

**OMBETJA YEHINGA ORGANISATION
TRUST**
(Registration No. T101/09)

ANNUAL FINANCIAL STATEMENTS
31 December 2022

OMBETJA YEHINGA ORGANISATION TRUST

(Registration No. T101/09)

ANNUAL FINANCIAL STATEMENTS

31 DECEMBER 2022

These annual financial statements include statements which have been audited in compliance with the International Financial Reporting Standards for Small and Medium sizes Enterprises where appropriate to the Trust and are presented as follows:

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Preparation of financial statements

These financial statements were prepared by:

Strategis Registered Accountants and Auditors

OMBETJA YEHINGA ORGANISATION TRUST

GENERAL INFORMATION

Company name	Ombetja Yehinga Organisation Trust
Registration number	T101/09
Country of incorporation and domicile	Namibia
Nature of business and principal activities	The organisation aims at using arts (both visual and performing) with young people to create social awareness, and thereby to decrease the impact of the HIV/AIDS pandemic and other social problems such as domestic violence, rape and alcohol and drug abuse, among young people in Namibia.
Trustees	S.F. Rudd C.A. Guriras T.M. Kueyo S.D.L. Izaaks B. Kabajani R. Coomer P.R.J. Talavera (ex officio)
Registered office	Unit 13 Kingland Property Nickel Street Prosperita Windhoek Namibia
Postal address	P.O Box 97217 Windhoek Namibia
Bankers	Nedbank Namibia Pointbreak Wealth Management
Auditors	Strategis Registered Accountants and Auditors Chartered Accountants (Namibia)
Registration numbers Pay-As-You-Earn (PAYE)	034026601-4

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
OMBETJA YEHINGA ORGANISATION TRUST**

Opinion

We have audited the financial statements of Ombetja Yehinga Organisation Trust set out on pages 6 to 15, which comprise the statement of financial position as at 31 December 2022, the statement of profit and loss, the statement of changes in funds and the statement of cash flows for the year then ended, and the notes, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Ombetja Yehinga Organisation Trust at 31 December 2022, 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 Enterprises where appropriate to the Trust.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants International Code of Ethics for Professional Accountants (Including International Independence Standards) and other independence requirements applicable to performing audits of financial statements in Namibia. We have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Trustees are responsible for the other information. The other information comprises the Trustees' Report as required by International Financial Reporting Standard for Small and Medium-sized Enterprises where appropriate to the Trust. The 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.

Managing Partner: Tafadzwa Mashozhera

Responsibilities of the Trustees for the financial statements

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and for such internal control as the Trustees 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 Trustees 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 Trustees either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibility

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 ISAs 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 ISAs, 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 Trustees.
- Conclude on the appropriateness of the Trustees' 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 Trustees 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.

Supplementary information

Without qualifying our opinion, we draw attention to the fact that the supplementary schedules set out on pages 16 to 17 do not form part of the financial statements and are presented as additional information. We have not audited these schedules and accordingly we do not express an opinion on them.

STRATEGIS
Strategis

Registered Accountants and Auditors

Chartered Accountants (Namibia)

Per: T. Mashozhera

Partner

 **Strategis**
Registered Accountants
and Auditors

P O Box 35287 Windhoek
Tel 061 230333
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Windhoek

28 March 2023

Signature *STRATEGIS*

OMBETJA YEHINGA ORGANISATION TRUST

TRUSTEE'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

General review

Statements of responsibility

The Trustees have pleasure in submitting their report together with the annual financial statements for the year ended 31 December 2022.

Financial results

The results of the trust for the year under review are fully set out in the attached financial statements and require no further comment.

Events after the end of the reporting period

No material fact or circumstance, which requires comment, has occurred between the reporting date and the date of this report.

Approval of the financial statements


The Trustees are responsible for the maintenance of adequate accounting records, the selection of accounting policies and the preparation and integrity of the annual financial statements and other information set out in this report.

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities on a basis which is consistent with the previous year.

The financial statements set out on pages 6 to 15 have been approved by the Trustees and are signed accordingly on 28 March 2023.



P.R.J. Talavera (ex officio)


C.A. Guriras


S.D.L. Izaaks


R. Coomer


S.F. Rudd


T.M. Kueyo


B. Kabajani

OMBETJA YEHINGA ORGANISATION TRUST

STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2022

	Notes	2022 N\$	2021 N\$
Assets			
Non-current assets			
Property, plant and equipment	3	192,845	201,940
Investments	4	3	3
Current assets			
Trade and other receivables	5	-	24,497
Prepayments and other receivables	6	20,682	20,682
Bank, cash and cash equivalents	7	1,054,899	811,808
Total assets		<u>1,268,429</u>	<u>1,058,930</u>
Funds and liabilities			
Funds			
Retained earnings		1,244,419	1,047,278
		<u>1,244,419</u>	<u>1,047,278</u>
Current liabilities			
Trade and other payables	8	24,010	11,652
		<u>24,010</u>	<u>11,652</u>
Total funds and liabilities		<u>1,268,429</u>	<u>1,058,930</u>

OMBETJA YEHINGA ORGANISATION TRUST

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 N\$	2021 N\$
Income			
Revenue		5,471,245	4,949,517
Other income		325,145	542,700
Total income		<u>5,796,390</u>	<u>5,492,217</u>
Expenses			
Operating expenses		(5,599,238)	(5,505,987)
Finance expenses		(11)	-
Surplus / (loss) for the year		<u>197,141</u>	<u>(13,770)</u>

OMBETJA YEHINGA ORGANISATION TRUST

STATEMENT OF CHANGES IN FUNDS FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	Retained earnings N\$	Total N\$
Balance at 31 December 2020		1,061,048	1,061,048
Deficit funds for the year		(13,770)	(13,770)
Balance at 31 December 2021		1,047,278	1,047,278
Surplus for the year		197,141	197,141
Balance at 31 December 2022		1,244,419	1,244,419

OMBETJA YEHINGA ORGANISATION TRUST

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 N\$	2021 N\$
Net cash retained in operating activities		316,115	124,055
Cash receipts from customers		5,495,742	4,925,023
Cash paid to suppliers and employees		(5,504,761)	(5,275,271)
Cash generated from operating activities	9.1	(9,019)	(350,248)
Interest received		8,546	5,044
Interest paid		(11)	-
Dividends received		-	25,730
Foreign exchange losses		-	(7,647)
Sundry income		316,599	451,176
Cash flows from investing activities		(73,024)	(7,702)
Purchase of property, plant and equipment	9.2	(73,024)	(68,449)
Disposal of property, plant and equipment		-	60,750
Disposal / purchase of investments		-	(3)
Net increase in cash and cash equivalents		243,091	116,353
Cash and cash equivalents at beginning of year		811,808	695,455
Cash and cash equivalents at end of year	9.3	1,054,899	811,808

OMBETJA YEHINGA ORGANISATION TRUST

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. General information

Ombetja Yehinga Organisation Trust is a company, incorporated in Namibia. The address of the registered office of the company is Unit 13, Kingland Property, Nickel Street, Prosperita. Its principal business activity and operations is to create social awareness using art, while the organisation's head office and administrative office is in Windhoek, operations are nationwide.

2. Basis of preparation and accounting policies

The basis of preparation and principal accounting policies of the company, are consistent in all material respects with those applied in the previous year, except as otherwise indicated.

Basis of preparation

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of Namibia. They are presented in Namibian Dollars.

Property, plant and equipment

Property, plant and equipment are tangible assets that:

- (a) are held for use in the supply of services, for rental to others, or for administrative purposes, and
- (b) are expected to be used during more than one period.

Property, plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. The cost of an item is its cash price equivalent at the recognition date.

The trust adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits. The carrying amount of the replaced part is also derecognised. All other repairs and maintenance and servicing costs are charged to profit or loss as incurred.

OMBETJA YEHINGA ORGANISATION TRUST

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Depreciation on other assets is charged to profit or loss so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following rates are used for the depreciation of property, plant and equipment:

	Useful life
Computer equipment	3 years
Office equipment	10 years
Motor vehicles	5 years
Furniture and fittings	10 years

Investments

Investments are initially recognised at cost, including transaction costs.

After initial recognition investment in shares are measured at cost due to the shares being unlisted and fair value cannot be measured reliably without undue cost and effort. The investment in Hatani Fishing (Pty) Ltd measured at cost less impairment.

Dividend income from investments is recognised when the right to receive payment is established and is included in other income.

Cash and cash equivalents

Cash and cash equivalents includes cash at bank.

Leased assets

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the leased asset to the company. All other leases are classified as operating leases.

Rentals payable under operating leases are charged to profit or loss on a straight-line basis over the term of the relevant lease.

Revenue

Revenue comprises the fair value of grants received and invoice value of services provided, recorded in the financial statements at the date services are provided and grants are received.

Revenue from the rendering of services is recognised on an accrual basis in accordance with the substance of the agreement.

OMBETJA YEHINGA ORGANISATION TRUST

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Foreign currency transactions

Foreign currency transactions are accounted for at the rates of exchange ruling on the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the reporting date. Gains and losses arising from the settlement of such transactions are recognised in profit or loss in the period in which they occur.

Cash flows

For the purposes of the cash flow statement, cash includes cash on hand, deposits held on call with banks.

3. Property, plant and equipment

	2022			2021		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
	N\$	N\$	N\$	N\$	N\$	N\$
Computer equipment	571,521	(476,785)	94,736	507,357	(438,287)	69,070
Office equipment	29,728	(14,360)	15,368	20,868	(12,200)	8,668
Motor vehicles	1,178,402	(1,099,992)	78,410	1,178,402	(1,059,090)	119,312
Furniture and fittings	165,737	(161,406)	4,331	165,737	(160,847)	4,890
	<u>1,945,388</u>	<u>(1,752,543)</u>	<u>192,845</u>	<u>1,872,364</u>	<u>(1,670,424)</u>	<u>201,940</u>

The carrying amounts for 2022 can be reconciled as follows:

	Carrying value at beginning of year	Additions	Disposals	Accumulated depreciation for disposed assets	Depreciation	Carrying value at end of year
	N\$	N\$	N\$	N\$	N\$	N\$
Computer equipment	69,070	64,164	-	-	(38,498)	94,736
Office equipment	8,668	8,860	-	-	(2,160)	15,368
Motor vehicles	119,312	-	-	-	(40,902)	78,410
Furniture and fittings	4,890	-	-	-	(559)	4,331
	<u>201,940</u>	<u>73,024</u>	<u>-</u>	<u>-</u>	<u>(82,119)</u>	<u>192,845</u>

4. Investments

	No. of shares		Class of shares	2022	2021
	2022	2021		N\$	N\$
Unlisted investments at cost					
Hatani Fishing (Pty) Ltd	3	3	Ordinary	<u>3</u>	<u>3</u>

OMBETJA YEHINGA ORGANISATION TRUST

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 N\$	2021 N\$
5. Trade and other receivables		
Other receivables	-	24,497
6. Other receivables and prepayments		
Prepayments	20,682	20,682
7. Bank, cash and cash equivalents		
Bank and cash balances at year end comprise:		
Current account	1,016,674	648,770
Savings account	38,225	163,038
	<u>1,054,899</u>	<u>811,808</u>
8. Trade and other payables		
Trade creditors	1,187	-
Salary Control Account	22,823	11,652
	<u>24,010</u>	<u>11,652</u>
9. Notes to the cash flow statement		
9.1 Reconciliation of net profit before taxation to cashflows from operations		
Net surplus/ (deficit) before taxation	197,141	(13,770)
Adjustments for :		
Depreciation	82,119	252,896
Profit / (loss) on disposal of property, plant and equipment	-	(60,750)
Sundry income	(316,599)	(451,176)
Dividends received	-	(25,730)
Interest received	(8,546)	(5,044)
Finance expenses - net	11	-
Foreign exchange gains	-	7,647
Operating profit before working capital changes	<u>(45,874)</u>	<u>(295,927)</u>
Working capital changes		
(Decrease)/ Increase in trade receivables	24,498	(24,494)
Increase in prepayments and other receivables	-	(1,182)
(Decrease) / increase in trade and other payables	12,357	(28,645)
Cash generated from operations	<u>(9,019)</u>	<u>(350,248)</u>

OMBETJA YEHINGA ORGANISATION TRUST

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

	2021 N\$	2020 N\$
9.2 Property, plant and equipment		
During the year, the trust acquired property, plant and equipment with a cost of N\$73 024.		
9.3 Cash and cash equivalents		
Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise the following amounts:		
Bank, cash and cash equivalents	1,054,899	811,808
Bank overdrafts	-	-
	<u>1,054,899</u>	<u>811,808</u>

10. Going concern

The financial statements have been prepared on the going concern basis, since the trustee's have every reason to believe that the trust has adequate resources in place to continue in operation for the foreseeable future.

OMBETJA YEHINGA ORGANISATION TRUST

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 N\$	2021 N\$
Revenue	5,471,245	4,949,517
Valantine Funds Received	201,000	-
FNB Funds Received	200,000	-
Grants received	5,070,245	4,949,517
Gross profit	5,471,245	4,949,517
Other income	325,145	542,700
Own Income generated	214,985	165,652
Donation received	4,300	12,260
DVD sales	-	1,750
Contribution : Vehicle hired out	-	21,200
Dance troupe shows	-	11,250
Sundry income	97,314	24,648
Dividends received	-	25,730
Interest received	8,546	5,044
Overheads & contribution to OYO's expenses	-	214,416
Pft/Loss on Sale of Non Current Assets	-	60,750
Total Income	5,796,390	5,492,217
Operating expenses	(5,599,238)	(5,505,987)
Horizon Contribution	11,500	-
Bank charges	29,320	27,264
Computer expenses	29,635	7,026
Courier and postage	790	1,384
Telephone, fax and postage	59,084	68,630
Audit fees	33,925	31,500
Depreciation	82,119	252,896
General expenses	11,774	10,553
Leasing charges	21,942	14,334
Editing and production expenses	-	3,500
Insurance	103,219	93,917
Motor vehicle expenses	348,310	69,503
Printing and stationary	11,122	13,738
Project related expenses	1,219,053	1,744,899
Props & Costumes	1,160	-
Rent paid	315,584	282,599
Repairs and maintenance	1,082	-
Salaries and wages	3,298,534	2,866,841
Subscriptions	-	8,006
Security costs	12,700	1,750

OMBETJA YHINGA ORGANISATION TRUST

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

Staff training	4,500	-
Outstanding Accountability Forms	3,885	-
Loss on foreign exchange transactions	-	7,647
Bank Charges	-	-
Finance expenses	(11)	-
Interest paid	11	-
Surplus / (deficit) for the period	197,141	(13,770)