



Abraham Kriel



SUMMARY FINANCIAL STATEMENTS 2016/17

For the year ending
31 March 2017

www.abrahamkriel.org

ABRAHAM KRIEL CHILDCARE NPC

Non-profit company in terms of the Companies Act 2008

Registration no: 1952/000010/08

Fundraising no: 011002690029

SUMMARY FINANCIAL STATEMENTS

for the year ended 31 March 2017



Independent auditor's report on the summary financial statements

To the Members of Abraham Kriel Childcare NPC

Opinion

The summary financial statements of Abraham Kriel Childcare NPC, set out on pages 52 to 54 which comprise the summary statement of financial position as at 31 March 2017, the summary statements of comprehensive income, changes in equity and cash flows for the year then ended, and related notes, are derived from the audited financial statements of Abraham Kriel Childcare NPC for the year ended 31 March 2017.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with International Financial Reporting Standards and the requirements of the Companies Act of South Africa as applicable to summary financial statements.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards and the requirements of the Companies Act of South Africa as applicable to annual financial statements. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 23 August 2017.

Director's Responsibility for the Summary Financial Statements

The directors are responsible for the preparation of the summary financial statements in accordance with the International Financial Reporting Standards and the requirements of the Companies Act of South Africa as applicable to summary financial statements.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

PricewaterhouseCoopers Inc.
 Director: C Marais Roux
 Registered Auditor
 Sunninghill
 28 August 2017

SUMMARY FINANCIAL STATEMENTS

ABRAHAM KRIEL CHILDCARE NPC

SUMMARY STATEMENT OF FINANCIAL POSITION as at 31 March 2017

	2017 R	2016 R
ASSETS		
Non-current		
Property, plant and equipment	11,637,732	11,871,184
	11,637,732	11,871,184
Current Assets		
Inventories	72,846	77,690
Loans to related parties	80,071	493,771
Trade and other receivables	363,217	214,915
Cash and cash equivalents	3,744,320	2,660,713
	4,260,454	3,447,089
Total Assets	15,898,186	15,318,273
Equity and Liabilities		
Equity		
Reserves	14,146,868	14,037,627
Accumulated loss	(4,346,068)	(4,676,049)
	9,800,800	9,361,578
Liabilities		
Non-current liabilities		
Finance lease liabilities	297,986	51,009
Retirement benefit obligation	2,014,041	2,155,128
Deferred income	313,660	478,308
	2,625,687	2,684,445
Current Liabilities		
Other payables	3,395,635	3,253,335
Finance lease liabilities	76,064	18,915
	3,471,699	3,272,250
Total Liabilities	6,097,386	5,956,695
Total Equity and Liabilities	15,898,186	15,318,273

ABRAHAM KRIEL CHILDCARE NPC

SUMMARY STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 March 2017

	Note	2017 R	2016 R
Revenue	3	39,851,716	38,155,643
Operating expenses	4	(40,770,288)	(38,977,319)
Operating profit		(918,572)	(821,676)
Investment income		186,419	128,360
Finance costs		(25,492)	(42,637)
Insurance proceeds from damaged goods		–	1,399,422
Other income		734,076	649,585
Profit before taxation for the year		(23,569)	1,313,054
Taxation		–	–
Profit after taxation for the year		(23,569)	1,313,054
Designated funds transferred (to)/from reserves:		(109,241)	(1,375,337)
(to) reserves		(764,429)	(2,032,694)
from reserves		655,188	657,357
Remeasurement of retirement benefit obligation		462,791	(495,093)
Total comprehensive profit/(loss) for the year		329,981	(557,376)

SUMMARY STATEMENT OF CASH FLOWS
for the year ended 31 March 2017

	Note	2017 R	2016 R
Cash flows from operating activities			
Cash generated from operations	5	842,242	1,161,046
Interest income		186,419	128,360
Finance costs		(25,492)	(42,637)
Net cash from operating activities		1,003,169	1,246,769
Cash flows from investing activities			
Purchase of property plant and equipment		(637,388)	(758,773)
Decrease/(increase) in loans to related parties		413,700	(307,808)
Net cash from investing activities		(223,688)	(1,066,581)
Cash flows from financing activities			
Increase/(decrease) in finance leases		304,126	(171,630)
Net cash from financing activities		304,126	(479,438)
Total cash movement for the year		1,083,607	8,558
Cash at the beginning of the year		2,660,713	2,652,155
Total cash and cash equivalents at end of the year		3,744,320	2,660,713

ABRAHAM KRIEL CHILDCARE NPC
**SUMMARY STATEMENT OF CHANGES IN EQUITY
for the year ended 31 March 2017**

	Reserves R	Accumulated loss R	Total R
2017			
Balance at 1 April 2016	14,037,627	(4,676,049)	9,361,578
Profit for the year		(23,569)	(23,569)
Reserves transferred from/(to) designated funds	109,241	(109,241)	–
Remeasurement of retirement benefit obligation		462,791	462,791
Balance at 31 March 2017	14,146,868	(4,346,068)	9,800,800
2016			
Balance at 1 April 2015	12,662,290	(4,118,673)	8,543,617
Profit for the year		1,313,054	1,313,054
Reserves transferred from/(to) designated funds	1,375,337	(1,375,337)	–
Remeasurement of retirement benefit obligation		(495,093)	(495,093)
Balance at 31 March 2016	14,037,627	(4,676,049)	9,361,578

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017**
1. Basis of preparation

The summary financial statements should be read in conjunction with the full set of audited financial statements which is available at the Company's registered office. The summary financial information has been prepared in accordance with International Financial Reporting Standards (IFRS), IAS 34, Interim Financial Reporting, and interpretations of those standards (as adopted by the International Accounting Standards Board) and applicable legislation (requirements of the South African Companies Act). The summary financial information is presented in South African Rands which is the Company's functional currency.

2. Accounting Policies

The summary financial statements have been prepared under the historical cost convention. The principal accounting policies used by the Company are in terms of IFRS and are consistent with those of the previous period. The same accounting policies and methods of computation are followed in these summary financial statements as compared with the most recent annual financial statements.

	2017 R	2016 R
3. Revenue		
Donor funding	17,063,292	15,626,798
State funding	11,655,864	11,750,858
Corporate funding income	7,267,641	7,403,965
Church funding	1,212,292	1,153,911
Fees for services	1,030,874	835,557
Legacies and bequests	750,352	559,652
Income from ventures	694,525	616,262
Training recovery	176,876	208,640
	39,851,716	38,155,643

ABRAHAM KRIEL CHILDCARE NPC

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

	2017 R	2016 R
4. Operating Expenses		
Personnel expenditure	21,869,765	19,783,262
Household and services expenditure	10,703,446	10,885,812
Property expenditure	4,224,470	3,900,610
Office and administration expenditure	3,101,767	3,510,116
Depreciation	870,840	897,519
	40,770,288	38,977,319
	2017 R	2016 R
5. Cash generated from operations		
Profit before taxation	(23,569)	1,313,054
Adjustments for:		
Depreciation and amortisation	870,840	897,519
Non-cash retirement expense	462,791	(495,093)
Interest received	(186,419)	(128,360)
Finance costs	25,492	42,637
Movement in retirement benefit obligation	(141,087)	820,128
Movement in deferred revenue	(164,648)	(164,649)
Insurance proceeds on damaged property	–	(1,399,422)
Changes in working capital		
Inventories	4,844	11,734
Trade and other receivables	(148,302)	100,767
Other payables	142,300	162,731
	842,242	1,161,046

6. Taxation

In terms of section 10 (1) (cN) of the Income Tax Act, the company is exempt from taxation subject to annual review by South African Revenue Services. Accordingly, no provision for tax has been made.

10. Glossary

AKC – Abraham Kriel Childcare	B-BBEE – Broad-Based Black Economic Empowerment
CCW – Childcare Worker	CI – Corporate Identity
DSD – Department of Social Development	ECDC – Early Childhood Development Centre
CSI – Corporate Social Investment	HWSETA – Health & Welfare Sector Education and Training Authority
NLB – National Lotteries Board	NPC – Non-profit Company
PBO – Public Benefit Organisation	PFMA – Public Finance Management Act
QSE – Qualifying Small Enterprise	SARS – South African Revenue Service
SETA – Sector Education and Training Authority	SLA – Service Level Agreement
TK Residence – Talitha Kumi Residence	CBO – Community Based Organisations
NDP – National Development Plan Fund	UNICEF – United Nations International Children’s Emergency Fund
OVC – Orphans and Vulnerable Children	IFRS – International Financial Reporting Standards





Do the best you can until you know better. Then when you know better, do better.

Abraham Kriel

**Abraham Kriel Childcare**

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Paarlshoop, Johannesburg

Business address: Marais Street,
corner Kamp Street,
Paarlshoop, Johannesburg

Auditors: PwC inc, 2 Eglin Road,
Sunninghill

Company secretary: Y Swartz,

Tel: +27 (0)11 839 3058

ys@abrahamkriel.org

Banking Details

ABSA

Account Name: Abraham Kriel Childcare

Account Number: 140941336

Branch: 632005 (universal code)

Swift code for international deposits:

ABSAZAJJ

Requests for Section 18a certificates:

hdt@abrahamkriel.org

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