

**THE ASAP FOUNDATION
(AFRICAN SOLUTIONS TO AFRICAN PROBLEMS)**

REGISTRATION NUMBER : IT 3548/2004

FINANCIAL STATEMENTS AT 28 FEBRUARY 2005

C O N T E N T S	P A G E
Auditor's Report	2
Trustee's Report	3
Balance Sheet	4
Income Statement	5
Notes to the Financial Statements	6 – 7

APPROVAL OF FINANCIAL STATEMENTS

The trustees are responsible for selecting and adopting sound accounting practices, for maintaining an adequate and effective system of accounting records, for the safeguarding of assets and for developing and maintaining a system of internal control that, among other things, will ensure the preparation of financial statements that achieve fair presentation.

After conducting appropriate procedures the trustees are satisfied that the Trust will be a going concern for the foreseeable future and has continued to adopt the going concern basis in preparing the financial statements.

The financial statements as set out on pages 3 to 7 are the responsibility of and were approved by the trustees and are signed on their behalf.

12/05/2005

TRUSTEE

REPORT OF THE INDEPENDENT AUDITORS TO

THE TRUSTEES OF THE ASAP FOUNDATION (AFRICAN SOLUTIONS TO AFRICAN PROBLEMS)

We have audited the annual financial statements of The ASAP Foundation for the period ended 28 February 2005 as set out on pages 3 to 7. These financial statements are the responsibility of the Trustees. Our responsibility is to report on these financial statements.

Scope

We conducted our audit in accordance with statements of South African auditing standards. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatements. An audit includes:-

1. an evaluation of appropriateness of the accounting policies,
2. an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements,
3. an assessment of the accounting principles used and significant estimates made by management, and
4. an evaluation of the overall financial statement presentation.

We believe that our audit provides a reasonable basis for our opinion expressed below.

Qualification

In common with similar organisations, it is not feasible for the Trust to institute accounting controls over cash collections prior to initial entry of the collections in the accounting records. Accordingly, it was impracticable for us to extend our examination beyond the receipts actually recorded.

Qualified audit opinion

In our opinion, except for the effect on the financial statements of the matter referred to in the preceding paragraph, these financial statements fairly present the financial position of the Trust at 28 February 2005, and the results of its operations for the period then ended in conformity with generally accepted accounting practice.

BRAUDE, GORDON & COMPANY

12/05/2005

**CHARTERED ACCOUNTANTS (S.A.)
REGISTERED ACCOUNTANTS & AUDITORS**

**THE ASAP FOUNDATION
(AFRICAN SOLUTIONS TO AFRICAN PROBLEMS)**

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 28 FEBRUARY 2005

The trustees have pleasure in submitting their report for the year ended 28 February 2005.

NATURE OF BUSINESS

The trust was formed on 14 October 2004 under notarial certificate at Penthouse Office Suite, 4th Floor Tamatave, 49 Bellevue Street, Cape Town. The Trust was formed to undertake public benefit activities which promote community development for poor and needy persons in rural communities in South Africa.

FINANCIAL RESULTS

The financial results of the trust for the period are reflected in the balance sheet, income statement and notes hereto.

TRUSTEES

The trustees of the trust are :-

N. P. Fischel-Abarbanel
P. D. Higham
R. Mashale
F. Jaiyesimi-Njobe
T. P. Ratcliffe
T. M. Zwane

**THE ASAP FOUNDATION
(AFRICAN SOLUTIONS TO AFRICAN PROBLEMS)**

BALANCE SHEET AT 28 FEBRUARY 2005

	Notes	2005 R
ASSETS		
Current assets		59,098
Cash and cash equivalents	4	59,098
TOTAL ASSETS		<u><u>R 59,098</u></u>
CAPITAL AND LIABILITIES		
Capital and reserves		45,020
Trust Fund	2	100
Accumulated Income		44,920
Current liabilities		14,078
Accounts payable	5	14,078
TOTAL CAPITAL AND LIABILITIES		<u><u>R 59,098</u></u>

**THE AFRICAN SOLUTIONS TO AFRICAN PROBLEMS FOUNDATION TRUST
(AFRICAN SOLUTIONS TO AFRICAN PROBLEMS)**

INCOME STATEMENT FOR THE PEIOD 24 OCTOBER 2004 TO 28 FEBRUARY 2005

	Notes	2005 R
INCOME		194,608
Donations	1.1	194,588
Interest received		20
DEDUCT: EXPENDITURE		149,688
Audit fees		5,000
Bank charges		648
Disbursements to projects		102,392
Baphumelele		3,000
Etafeni		13,200
Hlomelikusasa		48,000
Kakaretso		8,550
Thandukaphila		16,625
Zamokuhle		3,200
Zwelitsha		9,817
Legal fees		9,495
Motor expenses		5,677
Printing and stationery		947
Reimbursive costs		2,868
Salaries and wages		12,200
Teas and refreshments		785
Telephone and fax		3,237
Travelling and accommodation		6,439
NET SURPLUS FOR THE YEAR		<u>R44,920</u>
TRANSFERRED TO THE CAPITAL ACCOUNT		<u><u>R44,920</u></u>

**THE ASAP FOUNDATION
(AFRICAN SOLUTIONS TO AFRICAN PROBLEMS)**

NOTES TO THE FINANCIAL STATEMENTS AT 28 FEBRUARY 2005

6. TAXATION

No provision has been made for taxation as the trust is registered as a non profit organisation in terms of Act No. 71 of 1997.

7. COMPARATIVES

No comparative figures have been shown as it is the entity's first year of existence

**THE ASAP FOUNDATION
(AFRICAN SOLUTIONS TO AFRICAN PROBLEMS)**

NOTES TO THE FINANCIAL STATEMENTS AT 28 FEBRUARY 2005

1. ACCOUNTING POLICIES

These financial statements have been prepared on the historical cost basis and incorporate the following accounting policies which are accordance with generally accepted accounting practice in South Africa.

1.1 Revenue

Revenue represents donations received from overseas based Public Benefit Organisations.

The Trust was formed on 14 October 2004 with the sole object of the Trust being the undertaking of public benefit activities which promote the development of poor and needy persons in rural communities.

2005
R

2. TRUST FUND

Initial Donation	100
	<u>R 100</u>

3. TRUSTEES REMUNERATION

P. Higham	12,200
	<u>R 12,200</u>

4. CASH AND CASH EQUIVALENTS

Cash on hand	100
FNB Current Account	58,998

Cash and cash equivalents consists of cash on hand and balances with banks and investments in money market instruments.

	<u>R59,098</u>
--	----------------

5. TRADE AND OTHER PAYABLES

Braude Gordon & Co – Audit fees	5,000
Sundry Creditors	9,078
	<u>R 14,078</u>