

Afristar Foundation
(Registration number 2003/007366/08)
Annual financial statements
for the year ended 30 April 2008

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Section 18A Company - Public Benefit Organisation Number 930017023
Directors	David Rosmarin Nicholas Heinamann John Nzira Nicolette Brouwer
Postal address	PO Box 68562 Bryanston 2021
Bankers	Nedbank Limited
Auditors	ETA Auditing Incorporated Chartered Accountants (S.A.)
Company registration number	2003/007366/08

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Index

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

Index	Page
Report of the Independent Auditors	3
Directors' Responsibilities and Approval	4
Directors' Report	5
Balance Sheet	6
Income Statement	7
Statement of Changes in Equity	8
Cash Flow Statement	9
Accounting Policies	10
Notes to the Annual Financial Statements	11 - 12
The following supplementary information does not form part of the annual financial statements and is unaudited:	
Detailed Income statement	13

Report of the Independent Auditors

To the directors of Afristar Foundation

We have audited the accompanying annual financial statements of Afristar Foundation, which comprise the directors' report, the balance sheet as at 30 April 2008, the income statement, the statement of changes in equity and cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes, as set out on pages 5 to 12.

Directors' Responsibility for the Financial Statements

The company's directors are responsible for the preparation and fair presentation of these annual financial statements in accordance with South African Statements of Generally Accepted Accounting Practice, and in the manner required by the Companies Act of South Africa, 1973. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of annual financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these annual financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the annual financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the annual financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the annual financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the company as of 30 April 2008, and of its financial performance and its cash flows for the year then ended in accordance with South African Statements of Generally Accepted Accounting Practice, and in the manner required by the Companies Act of South Africa, 1973.

Supplementary Information

We draw your attention to the fact that the supplementary information set out on page 13 does not form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.

ETA Auditing Incorporated

J.P Theron (CA) SA
Registered at The South African Institute of Chartered Accountants and
The Independent Regulatory Board of Auditors

17 October 2008

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Directors' Responsibilities and Approval

The directors are required by the Companies Act of South Africa, 1973, 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 company 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 South African Statements of Generally Accepted Accounting Practice. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with South African Statements of Generally Accepted Accounting Practice and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board 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 company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors 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 directors have reviewed the company's cash flow forecast for the year to 30 April 2009 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently reviewing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on page 3.

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 on 17 October 2008 and were signed on its behalf by:

Nicholas Heinamann

John Nzira

David Rosmarin

Nicolette Brouwer

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Directors' Report

The directors submit their report for the year ended 30 April 2008.

1. Review of activities

Main business and operations

The company is a section 18a company - public benefit organisation number 930017023. The company operates principally in South Africa.

During the year Afristar Foundation obtained section 18a status from the South African Revenue Services thus making it eligible for tax deductible donations.

The operating results and state of affairs of the company are fully set out in the attached annual financial statements and do not in our opinion require any further comment.

2. Post balance sheet events

The directors are not aware of any matter or circumstance arising since the end of the financial year.

3. Members

The members of the company during the year and to the date of this report are as follows:

David Rosmarin
Nicholas Heinamann
John Nzira
Nicolette Brouwer

4. Secretary

The secretary of the company is ETA Auditing Incorporated.

5. Auditors

ETA Auditing Incorporated will continue in office in accordance with section 270(2) of the Companies Act.

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Balance Sheet

Figures in Rand	Note(s)	2008	2007
Assets			
Non-Current Assets			
Other financial assets	2	-	30,000
Current Assets			
Cash and cash equivalents	3	31,030	39,476
Total Assets		31,030	69,476
Equity and Liabilities			
Equity			
Retained income		17,947	41,417
Liabilities			
Non-Current Liabilities			
Other financial liabilities	4	9,083	9,083
Current Liabilities			
Trade and other payables	5	4,000	18,976
Total Liabilities		13,083	28,059
Total Equity and Liabilities		31,030	69,476

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Income Statement

Figures in Rand	Note(s)	2008	2007
Revenue	6	624,169	174,717
Operating expenses		(647,639)	(145,353)
Operating (loss) profit		(23,470)	29,364
(Loss) profit for the year		(23,470)	29,364

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Statement of Changes in Equity

Figures in Rand	Share capital	Retained income	Total equity
Balance at 01 May 2006	-	12,053	12,053
Changes in equity			
Profit for the year	-	29,364	29,364
Total changes	-	29,364	29,364
Balance at 01 May 2007	-	41,417	41,417
Changes in equity			
Loss for the year	-	(23,470)	(23,470)
Total changes	-	(23,470)	(23,470)
Balance at 30 April 2008	-	17,947	17,947

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Cash Flow Statement

Figures in Rand	Note(s)	2008	2007
Cash flows from operating activities			
Cash (used in) generated from operations	7	(38,446)	33,863
Cash flows from investing activities			
Repayment of members loan		30,000	(30,000)
Net cash from investing activities		30,000	(30,000)
Total cash movement for the year		(8,446)	3,863
Cash at the beginning of the year		39,476	35,613
Total cash at end of the year	3	31,030	39,476

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Accounting Policies

1. Presentation of Annual Financial Statements

The annual financial statements have been prepared in accordance with South African Statements of Generally Accepted Accounting Practice, and the Companies Act of South Africa, 1973. The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below.

These accounting policies are consistent with the previous period.

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Notes to the Annual Financial Statements

Figures in Rand	2008	2007
2. Other financial assets		
Loans and receivables		
Paul Barker	-	30,000
The loan has been repaid during the current financial year.		
Non-current assets		
Loans and receivables	-	30,000
Held to maturity investments at fair value		
3. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balances	31,030	39,476
4. Other financial liabilities		
Held at amortised cost		
Members Loan	9,083	9,083
The loans bear interest at a rate of 0% and have no fixed terms of repayment.		
Non-current liabilities		
At amortised cost	9,083	9,083
5. Trade and other payables		
Trade payables	-	12,476
Accrued expenses	4,000	6,500
	4,000	18,976
6. Revenue		
Income Received	624,169	174,717
The amount included in revenue arising from exchanges of goods or services included in revenue are as follows:		
Educating Africa Lesheba Community	149,600	-
Development Trust LCDT	118,830	-
Limpopo LED	238,960	-
SEED National Programme	68,096	-
John Rosmarin	20,000	-
Jewish National Fund	8,323	1,227
Paul Heinamann	20,000	-
Medicinal Edible Garden Association	-	10,500
Warwick Sport and Media	-	3,630
Marginalised Community Fund	-	159,360
	623,809	174,717

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Notes to the Annual Financial Statements

Figures in Rand	2008	2007
7. Cash (used in) generated from operations		
(Loss) profit before taxation	(23,470)	29,364
Adjustments for:		
Movements in provisions	-	(2,000)
Changes in working capital:		
Trade and other payables	(14,976)	6,499
	(38,446)	33,863

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2008

Detailed Income statement

Figures in Rand	Note(s)	2008	2007
Revenue			
Funds Raised		624,169	174,717
Operating expenses			
Accounting fees		7,230	4,116
Administration and management fees		10,450	500
Advertising		105,824	2,500
Auditors remuneration		4,000	4,500
Bank charges		1,116	760
Consulting fees		201,000	-
Consumables		21,381	3,360
Donations		-	3,000
General expenses		3,004	-
Licences		2,920	-
Fines		300	-
Gifts		523	6,582
Hire of equipment		1,965	-
Postage		307	-
Printing and stationery		5,101	-
Repairs and maintenance		11,246	1,050
Security		-	4,165
Subscriptions		-	863
Staff training and project planning		204,745	90,859
Travel - local		66,527	23,098
		647,639	145,353
(Loss) profit for the year		(23,470)	29,364