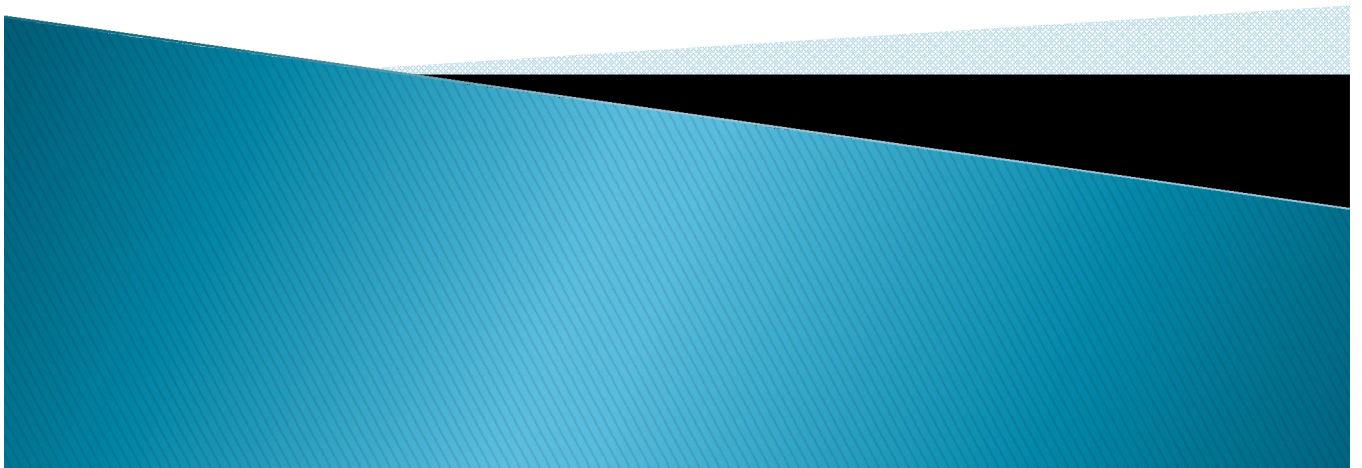


**AFRICAN DIASPORA HOPE  
(ADHOPE)  
074-240- NPO**

**FOR THE PERIOD ENDING 31  
MARCH 2012**



**AFRICAN DIASPORA HOPE (ADHOPE)**

**FINANCIAL STATEMENTS**

**For the year ended 31 March 2012**

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Country of Incorporation	South Africa
Directors	S. Kengne (Chairperson) E. Kuate P. Tshibalo G.T. Nguendjap (Secretary) N. Fotso (treasurer) M. Eden
Business Address	26 Turf Club Street West Turffontein Johannesburg 2190
Postal Address	PO Box: 74492 Turffontein, Johannesburg 2140
Bank	ABSA
Auditors	Corporate Risk Mitigation cc S. A. MUTAN Association of Chartered Certified Accountants Master of Tax Law (Domestic and International Tax) NWU CAIB (SA) Practice no 0077976
Company registration	074-270 -NPO

**AFRICAN DIASPORA HOPE (ADHOPE)**

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**FINANCIAL STATEMENTS**  
**For the year ended 31 March 2012**

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The Financial Statements as set out on pages 4 to 11 are hereby approved by the board of Directors and signed on their behalf by:



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**SERAPHIN KENGNE (Chairperson)**

06-05-2012

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**DATE**

## **AFRICAN DIASPORA HOPE (ADHOPE)**

### **FINANCIAL STATEMENTS**

**For the year ended 31 March 2012**

The directors present their report for the year ended 31 March 2012. This report forms part of the audited financial statements.

#### **1. Incorporation**

The company was incorporated in May 2008 with the main objective of caring, counseling, promoting religion, arts, education, recreation or any other cultural or social activity for African foreign nationals living in South Africa or group interests. The company also intends to apply its profits (in any) or other income in promoting its said main object.

#### **2. Business and operations**

The company's business and operations and the results thereof are clearly reflected in the attached financial statements. No material fact or circumstance has occurred between the accounting date and the date of this report.

#### **3. Statement of responsibility**

The directors are responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The auditors are responsible to report on the fair presentation of the financial statements. The financial statements have been prepared in accordance with Generally Accepted Accounting Practice and in the manner required by the companies Act, 1973.

The directors are also responsible for the company's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the directors to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

#### **4. Financial results**

The results of the company and the state of its affairs are set out in the attached financial statements and do not in our opinion, require further comments.

#### **5. Events subsequent to the year end**

They have been no facts or circumstances of a material nature that have occurred between the accounting date and the date of this report.

#### **6. Directors**

The directors of the company during the accounting period and up to date of this report were as follows:

S. Kengne (Chairperson)

J.P. Fodie

E. Kuate

P. Tshibalo

G. T. Nguendjap (Secretary)

N. Fotso (Treasurer)

M. Eden

#### **7. Auditors**

Sam Mutan of the Corporate Risk Mitigation has been appointed the Officer Accountant of the organization in accordance with section 270(2) of the companies Act.



# Corporate Risk Mitigation

Accountants, IT Auditors, Tax Planning

Tel: (011) 339 6925  
Fax: (011) 339 8495

7<sup>th</sup> Floor, 20 De Korte Street  
P.O. Box 3441  
Braamfontein  
Johannesburg  
2017

Johannesburg, the 3<sup>rd</sup> May 2012

## RE: REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE AFRICAN DIASPORA HOPE (ADHOPE)

We have audited the annual financial statements of African Diaspora Hope set out on page 5 to 12 for the year ended 31 March 2012. These financial statements are the responsibility of the company's directors. Our responsibility is to express an opinion on these financial statements based on our audit.

### Scope

We conducted our audit in accordance with statements of South African Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. An audit includes:

- Examining, on a test, evidence supporting the amounts and disclosures in the financial statements
- Assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation

We believe that our audit provide a reasonable basis for our opinion. In certain instances we had to rely on information and explanation from the directors.

### Qualification

A significant portion of the company's revenue comprises donations. In common with similar organizations, it is not feasible for the company to institute accounting controls over cash collections prior to the initial entry of the collections in the accounting records. There were no satisfactory auditing procedures that we could perform to obtain reasonable assurance that all cash receipts were actually recorded. Consequently, we were unable to satisfy ourselves as to the completeness and accuracy of the accounting records relating to donations.

### Qualified audit opinion

In our opinion, except for the effect on the financial statements of the matter referred to in the preceding paragraph, the financial statements fairly present, in all material respects, the financial position of the company at 31 March 2012 and the results of its operations for the year then ended in accordance with South African Statements of General Accepted Accounting Practices, and in the manner required by the companies Act in South Africa.

### Accounting and secretarial duties

With the written consent of all members, we have performed certain accounting and secretarial duties.

For and on behalf of  
Corporate Risk Mitigation

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S. A. MUTAN  
Association of Chartered Certified Accountants  
Master of Tax Law (Domestic and International Tax) NWU  
CAIB (SA)  
Practice no 0077976

**AFRICAN DIASPORA HOPE (ADHOPE)**  
**BALANCE SHEET AS AT 31 March 2012**

	Notes	2012 R	2011 R
<b>Assets</b>			
<b>Non Current assets</b>			
Fixed assets	3	9,965	4,725
<b>Current assets</b>			
Cash and cash equivalents		66,886	20,825
Other receivables - deposits		66,886	20,825
<b>Total assets</b>		<u><u>76,851</u></u>	<u><u>25,550</u></u>
<b>Equity and liabilities</b>			
<b>Capital and reserves</b>			
Retained surplus		76,851	27,025
<b>Total equity and liabilities</b>		<u><u>76,851</u></u>	<u><u>27,025</u></u>

**AFRICAN DIASPORA HOPE (ADHOPE)**  
**INCOME STATEMENTS AS AT 31 March 2012**

		<b>2012</b>		<b>2011</b>
	<b>Notes</b>	<b>R</b>		<b>R</b>
<b>Revenue</b>				
Donations		-2,185,236		-728,412
<b>Total income</b>		<b><u>-2,185,236</u></b>		<b><u>-728,412</u></b>
<b>Expenditure (refer to page 8)</b>				
Human resources		(572,337)		190,779
Other operating costs		(1,563,073)		(905,068)
<b>Operating income before interest</b>		<b>49,826</b>		<b>14,123</b>
Interest income		0		348
<b>Income before tax</b>	1	<b>49,826</b>		<b>14,471</b>
Tax	2			
<b>Net income for the year</b>		<b><u>49,825.63</u></b>		<b><u>14,471</u></b>

**AFRICAN DIASPORA HOPE (ADHOPE)**  
**STATEMENT OF CHANGES IN EQUITY AS AT 31 March 2012**

	<b>Retained Surplus R</b>
Balance at 31 March 2011	<b>27,025</b>
Net income for the year	<u>49,826</u>
Balance at 31 March 2012	<u><b>76,851</b></u>

**AFRICAN DIASPORA HOPE (ADHOPE)**  
**CASH FLOW STATEMENTS AS AT 31 March 2012**

	Notes	2012 R	2011 R
<b>Cash flows from operating activities</b>			
Cash generated from operations	4	57,806	18,578
Interest received		0	348
<b>Net cash inflow from operating activities</b>		<b><u>57,806</u></b>	<b><u>18,926</u></b>
<b>Cash flow from investing activities</b>			
Additions to fixed assets		-15,000	-4,250
Other cash flow from investing activities		-2,945	5,620
<b>Net increase in cash and cash equivalents</b>		<b><u>39,861</u></b>	<b><u>20,296</u></b>
Cash and cash equivalents and beginning of the year		27,025	6,729
<b>Cash and cash equivalents at end of period</b>		<b><u>66,886</u></b>	<b><u>27,025</u></b>

**AFRICAN DIASPORA HOPE (ADHOPE)****DETAIL INCOME AND EXPENDITURE STATEMENTS AS AT 31 March 2012**

	<b>2012</b>	<b>2011</b>
	<b>R</b>	<b>R</b>
<b>Income</b>	<b>(21,85236)</b>	<b>(72,8760)</b>
Donations received	(2,185,236)	(728,412)
Interest received	0	(348)
<b>Expenditure</b>	<b>2,135,410</b>	<b>714,289</b>
Aids projects	277947	92649
Bank charges	29799	9933
Building & Maintenance	64143	21381
Career Empowerment Program	102672	34224
Depreciation - Tools & Equipment	7500	2500
Depreciation - Motor vehicle	480	480
Donations paid	166440	55480
Electricity and water	33111	11037
Food purchase	333111	111037
Garden services	45000	15000
UIF employee paid	5723	0
Office rent	182000	64740
Health expenses	3510	1170
Human resources	572337	190779
Motor Vehicule Expenses	1845	615
Printing & stationery	105750	35250
Refreshments	21717	7239
Registrations cost	6672	2224
Telephone and fax	37500	12500
Training	7500	2500
Transport	105750	35250
Travel & Accomodation	24903	8301
<b>Income before tax</b>	<b>49,826</b>	<b>14,471</b>

**AFRICAN DIASPORA HOPE (ADHOPE)  
NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS  
AT 31 March 2012**

<b>1. PROFIT BEFORE TAX</b>	2012	2011
Income before tax is arrived at after taking the following items into account		
Depreciation	<b>7,980</b>	<b>2,980</b>

<b>2. TAX</b>
The Association has applied for the exemption from taxation in terms of Section 31 of the Income Tax Act. The application is still outstanding and no tax is provided for the current year as the directors are of the option that the application will be successful

<b>3. FIXED ASSETS</b>			
Cost	Opening balance R	Additions R	Closing balance R
Tools & Equipment	5000	15000	20000
Motor vehicle	2400		2400
<b>Total</b>	<b>7,400</b>	<b>15,000</b>	<b>22,400</b>

Accumulated depreciation	Opening balance R	Current year R	Closing balance R
Tools & Equipment	3675	7500	11175
Motor vehicle	780	480	1260
<b>Total</b>	<b>4455</b>	<b>7980</b>	<b>12435</b>

<b>Net book value</b>	<b>2012 R</b>	<b>2011 R</b>
Tools & equipment	8,825	3,105
Motor vehicle	1,140	1,620
<b>Total</b>	<b>9,965</b>	<b>4,725</b>

<b>4. RECONCILIATION OF PROFIT BEFORE TAX TO CASH GENERATED FROM OPERATIONS</b>	<b>2012 R</b>	<b>2011 R</b>
Profit before tax	49,826	14,471
Adjust for:		
Interest income	0	-348
Depreciation	7,980	4,455
<b>Total</b>	<b>57,806</b>	<b>18,578</b>
Working capital changes		
Increase in accounts receivable		
<b>Cash generated operations</b>	<b>57,806</b>	<b>18,578</b>

## **AFRICAN DIASPORA HOPE (ADHOPE) ACCOUNTING POLICIES**

The annual financial statements are prepared on the historical cost basis, except for financial instruments, and incorporate the following principal accounting policies, which have been consistently applied in all material respects.

### **Fixes assets**

Furniture and equipment are stated at historical cost to the company less accumulated depreciation.

Depreciation is calculated on historical cost using the straight-line method over the estimated useful lives of the assets. The depreciation rates for the assets are the following:

Tools and equipment	50%
Motor vehicles	20%

The recorded values of these depreciated assets are annually compared to the anticipated recoverable amount if the assets were to be sold. When an asset's recoverable amount has declined below the recorded value, and the decline is expected to be of a permanent nature, the decline is recognized as an expense. To determine the recoverable amount expected future cash flows are discounted to their present values.

Major improvements to plant and equipment are capitalized. Repairs and maintenance are expensed when incurred.

### **Revenue**

Donations, grants sponsorships, ticket sales and other income are accounted for on a cash receipt basis, net of Value Added Taxation.

Interest received is accrued on a time basis.

### **Financial instruments**

Financial assets and financial liabilities are recognized on the company's balance sheet when the company has become a party to contractual provisions of the instrument. Subsequent to initial recognition these instruments are measured as set out below.

### **Financial assets**

The company's principal financial assets are accounts receivable, payable and cash balances.

### **Accounts receivable**

Trade and receivables originated by the company are stated at their amortized cost less a provision for impairment. Due to the short-term nature of the company's receivable cost approximates fair value.

### **Bank and cash balances**

Bank balance, cash and funds on call deposit are stated at fair value.

### **Financial liabilities**

The company's principal financial liability is accounts payable.

### **Accounts payable**

Trade and other payable are stated amortized cost. Due to the short-term nature of the company's trade and other payables, the amortized cost approximates its fair value.