Statements

Figures in Rand

2015

2014

#### 2. Property, plant and equipment

	2015			2014		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Buildings	14 767 242	-	14 767 242	12 328 334	-	12 328 334
Furniture and fixtures	743 231	(511 397)	231 834	707 093	(371 892)	335 201
Motor vehicles	692 849	(577 243)	115 606	692 849	(493 743)	199 106
Container	120 631	(11 402)	109 229	110 000	-	110 000
Other fixed assets	153 007	(19 280)	133 727	13 981	(7 370)	6 611
Bakery equipment	1 502 995	(1 003 094)	499 901	1 502 995	(753 044)	749 951
<b>Total</b>	<b>17 979 955</b>	<b>(2 122 416)</b>	<b>15 857 539</b>	<b>15 355 252</b>	<b>(1 626 049)</b>	<b>13 729 203</b>

#### Reconciliation of property, plant and equipment - 2015

	Opening balance	Additions	Depreciation	Total
Buildings	12 328 334	2 438 908	-	14 767 242
Furniture and fixtures	335 200	36 139	(139 505)	231 834
Motor vehicles	199 105	-	(83 500)	115 605
Container	110 000	10 631	(11 402)	109 229
Other fixed assets	6 610	139 026	(11 909)	133 727
Bakery equipment	749 951	-	(250 050)	499 901
	<b>13 729 200</b>	<b>2 624 704</b>	<b>(496 366)</b>	<b>15 857 538</b>

#### Reconciliation of property, plant and equipment - 2014

	Opening balance	Additions	Depreciation	Total
Buildings	10 562 974	1 765 360	-	12 328 334
Furniture and fixtures	448 975	35 879	(149 654)	335 200
Motor vehicles	189 178	115 000	(105 073)	199 105
Container	110 000	-	-	110 000
Other fixed assets	-	13 981	(7 371)	6 610
Bakery equipment	1 000 000	2 995	(253 044)	749 951
	<b>12 311 127</b>	<b>1 933 215</b>	<b>(515 142)</b>	<b>13 729 200</b>

# Victory 4 All Foundation Trust

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## Notes to the Annual Financial Statements

Figures in Rand	2015	2014
<b>Details of properties</b>		
<b>Erf 563, Pellsrus(Solomon Mahlangu Road)</b>		
- Cost price	30 000	30 000
- Improvements	5 000	5 000
	<b>35 000</b>	<b>35 000</b>
<b>Foster home -Humansdorp (3)</b>		
- Cost price	1 950 000	1 950 000
- Improvements	232 696	202 696
	<b>2 182 696</b>	<b>2 152 696</b>
<b>Foster home -Jeffreys Bay (5)</b>		
7 Koraal straat, C-Place (Erf 950, Jeffreys Bay) and 16 Calamari street, Pellsrus(Erf 197, Jeffreys Bay)		
- Cost Price	360 000	360 000
- Improvements	2 782 726	2 782 726
	<b>3 142 726</b>	<b>3 142 726</b>
<b>Office</b>		
20 Garnaal Street, Pellsrus (Erf 549, Pellsrus)		
- Cost price	395 000	395 000
- Improvements	80 000	80 000
	<b>475 000</b>	<b>475 000</b>
<b>Other</b>		
- Care center	810 548	761 976
- Wooden Classrooms	152 805	72 805
- 15 Mandela Street	85 000	85 000
- Worship center	2 950 117	2 950 117
- Rainbow School	2 620 360	2 620 360
- Rainbow Hall	967 385	-
- New Activity Center	164 902	-
- Kings College - New School Building	1 148 049	-
	<b>8 899 166</b>	<b>6 490 258</b>
<b>3. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Cash on hand	105 298	11 961
Bank balances	1 965 265	183 764
	<b>2 070 563</b>	<b>195 725</b>
<b>4. Cash generated from operations</b>		
Surplus before taxation	4 003 174	1 607 081
<b>Adjustments for:</b>		
Depreciation and amortisation	496 366	515 140
Interest received	(6 815)	(1 145)
	<b>4 492 725</b>	<b>2 121 076</b>