

**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

<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Section 18A Company - Public Benefit Organisation Number 930017023
<b>Directors</b>	David Rosmarin Nicholas Heinemann John Nzira Pelesa Lehlokhoe
<b>Postal address</b>	PO Box 68562 Bryanston 2021
<b>Bankers</b>	Nedbank Limited
<b>Auditors</b>	J Theron and Associates Incorporated Chartered Accountants (S.A.) Registered Auditor
<b>Company registration number</b>	2003/007366/08

---

## **Index**

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

<b>Index</b>	<b>Page</b>
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.

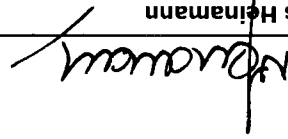
The annual financial statements are prepared in accordance with South African Statements of Generally Accepted Accounting Practice and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

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 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.

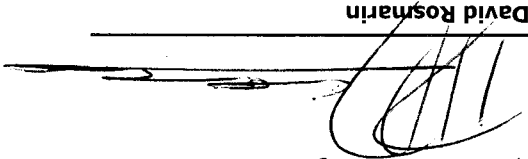
The directors have reviewed the company's cash flow forecast for the year to 30 April 2011 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

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

Note(s)

2010

2009

**Income Statement**

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



Atristar Foundation (Registration number 2003/007366/08) Annual Financial Statements for the year ended 30 April 2010		
<b>Statement of Changes in Equity</b>		
Figures in Rand		
Total equity	Retained income	Share capital
<b>17,947</b>	<b>17,947</b>	-
234,712	234,712	-
234,712	234,712	-
Total changes		
<b>Balance at 01 May 2008</b>		
Changes in equity		
Profit for the year		
234,712	234,712	-
<b>Balance at 01 May 2009</b>	<b>252,659</b>	-
Changes in equity		
Profit for the year		
89,429	89,429	-
89,429	89,429	-
Total changes		
<b>Balance at 30 April 2010</b>	<b>342,088</b>	-
342,088	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
<b>Cash flows from operating activities</b>			
Cash generated from (used in) operations	9	138,289	220,734
Interest income		14,493	15,658
Tax received		8,696	-
<b>Net cash from operating activities</b>		<b>161,478</b>	<b>236,392</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(386,423)	(12,100)
<b>Cash flows from financing activities</b>			
Repayment of other financial liabilities		254,530	420
<b>Net cash from financing activities</b>		<b>254,530</b>	<b>420</b>
<b>Total cash movement for the year</b>		<b>29,585</b>	<b>224,712</b>
Cash at the beginning of the year		255,742	31,030
<b>Total cash at end of the year</b>	4	<b>285,327</b>	<b>255,742</b>

---

## 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.



**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
	<b>3,999</b>	<b>4,000</b>

**7. Revenue**

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

**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 Heinmann	10,000	
	<b>1,071,122</b>	<b>895,117</b>

**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)	-
	<b>138,289</b>	<b>220,734</b>

**Notes to the Annual Financial Statements**