

**BREADLINE AFRICA**

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

**Consolidated Annual Financial Statements**

**for the year ended**

**31 March 2014**

## **BREADLINE AFRICA**

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

### **Consolidated Annual Financial Statements for the year ended 31 March 2014**

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#### **Approval of the Consolidated Annual Financial Statements**

The trustees have approved the annual financial statements of each of the individual entities contained in this consolidation and have signed those statements to that effect.

The basis of consolidation of these individual entities has been to eliminate inter entity incomes and expenses for the year as well as amounts owed to/by as at financial year end.

These consolidated annual financial statements set out on pages 3 to 8 have been approved by the Trustees and are signed on their behalf by:

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Sir Robert Dunbar

**Report of the independent auditors on the basis of consolidation of the annual financial statements of Breadline Africa Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)**

The consolidated annual financial statements have been prepared for the internal use of the individual entities. We have examined the basis of consolidation of the annual financial statements for Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands) and confirm that it is in accordance with the basis of consolidation as set out in the notes to the consolidated annual financial statements for the year ended 31 March 2014.

Our independent auditors report is contained in the annual financial statements of each individual entity.

**HENRI GROVE & PARTNERS**  
**Registered Auditors**

**BELLVILLE**  
**24 October 2014**

## BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 31 March 2014

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	Notes	2014 R	2013 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2	266,284	51,567
<b>Current assets</b>			
Trade and other receivables		156,468	559,785
Cash and cash equivalents	3	15,513,207	12,370,174
Total current assets		15,669,675	12,929,959
<b>Total assets</b>		<b>15,935,959</b>	<b>12,981,526</b>
<b>EQUITIES AND LIABILITIES</b>			
<b>Equity</b>			
Accumulated surplus		13,085,854	10,095,932
<b>Current liabilities</b>			
Trade and other payables		2,850,105	2,885,594
<b>Total Equity and Liabilities</b>		<b>15,935,959</b>	<b>12,981,526</b>

## BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

### CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 March 2014

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	Notes	2014 R	2013 R
<b>Fundraising and donations</b>		22,757,583	20,285,215
Cost of generating voluntary income		<u>(6,716,755)</u>	<u>(5,997,637)</u>
<b>Operating surplus</b>		16,040,828	14,287,578
Other operating income		<u>140,308</u>	<u>293,744</u>
		16,181,136	14,581,322
Resources expended		<u>(13,664,159)</u>	<u>(12,195,509)</u>
		2,516,977	2,385,813
Interest received		<u>566,631</u>	<u>494,873</u>
Net resources generated /(expended) for the year		<u><u>3,083,608</u></u>	<u><u>2,880,686</u></u>

## BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

### CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 March 2014

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	Notes	2014 R	2013 R
<b>Cash flow from operating activities</b>			
Cash generated from operations	4.1	2,838,710	275,872
Investment income		<u>566,631</u>	<u>494,873</u>
Net cash flow from operating activities		<u>3,405,341</u>	<u>770,745</u>
<b>Cash flow from investing activities</b>			
Purchase of property, plant and equipment		<u>(262,309)</u>	<u>(43,146)</u>
<b>Net change in cash and cash equivalents</b>		<b>3,143,032</b>	<b>727,599</b>
<b>Cash and cash equivalents at the beginning of year</b>		<b>12,370,174</b>	<b>11,642,575</b>
<b>Cash and cash equivalents at end of year</b>		<u><u>15,513,206</u></u>	<u><u>12,370,174</u></u>

## BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

### Notes to the consolidated annual financial statements for the year ended 31 March 2014

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#### 1. Accounting policies and basis of consolidation

The consolidated annual financial statements are prepared in accordance with the historical cost convention and incorporate the following principal accounting policies which are consistent with those of the previous year and conform in all material respects with generally accepted accounting practice.

The principle accounting policies are:

##### *Foreign currency translation*

Transactions in foreign currencies are accounted for at the rates of exchange ruling on transaction dates.

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Unrealised differences on monetary assets and liabilities are recognised in the income statement in the period in which they occur.

##### *Basis of consolidation*

The basis of consolidation of these individual entities has been to eliminate inter entity incomes and expenses for the year as well as amounts owed to/by as at financial year end.

#### 2. Property, plant and equipment

	2014			2013		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated Depreciation	Carrying value
	R	R	R	R	R	R
Fixed Assets RSA	<u>388,236</u>	<u>(121,952)</u>	<u>266,284</u>	<u>143,104</u>	<u>(91,537)</u>	<u>51,567</u>

## BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

### Notes to the consolidated annual financial statements (continued) for the year ended 31 March 2014

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The carrying value of property, plant and Equipment can be reconciled as follow:

	Carrying value at beginning of year R	Additions R	Disposals R	Depreciation R	Carrying value at end of year R
Fixed Assets RSA	<u>51,567</u>	<u>262,309</u>	<u>-</u>	<u>(47,592)</u>	<u>266,284</u>

#### 3. Cash and cash equivalents

	2014 R	2013 R
<b>Cash at bank and in hand</b>		
Breadline Africa (UK and Ireland)	11,748,174	10,619,962
Breadline Africa (The Netherlands)	805,965	1,076,608
Breadline Africa (RSA)	<u>2,959,068</u>	<u>673,604</u>
	<u>15,513,207</u>	<u>12,370,174</u>

#### 4. Cash flow information

##### 4.1 Cash generated by operations

Net resources for the year on ordinary activities	3,083,608	2,880,686
Adjustments:		
Depreciation	47,592	32,150
Investment income	(566,631)	(494,873)
Changes in working capital:		
Changes in accounts payable	(35,489)	(1,806,748)
Changes in accounts receivable	<u>309,630</u>	<u>(335,340)</u>
	<u>2,838,710</u>	<u>275,875</u>



## BREADLINE AFRICA

Incorporating Breadline Africa (RSA), Breadline Africa (UK and Ireland) and Breadline Africa (The Netherlands)

### CONSOLIDATED DETAILED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 March 2014

	2014 R	2013 R
<b>Revenue</b>	<b>22,757,583</b>	<b>20,285,215</b>
Fundraising and donations	22,413,723	18,954,588
Donations in kind	343,860	1,330,627
<b>Cost of generating voluntary income</b>	<b>6,716,755</b>	<b>5,997,637</b>
<b>Gross Revenue</b>	<b>16,040,828</b>	<b>14,287,578</b>
<b>Other revenue</b>	<b>706,939</b>	<b>788,617</b>
Events income	61,308	47,305
Interest received	566,631	494,873
Profit on foreign exchange	79,000	246,439
	<b>16,747,767</b>	<b>15,076,195</b>
<b>Resources expended</b>	<b>13,664,159</b>	<b>12,195,509</b>
Auditors remuneration	122,824	72,570
Bank charges	62,689	38,596
Cans 4 Skills	-	-
Container fund	1,344,954	678,824
Database management/caging	1,050,388	790,579
Donations in kind	343,860	1,330,627
Events costs	59,542	33,179
Grants: Allocations	3,581,249	3,563,324
Grants: Catholic Welfare and Development	-	-
Mandela Day Library Project	3,250,669	2,484,682
Marketing and advertising	297,315	200,150
Office and operational expenses	3,550,669	3,002,978
<b>Net resources generated/(expended)</b>	<b>3,083,608</b>	<b>2,880,686</b>