



**THE HEALING HEART FOUNDATION NPO 2019
(REGISTRATION NUMBER 206-036 NPO)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2019**

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2019**

GENERAL INFORMATION

COUNTRY OF INCORPORATION AND DOMICILE	South Africa
NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES	Support and the carrying out of the Non-Profit Organisations Act
MEMBERS	CM Anderson N Thomas EB Cronje (Resigned - 19/12/2018) AB Swartz QI Thomas
REGISTERED OFFICE	92 Capricorn Boulevard North Capricorn Business Park Steenberg 7945
POSTAL ADDRESS	92 Capricorn Boulevard North Capricorn Business Park Steenberg 7945
NON PROFIT ORGANISATION REGISTRATION NUMBER	206-036 NPO
TAX REFERENCE NUMBER	9288/214/23/3
LEVEL OF ASSURANCE	These financial statements have not been audited or independently reviewed.
COMPILERS	EFIN Audit (Pty) Ltd

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

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MEMBERS' RESPONSIBILITIES AND APPROVAL

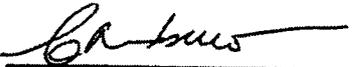
The members are responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The accounting officer is responsible to determine that the financial statements are in agreement with the accounting records, summarised in the manner required by the Act.

The members are also responsible for the corporation's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the members to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

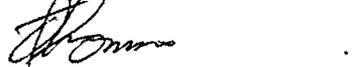
The financial statements have been prepared on the going concern basis, since the members have every reason to believe that the organisation has adequate resources in place to continue in operation for the foreseeable future.

The members of the organisation confirm that as at 28 February 2019, the assets of the organisation exceeded its liabilities.

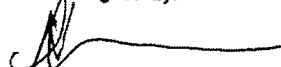
The financial statements set out on page 6 - 14, were approved and signed by:



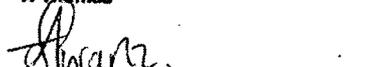
CM Anderson



OI Thomas



N Thomas



AB Swartz

Date: 2019-10-21
Somerset West

**THE HEALING HEART FOUNDATION NPO 2019
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MEMBERS' REPORT

The members submit their report for the year ended 28 February 2019.

1. INCORPORATION

The Non-profit organisation was incorporated in South Africa on 19 March 2018 and obtained its certificate to commence business on the same day.

2. REVIEW OF ACTIVITIES

MAIN BUSINESS AND OPERATIONS

The non-profit organisation is engaged in support and the carrying out of the non-profit organisations act. The organisation operates principally in South Africa.

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

3. GOING CONCERN

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

4. EVENTS AFTER THE REPORTING PERIOD

The members are not aware of any matter or circumstance arising since the end of the financial year that has a material impact on the financial statements.

5. MEMBERS

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

Name	Nationality
CM Anderson	South African
N Thomas	South African
EB Cronje (Resigned - 19/12/2018)	South African
AB Swartz	South African
QI Thomas	South African



ACCOUNTING OFFICER'S REPORT

To the members of The Healing Heart Foundation NPO 2019

We have performed the duties of accounting officer to The Healing Heart Foundation NPO 2019 for the year ended 28 February 2019 as required by Non-profit organisations Act, No 71 of 1997. The financial statements of The Healing Heart Foundation NPO 2019 set out on page 6 - 14 are the responsibility of the members. No audit is required by the constitution and the non-profit organisations Act to be carried out and no audit was conducted. Accordingly I do not imply or express an opinion or any other form of assurance on the financial statements.

I have determined that the financial statements are in agreement with the accounting records, summarised in the manner required by the Act and have done so by adopting such procedures and conducting such enquiries in relation to the accounting records as I considered necessary in the circumstances. I have also reviewed the accounting policies which have been represented to me as having been applied in the preparation of the financial statements, and I consider that they are appropriate to the business.



WJT Hanekom
EFIN Audit (Pty) Ltd
Chartered Accountant (SA)
Somerset West

2019-10-21

Date

THE HEALING HEART FOUNDATION NPO 2019
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STATEMENT OF FINANCIAL POSITION AS AT 28 FEBRUARY 2019

	Note(s)	2019 R
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	2	5 986
CURRENT ASSETS		
Cash and cash equivalents	3	10 716
TOTAL ASSETS		16 702
EQUITY AND LIABILITIES		
MEMBERS' INTEREST AND RESERVES		
Retained income		1 391
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	4	5 132
Loan from related party	5	6 729
Provisions	6	3 450
		15 311
TOTAL EQUITY AND LIABILITIES		16 702

**THE HEALING HEART FOUNDATION NPO 2019
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STATEMENT OF COMPREHENSIVE INCOME

	2019
	R
Revenue	
Donation income	14 020
Funding income	112 351
Rendering of services	19 000
	145 371
	7
Operating expenses	
Accounting fees	(4 450)
Bank charges	(4 260)
Catering	(4 833)
Computer expenses	(3 411)
Depreciation	(2 622)
Employee costs	(76 025)
Entertainment	(2 312)
Fund raising cost	(3 506)
Motor vehicle expenses	(5 314)
Office expenses	(8 490)
Office rent	(12 200)
Postage	(701)
Promotions	(4 600)
Repairs and maintenance	(54)
SARS: fines and penalties	(1 071)
Security	(150)
Small tools	(123)
Subscriptions	(950)
Telephone and fax	(7 028)
Training	(1 880)
	(143 980)
Profit for the year	1 391

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STATEMENT OF CHANGES IN EQUITY

	Retained income R	Total equity R
Profit for the year	<u>1 391</u>	<u>1 391</u>
Balance at 28 February 2019	<u>1 391</u>	<u>1 391</u>

**THE HEALING HEART FOUNDATION NPO 2019
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STATEMENT OF CASH FLOWS

	Note(s)	2019 R
Cash flows from operating activities		
Cash receipts from customers		145 371
Cash paid to suppliers and employees		(132 776)
Cash generated from operations	9	<u>12 595</u>
Net cash from operating activities		<u>12 595</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	2	(8 608)
Movement in loans		6 729
Net cash from investing activities		<u>(1 879)</u>
Total cash movement for the year		<u>10 716</u>
Total cash at end of the year	3	<u>10 716</u>

**THE HEALING HEART FOUNDATION NPO 2019
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FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2019**

ACCOUNTING POLICIES

1. BASIS OF PREPARATION OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Non-profit Organisation Act, No 71 of 1997. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

1.1 PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are tangible assets which the organisation holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the close corporation and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the organisation.

The useful lives of items of property, plant and equipment have been assessed as follows:

ITEM	DEPRECIATION METHOD	AVERAGE USEFUL LIFE
Office equipment	Straight line	3
Computer equipment	Straight line	3

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

1.2 FINANCIAL INSTRUMENTS

INITIAL MEASUREMENT

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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ACCOUNTING POLICIES

1.2 FINANCIAL INSTRUMENTS (continued)

FINANCIAL INSTRUMENTS AT AMORTISED COST

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

FINANCIAL INSTRUMENTS AT COST

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

FINANCIAL INSTRUMENTS AT FAIR VALUE

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through profit and loss.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

1.3 TAX

CURRENT TAX ASSETS AND LIABILITIES

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

The tax liability reflects the effect of the possible outcomes of a review by the tax authorities.

TAX EXPENSES

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense.

1.4 IMPAIRMENT OF ASSETS

The organisation assesses at each reporting date whether there is any indication that property, plant and equipment or intangible assets or goodwill may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

1.5 REVENUE

Revenue is recognised to the extent that the organisation has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the organisation. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

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ACCOUNTING POLICIES

1.5 REVENUE (continued)

Interest is recognised, in profit or loss, using the effective interest rate method.

1.6 BORROWING COSTS

Borrowing costs are recognised as an expense in the period in which they are incurred.

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NOTES TO THE FINANCIAL STATEMENTS

**2019
R**

2. PROPERTY, PLANT AND EQUIPMENT

	2019		
	Cost	Accumulated depreciation	Carrying value
Office equipment	2 608	(789)	1 819
Computer equipment	6 000	(1 833)	4 167
Total	8 608	(2 622)	5 986

RECONCILIATION OF PROPERTY, PLANT AND EQUIPMENT - 2019

	Opening balance	Additions	Depreciation	Closing balance
Office equipment	-	2 608	(789)	1 819
Computer equipment	-	6 000	(1 833)	4 167
	-	8 608	(2 622)	5 986

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of:

Cash on hand	280
FNB bank balance	10 436
	10 716

4. TRADE AND OTHER PAYABLES

SARS: Employee tax	5 132
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5. LOAN FROM RELATED PARTY

N Thomas	(6 729)
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The loan is unsecured, bears no interest and has no fixed repayment terms.

6. PROVISIONS

RECONCILIATION OF PROVISIONS - 2019

	Opening balance	Additions	Total
EFIN Audit (Pty) Ltd	-	3 450	3 450

7. REVENUE

Donation income	14 020
Funding income	112 351
Rendering of services	19 000
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NOTES TO THE FINANCIAL STATEMENTS

**2019
R**

8. TAXATION

TAX EXEMPTION

There is no tax calculation as this nonprofit organisation will be exempt from tax as per section 10(1)(cN) of the income tax act of South Africa , 1962.

9. CASH GENERATED FROM OPERATIONS

Profit before taxation	1 391
ADJUSTMENTS FOR:	
Depreciation and amortisation	2 622
Movements in provisions	3 450
CHANGES IN WORKING CAPITAL:	
Trade and other payables	5 132
	<hr/>
	12 595
	<hr/>