

**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 2015**

## **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 2015**

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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 9 have been approved by the Trustees and are signed on their behalf by:



Sir Robert Dunbar

16 October 2015

**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 2015.

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

*Henri Grové & Partners*

**HENRI GROVÉ & PARTNERS**  
**Registered Auditors**  
**Per: AAB De Kock**  
**Partner**

**16 October 2015**  
**5 Iona Street**  
**Bellville**  
**7530**

## BREADLINE AFRICA

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

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 31 March 2015

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	Notes	2015 R	2014 R
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2	215,382	266,284
<b>Current assets</b>			
Trade and other receivables		2,965,989	156,468
Cash and cash equivalents	3	<u>15,715,961</u>	<u>15,513,207</u>
<b>Total current assets</b>		<u>18,681,950</u>	<u>15,669,675</u>
<b>Total assets</b>		<u><u>18,897,332</u></u>	<u><u>15,935,959</u></u>
<b>FUNDS AND LIABILITIES</b>			
<b>Funds</b>			
Retained resources		13,519,559	13,085,854
<b>Current liabilities</b>			
Trade and other payables		4,652,922	2,850,105
Deferred income		603,114	-
Provisions		90,906	-
Bank overdraft	3	<u>30,831</u>	<u>-</u>
<b>Total current liabilities</b>		<u>5,377,773</u>	<u>2,850,105</u>
<b>Total funds and liabilities</b>		<u><u>18,897,332</u></u>	<u><u>15,935,959</u></u>

## 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 2015

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	2015 R	2014 R
<b>Fundraising and donations</b>	24,483,253	22,818,891
Cost of generating voluntary income	<u>(9,691,032)</u>	<u>(8,124,000)</u>
<b>Operating resources generated</b>	14,792,221	14,694,891
Other operating income	<u>1,436,536</u>	<u>79,000</u>
	16,228,757	14,773,891
Resources expended	<u>(16,470,015)</u>	<u>(12,256,914)</u>
	(241,258)	2,516,977
Interest received	<u>674,963</u>	<u>566,631</u>
<b>Net resources generated for the year</b>	<u><u>433,705</u></u>	<u><u>3,083,608</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 2015

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	Notes	2015 R	2014 R
<b>Cash flows from operating activities</b>			
Cash (used in)/generated from operations	4.1	(470,167)	2,838,711
Interest income		<u>674,963</u>	<u>566,631</u>
<b>Net cash from operating activities</b>		<u>204,796</u>	<u>3,405,342</u>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(37,130)	(262,309)
Sale of property, plant and equipment	2	<u>4,257</u>	<u>-</u>
<b>Net cash from investing activities</b>		<u>(32,873)</u>	<u>(262,309)</u>
<b>Cash movement for the year</b>		171,923	3,143,033
Cash and cash equivalents at the beginning of year		15,513,207	12,370,174
<b>Cash and cash equivalents at the end of year</b>	3	<u>15,685,130</u>	<u>15,513,207</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 2015

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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 year end date. Unrealised differences on monetary assets and liabilities are recognised in the statement of comprehensive income 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

	2015			2014		
	Cost	Accumulated Depreciation	Carrying value	Cost	Accumulated Depreciation	Carrying value
	R	R	R	R	R	R
Fixed Assets RSA	<u>405,584</u>	<u>(190,202)</u>	<u>215,382</u>	<u>388,236</u>	<u>(121,952)</u>	<u>266,284</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 2015

The carrying value of property, plant and equipment can be reconciled as follows:

	Carrying value at beginning of year R	Additions R	Disposals R	Depreciation R	Carrying value at end of year R
Fixed Assets RSA	<u>266,284</u>	<u>37,130</u>	<u>(4,257)</u>	<u>(83,775)</u>	<u>215,382</u>

### 3. Cash and cash equivalents

	2015 R	2014 R
<b>Cash at bank and in hand</b>		
Breadline Africa (UK and Ireland) bank balances and short-term deposits	7,254,042	11,748,174
Breadline Africa (The Netherlands) bank balances	2,215,779	805,965
Breadline Africa (RSA) bank balances	<u>6,246,140</u>	<u>2,959,068</u>
	15,715,961	15,513,207
Breadline Africa (RSA) overdraft	<u>(30,831)</u>	-
	<u>15,685,130</u>	<u>15,513,207</u>

### 4. Cash flow information

#### 4.1 Cash (used in)/generated from operations

Net resources generated for the year	433,705	3,083,608
Adjustments:		
Depreciation	83,775	47,592
Interest received	(674,963)	(566,631)
Changes in working capital:		
Changes in accounts payable	1,802,817	(35,488)
Changes in accounts receivable	(2,809,521)	309,630
Changes in provisions	90,906	-
Changes in deferred income	603,114	-
	<u>(470,167)</u>	<u>2,838,711</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 2015

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	2015 R	2014 R
<b>5. Related parties</b>		
Members of key management		
<b>Related party transactions</b>		
<b>Professional fees paid to related parties</b>		
Henk Kleizen	36,782	-

**BREADLINE AFRICA**

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

**CONSOLIDATED DETAILED STATEMENT OF FINANCIAL PERFORMANCE**  
for the year ended 31 March 2015

	2015 R	2014 R
<b>Resources generated</b>	<b>24,483,253</b>	<b>22,818,891</b>
Fundraising and donations	24,299,947	22,475,031
Donations in kind	183,306	343,860
<b>Cost of generating voluntary income</b>	<b>(9,691,032)</b>	<b>(8,124,000)</b>
<b>Operating resources generated</b>	<b>14,792,221</b>	<b>14,694,891</b>
<b>Other income</b>	<b>2,111,499</b>	<b>645,631</b>
Grant – National Lottery	1,436,536	-
Interest received	674,963	566,631
Profit on foreign exchange	-	79,000
	<b>16,903,720</b>	<b>15,340,522</b>
<b>Resources expended</b>	<b>16,470,015</b>	<b>12,256,914</b>
Auditors remuneration	124,691	122,824
Bank charges	61,130	62,689
Container fund	5,238,585	1,344,954
Donations in kind	183,306	343,860
Grants: Allocations	3,380,686	3,581,249
Loss on foreign exchange	59,251	-
Mandela Day Library Project	3,084,316	3,250,669
Office and operational expenses	4,338,050	3,550,669
<b>Net resources generated for the year</b>	<b>433,705</b>	<b>3,083,608</b>