

Afristar Foundation
(Registration number 2003/007366/08)
Annual financial statements
for the year ended 30 April 2010

General Information

Afristar Foundation
(Registration number 2003/007366/08)
Annual Financial Statements for the year ended 30 April 2010

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 Heinemann John Nzira Pelesa Lehlokhoe
Postal address	PO Box 68562 Bryanston 2021
Bankers	Nedbank Limited
Auditors	J Theron and Associates Incorporated Chartered Accountants (S.A.) Registered Auditor
Company registration number	2003/007366/08

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:

Report of the Independent Auditors

J THERON
& Associates Incorporated



6 Bompas Road
Dunkeld, 2196
P.O. Box 84699
Greenside, 2034

Tel: 011 325 2104
Fax: 011 341 0180
E-mail: jacques@jtheron.co.za
Practice no: 901229

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 2010, 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.

Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the company as of 30 April 2010, 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.

J Theron and Associates Incorporated
Registered Auditor
J Theron

29 July 2010

Director:
J P Theron (CA(SA))

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.

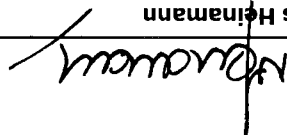
The annual financial statements are prepared in accordance with South African Statements of Generally Accepted Accounting Practice and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

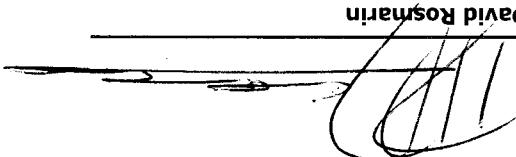
The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board sets standards for internal 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 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 2011 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 annual financial statements set out on pages 5 to 12, which have been prepared on the going concern basis, were approved by the board on 29 July 2010 and were signed on its behalf by:


Nicholas Heinemann


David Rosmarin

Afristar Foundation
 (Registration number 2003/007366/08)
 Annual Financial Statements for the year ended 30 April 2010

Directors' Report

The directors submit their report for the year ended 30 April 2010.

1. Review of activities

Main business and operations

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

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.

Net profit of the company was R 89,429 (2009: profit R 234,712), after taxation of R - (2009: R -).

2. Post balance sheet events

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

3. Directors

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

Name
 David Rosmarin
 Nicholas Heinemann
 John Nzira
 Pelesa Lehlokho

4. Auditors

J Theron and Associates 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 2010**Balance Sheet**

Figures in Rand

	2010	2009
Assets		
Non-Current Assets		
Property, plant and equipment	333,488	10,420
Current Assets		
Cash and cash equivalents	285,328	255,742
Total Assets	618,816	266,162
Equity and Liabilities		
Equity		
Retained income	342,088	252,659
Liabilities		
Non-Current Liabilities		
Other financial liabilities	264,033	9,503
Current Liabilities		
Current tax payable	8,696	-
Trade and other payables	3,999	4,000
Total Liabilities and Liabilities	618,816	266,162

Note(s)

2010

2009

Afristar Foundation

(Registration number 2003/007366/08)

Annual Financial Statements for the year ended 30 April 2010

Income Statement

Figures in Rand		Note(s)	2010	2009
Revenue				
Grants Received	1,071,122		895,118	1,871
Interest received (trading)	-		-	-
Other income	1,071,122	7	896,989	1,871
Interest received	14,493		15,658	-
Operating expenses				
Accounting fees	5,245		792	-
Administration and management fees	96,033		71,715	-
Project Expenditure	264,016	8	252,991	4,000
Auditors remuneration	-		-	1,976
Bank charges	1,076		1,976	3,000
Computer expenses	2,356		3,000	40,977
Consulting and professional fees	59,000		59,000	1,535
Consumables	2,026		2,026	1,680
Depreciation, amortisation and impairments	63,354		63,354	-
Employee costs	52,938		52,938	8,790
Tools, hardware and other expenses	82,757		82,757	300
General Expenses	1,145		1,145	-
Office Expenses	1,309		1,309	-
Insurance (Izuzu)	3,419		3,419	-
Postage	1,277		1,277	-
Printing and stationery	2,614		2,614	1,047
Security	3,491		3,491	-
Telephone and fax	1,841		1,841	-
Training	337,222		275,557	-
Travel - local	15,067		13,575	-
Profit for the year	996,186		677,935	234,712
	89,429		89,429	234,712

Atristar Foundation (Registration number 2003/007366/08) Annual Financial Statements for the year ended 30 April 2010		
Statement of Changes in Equity		
Figures in Rand		
	Share capital	Retained income
Total equity		
Balance at 01 May 2008	-	17,947
Changes in equity	-	234,712
Profit for the year	-	234,712
Balance at 01 May 2009	-	252,659
Changes in equity	-	89,429
Profit for the year	-	89,429
Total changes	-	89,429
Balance at 30 April 2010	-	342,088

Note(s)

Cash Flow Statement		2010	2009
(Registration number 2003/007366/08) Annual Financial Statements for the year ended 30 April 2010			
Figures in Rand			
	Note(s)	2010	2009
Cash flows from operating activities			
Cash generated from (used in) operations	9	138,289	220,734
Interest income		14,493	15,658
Tax received		8,696	-
Net cash from operating activities		161,478	236,392
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(386,423)	(12,100)
Cash flows from financing activities			
Repayment of other financial liabilities		254,530	420
Net cash from financing activities		254,530	420
Total cash movement for the year		29,585	224,712
Cash at the beginning of the year		255,742	31,030
Total cash at end of the year	4	285,327	255,742

Accounting Policies

Afristar Foundation
(Registration number 2003/007366/08)
Annual Financial Statements for the year ended 30 April 2010

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.

1.1 Share capital and equity

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

Notes to the Annual Financial Statements

Annual Financial Statements for the year ended 30 April 2010
(Registration number 2003/007366/08)

Afristar Foundation

Figures in Rand

2. Property, plant and equipment

	2010		2009	
	Cost / Accumulated depreciation	Carrying value	Cost / Accumulated depreciation	Carrying value
Motor vehicles	386,423	327,098	-	-
IT equipment	12,100	6,390	12,100	10,420
Total	398,523	333,488	12,100	10,420
			(1,680)	

Reconciliation of property, plant and equipment - 2010

	Opening Balance	Additions	Depreciation	Total
Motor vehicles	-	386,423	(59,325)	327,098
IT equipment	10,420	-	(4,030)	6,390
Total	10,420	386,423	(63,355)	333,488

Reconciliation of property, plant and equipment - 2009

	Opening Balance	Additions	Depreciation	Total
IT equipment	-	12,100	(1,680)	10,420

3. Other financial assets

For debt securities classified as at fair value through profit or loss, the maximum exposure to credit risk at the reporting date is the carrying amount.

There were no gains or losses realised on the disposal of held to maturity financial assets in 2010 and 2009, as all the financial assets were disposed of at their redemption date.

4. Cash and cash equivalents

Cash and cash equivalents consist of:

Investment Account	220,658
Current Account	202
Money Market Account	26,053
Nedbank Credit Card	(8,008)
Total	255,742

5. Other financial liabilities

Held at amortised cost

Nicholas Heinemann
This loan bears no interest, is unsecured and has no fixed terms of repayment.

264,513 9,503

Tina de Waal
This loan bears no interest, is unsecured and has no fixed terms of repayment.

(480)

264,033

9,503

Non-current liabilities

At amortised cost

264,033 9,503

Atristar Foundation
 (Registration number 2003/007366/08)
 Annual Financial Statements for the year ended 30 April 2010

Figures in Rand

2010 2009

5. Other financial liabilities (continued)

6. Trade and other payables

Trade payables	(1)	4,000
Accrued audit fees	-	4,000
	3,999	4,000

7. Revenue

Grants Received	1,071,122	895,118
Interest received (trading)	-	1,871
	1,071,122	896,989

The amount included in revenue arising from exchanges of goods or services included in revenue are as follows:

National Lottery Development Trust Fund	175,089	407,985
SEED	27,750	58,417
LCDT	148,468	341,060
Paul Heinaman	20,000	10,000
John Rosmarin	-	6,000
Tecovas	-	35,711
Misc	10,462	100
JNF	61,645	7,944
Rescope	-	27,900
Sales	3,000	
PAL	143,466	
Maharishi Institute	100,000	
Rustlers Valley	5,248	
Limpopo Dairies	200,000	
Threshold Foundation	115,994	
Graham Beck Foundation	50,000	
Nicholas Heinemann	10,000	
	1,071,122	895,117

8. Auditors' remuneration

Fees	-	4,000
------	---	-------

9. Cash generated from operations

Profit before taxation	89,429	234,712
Adjustments for:		
Depreciation and amortisation	63,354	1,680
Interest received	(14,493)	(15,658)
Changes in working capital:		
Trade and other payables	(1)	-
	138,289	220,734

Notes to the Annual Financial Statements