

**OMBETJA YEHINGA
ORGANISATION TRUST**

ANNUAL FINANCIAL STATEMENTS

31 DECEMBER 2015

OMBETJA YEHINGA ORGANISATION TRUST
ANNUAL FINANCIAL STATEMENTS
31 DECEMBER 2015

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OMBETJA YEHINGA ORGANISATION TRUST

ANNUAL FINANCIAL STATEMENTS

31 DECEMBER 2015

General information

Trustees:

- | | |
|----------------|-------------------|
| 1 S.N. lipinge | 6 J.M. Cloete |
| 2 K.D. Newton | 7 P.R.J. Talavera |
| 3 S.F. Rudd | |
| 4 P. Watson | |
| 5 C.A. Guriras | |

Principal Business

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.

Business Address

4 Babie Street
Suiderhof
Windhoek
Namibia

Postal Address

P.O. Box 97217
Windhoek
Namibia

Auditors

FCS Auditors
P O Box 4440
Walvis Bay
Namibia

TRUSTEES APPROVAL OF ANNUAL FINANCIAL STATEMENTS

The Annual Financial Statements as set out on pages 4 to 11 hereafter have been inspected by us and are hereby approved as the Annual Financial Statements for the year ended:

31 DECEMBER 2015

We, the undersigned trustees holding a controlling interest in the Trust, confirm that the Annual Financial Statements are our responsibility and fairly present the financial affairs of the Trust.

Signed on 18 March 2016 at Windhoek.

S.N. lipinge

K.D. Newton

S.F. Rudd

P. Watson

C.A. Guriras

J.M. Cloete

P.R.J. Talavera

OMBETJA YEHINGA ORGANISATION TRUST
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED
31 DECEMBER 2015

	<u>Notes</u>	<u>2015</u> <u>N\$</u>	<u>2014</u> <u>N\$</u>
Revenue	1.1	5,676,667	5,668,802
Cost of Sales		-	-
Gross Profit / (Loss)		<u>5,676,667</u>	<u>5,668,802</u>
Other Income		301,772	327,159
Distribution Costs		-	-
Administrative Expenses		(162,025)	(96,404)
Other Expenses		(5,351,985)	(4,599,350)
Financing Cost		-	-
Surplus For The Year		<u><u>464,428</u></u>	<u><u>1,300,207</u></u>

OMBETJA YEHINGA ORGANISATION TRUST
STATEMENT OF FINANCIAL POSITION AS AT
31 DECEMBER 2015

	<u>Notes</u>	<u>2015</u> <u>N\$</u>	<u>2014</u> <u>N\$</u>
ASSETS			
<i>Non-current assets</i>			
Property, plant and equipment	2	405,891	505,064
<i>Current assets</i>			
Trade and other receivables	3	66,568	96,366
Cash and cash equivalents	4	2,541,377	2,064,549
TOTAL ASSETS		<u>3,013,835</u>	<u>2,665,979</u>
EQUITY AND LIABILITIES			
<i>Accumulated funds</i>			
Accumulated Surplus / (deficit)		2,860,215	2,395,787
Revaluation reserve		-	-
<i>Current liabilities</i>			
Trade and other payables	5	153,620	270,192
TOTAL EQUITY AND LIABILITIES		<u>3,013,835</u>	<u>2,665,979</u>

OMBETJA YHINGA ORGANISATION TRUST
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED
31 DECEMBER 2015

	<u>Notes</u>	<u>2015</u> <u>N\$</u>	<u>2014</u> <u>N\$</u>
Cash receipts from customers		6,007,187	5,899,595
Cash paid to suppliers and employees		(5,473,229)	(4,673,315)
Cash generated / (utilised) by operations	6	<u>533,958</u>	<u>1,226,280</u>
Interest received		32,955	-
Cash Flow from operating activities		<u>566,913</u>	<u>1,226,280</u>
Cash Flow from investing activities		(90,084)	(324,731)
Additions to Property, Plant and Equipment	2	(90,084)	(404,030)
Proceeds on realisation of Property, Plant and Equipment		-	80,000
Proceeds / (Repayments) to other funds		-	(700)
Net increase / (decrease) in cash, equivalents and overdrafts		<u>476,828</u>	<u>901,550</u>
Cash, equivalents and overdrafts - beginning of year	4	<u>2,064,548</u>	<u>1,162,998</u>
Cash, equivalents and overdrafts - end of year		<u><u>2,541,377</u></u>	<u><u>2,064,548</u></u>
Cash and Cash equivalents consist of :			
Bank - Current Account		2,541,003	2,064,404
Cash on hand		374	145
		<u><u>2,541,377</u></u>	<u><u>2,064,549</u></u>

OMBETJA YEHINGA ORGANISATION TRUST

STATEMENT OF CHANGES IN ACCUMULATED SURPLUS AND OTHER RESERVES FOR THE YEAR ENDED **31 DECEMBER 2015**

	<u>Accumulated</u> <u>Surplus /</u> <u>(deficit)</u> <u>N\$</u>	<u>TOTAL</u> <u>N\$</u>
Balance 31 December 2013	1,095,580	1,095,580
Movements during the year		
Surplus For The Year	1,300,207	1,300,207
Balance 31 December 2014	2,395,787	2,395,787
Movements during the year		
Surplus For The Year	464,428	464,428
Balance 31 December 2015	2,860,215	2,860,215

OMBETJA YEHINGA ORGANISATION TRUST
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
31 DECEMBER 2015

1 BASIS OF PREPARATION

The financial statements are prepared in accordance with Namibian Statements of Generally Accepted Accounting Practice - NAC 001: Financial Reporting for Small and Medium Sized Entities where appropriate to the business. The financial statements are prepared under the historical cost convention as modified by the revaluation of certain property, plant and equipment and investment properties where appropriate.

Unless otherwise specifically stated, this basis is consistent with that of the previous year.

The business has adopted the Namibia Dollar as its reporting currency.

Measurement basis used by the trust include and are defined as follows:

Historical cost

Assets are recorded at the amount of cash or cash equivalents paid or the fair value of the consideration given to acquire them at the time of their acquisition. Liabilities are recorded at the amount of proceeds received in exchange for the obligation, or in some circumstances (for example, income taxes), at the amounts of cash or cash equivalents expected to be paid to satisfy the liability in the normal course of business.

Fair value

The amount for which an asset would be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

1. 1 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable.

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the business and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised.

Revenue is recognised at the date the grant is received.

1. 2 Property, plant and equipment

All property, plant and equipment are initially recorded at cost and adjusted for any impairment in value.

Items of property, plant and equipment are stated at historical cost less accumulated depreciation.

All property, plant and equipment are reviewed for indicators of impairment losses at each reporting date. If such indicators exist, the recoverable amount of the asset is determined. The recoverable amount is the fair value less estimated costs to sell. An impairment loss is recognised where the carrying amount of the asset exceeds the recoverable amount. Impairment losses and reversal of impairment losses are recognised in the income statement.

Depreciation is calculated on the straight-line method to write off the cost of each asset, or the revalued amounts, to their residual values over their estimated useful lives. The depreciation rates applicable to each category of property, plant and equipment are as follows:

- Computer Equipment	3 years
- Motor vehicles	5 years
- Furniture and fittings	10 years
- Office equipment	10 years

The residual values and useful lives of all items of property, plant and equipment are reviewed, and adjusted if necessary, at each reporting date.

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining the profit/(loss) before finance cost. On disposal of revalued assets, amounts in revaluation reserves relating to that asset are transferred to retained earnings.

OMBETJA YEHINGA ORGANISATION TRUST
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
31 DECEMBER 2015

1. 3 Provisions

Provisions are recognised when the business has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made.

Where the business expects a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain.

1. 4 Foreign currency transactions

Transactions in foreign currencies 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. Unrealised differences on monetary assets and liabilities are recognised in profit and loss in the period in which they occur. Non-monetary assets and liabilities that are measured at historical cost in a foreign currency are translated at the exchange rate ruling on the date of the transaction. Non-monetary assets and liabilities that are measured at revalued amounts, are translated at the exchange rates on the date that the revalued amounts were determined.

1. 5 Taxation

As the trust is not a registered taxpayer, no provision for taxation has been provided for.

OMBETJA YEHINGA ORGANISATION TRUST
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
31 DECEMBER 2015

Statement of financial position notes

2 PROPERTY, PLANT AND EQUIPMENT

	<u>Computer Equipment</u>	<u>Motor vehicles</u>	<u>Furniture and fittings</u>	<u>Office equipment</u>	<u>TOTAL</u>
	<u>N\$</u>	<u>N\$</u>	<u>N\$</u>	<u>N\$</u>	<u>N\$</u>
Cost	191,105	758,253	221,222	-	1,170,580
Revaluations	-	-	-	-	-
Accumulated depreciation	(172,590)	(578,617)	(173,592)	-	(924,799)
Carrying amount 31 December 2013	<u>18,515</u>	<u>179,636</u>	<u>47,630</u>	<u>-</u>	<u>245,781</u>
Depreciation for the year	(14,193)	(116,469)	(13,924)	(160)	(144,746)
Additions during the year	5,500	395,830	-	2,700	404,030
Disposals/scrappings during the year - cost	-	(254,649)	-	-	(254,649)
Disposals/scrappings during the year - acc. dep.	-	254,648	-	-	254,648
Cost	196,605	899,434	221,222	2,700	1,319,961
Revaluations	-	-	-	-	-
Accumulated Depreciation	(186,783)	(440,438)	(187,516)	(160)	(814,897)
Carrying amount 31 December 2014	<u>9,822</u>	<u>458,996</u>	<u>33,706</u>	<u>2,540</u>	<u>505,064</u>
Depreciation for the year	(36,387)	(130,797)	(12,355)	(475)	(180,014)
Additions during the year	88,045	-	-	2,040	90,084
Disposals/scrappings during the year - cost	(27,512)	-	(62,448)	-	(89,960)
Disposals/scrappings during the year - acc. dep.	27,509	-	53,208	-	80,716
Cost	257,138	899,434	158,774	4,740	1,320,085
Revaluations	-	-	-	-	-
Accumulated depreciation	(195,662)	(571,235)	(146,664)	(635)	(914,194)
Carrying amount 31 December 2015	<u>61,476</u>	<u>328,199</u>	<u>12,110</u>	<u>4,105</u>	<u>405,891</u>

OMBETJA YEHINGA ORGANISATION TRUST
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
31 DECEMBER 2015

Statement of financial position notes

	<u>2015</u>	<u>2014</u>
	<u>N\$</u>	<u>N\$</u>
3 TRADE AND OTHER RECEIVABLES		
Trade and other receivables consist of:		
Trade receivables (net from any doubtful debt provisions)	53,395	95,666
Pre-paid expenses	10,116	700
Receiver of Revenue: VAT	3,056	-
	<u>66,568</u>	<u>96,366</u>
4 CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of:		
Petty cash	374	145
Bank balances:		
- current account	2,231,322	1,774,436
- savings account	309,680	289,968
Net cash and cash equivalents	<u>2,541,377</u>	<u>2,064,549</u>
5 TRADE AND OTHER PAYABLES		
Trade and other payables consist of:		
Trade payables	-	196,553
Provisions and accruals	153,620	73,639
	<u>153,620</u>	<u>270,192</u>
6 RECONCILIATION OF PROFIT BEFORE TAX WITH CASH GENERATED / (UTILISED) BY OPERATIONS		
Profit / (loss) before tax	464,428	1,300,207
adjusted for:		
- depreciation	180,014	144,746
- loss / (surplus) on realisation/scrapping of property, plant and equipment	9,244	(80,000)
- interest received	(32,955)	-
Operating profit before working capital changes	<u>620,731</u>	<u>1,364,953</u>
Working capital changes:		
- decrease/(increase) in trade and other receivables	29,798	(95,666)
- increase/(decrease) in trade and other payables	(116,572)	(43,007)
Cash generated / (utilised) by operations	<u>533,958</u>	<u>1,226,280</u>

OMBETJA YEHINGA ORGANISATION TRUST

DETAILED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2015

This schedule does not form part of the annual financial statements and is presented as additional information

	<u>2015</u> <u>N\$</u>	<u>2014</u> <u>N\$</u>
REVENUE	5,676,667	5,668,802
GROSS PROFIT	5,676,667	5,668,802
OTHER INCOME	301,772	327,159
Profit / (loss) on disposal or scrapping of property, plant and equipment	1,050	80,000
Donations received	1,451	-
Sundry income	266,316	247,159
Interest received	32,955	-
ADMINISTRATIVE EXPENSES	162,025	96,404
Accounting fees		
- accounting and bookkeeping fees	2,128	-
Bank charges	13,462	6,151
Computer expenses	37,282	-
Stationery and sundry office expenses	52,857	78,508
Telephone, fax and postages	56,297	11,745
OTHER EXPENSES	5,351,985	4,599,350
Auditor's remuneration	79,320	30,475
Advertising	32,186	-
Bad debts	21,600	-
Consulting fees	46,000	26,526
Depreciation	180,014	144,746
Entertainment	-	2,495
General expenses	-	581
Insurance	81,737	253,046
Membership fees	1,300	-
Motor vehicle expenses	189,015	112,337
Municipal and property costs	14,340	-
Loss on scrapping of property, plant and equipment	9,244	-
Project related expenses	1,160,194	3,070,053
Rent paid	151,432	18,800
Repairs and maintenance	2,068	-
Salaries and wages	3,020,866	894,911
Security cost	48,770	3,640
Staff training	36,360	-
Staff welfare	2,914	-
Travelling and entertainment	272,464	-
Volunteers allowances	2,162	41,740
FINANCE COSTS	-	-
Surplus For The Year	464,428	1,300,207