

**CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
FINANCIAL STATEMENTS FOR THE YEAR ENDED
29 FEBRUARY 2016**

DANNHAUSER INCORPORATED

GEOKTROOIEERDE REKENMEESTERS EN OUDITEURE (SA)
CHARTERED ACCOUNTANTS AND AUDITORS (SA)

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
FINANCIAL STATEMENTS FOR THE YEAR ENDED
29 FEBRUARY 2016

BOARD OF TRUSTEES : G Fatseas-Mazarakis
P D Grealy
C M V Nel
Y Phahle

PBO REFERENCE NO: : 930028535

REGISTRATION NO: : IT 3593/2008

ACCOUNTANTS : VILJOEN NEL CAs
Randburg

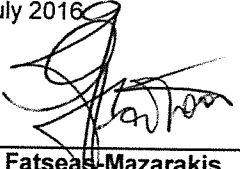
AUDITORS : DANNHAUSER INCORPORATED
Randburg

BANKERS : ABSA Bank
Northcliff

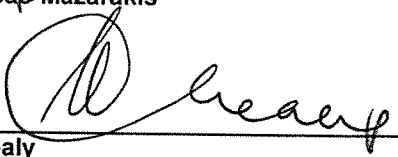
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APPROVAL OF FINANCIAL STATEMENTS

The financial statements set out on pages 4 to 11 were approved and signed by the board of trustees on 11 July 2016



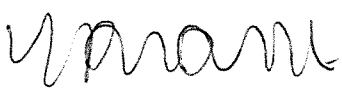
G Fatseas-Mazarakis



P D Grealy



C M V Nel



Y Phahle

REPORT OF THE INDEPENDENT AUDITORS

To the board of trustees of

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST : IT 3593/2008

We have audited the accompanying financial statements of Carte Blanche: "Making a difference" Trust, which comprise the report of the trustees, the statement of financial position as at 29 February 2016, the statement of profit or loss and other comprehensive income and the cash flow statement of the year then ended, and a summary of significant accounting policies and other explanatory notes.

Trustees responsibility for the financial statements

The trustees are responsible for the preparation and fair presentation of the annual financial statements in accordance with the International financial reporting standards. This responsibility includes: designing, implementing and maintaining internal controls 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.

Auditor's responsibility

Our responsibility is to express an opinion on these annual financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance of whether the annual financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the annual financial statements, whether due to fraud or error. In making the risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the annual financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the trustees, as well as evaluating the overall presentation of the annual financial statements.

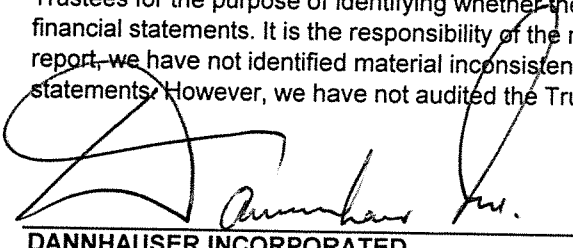
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Audit opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the trust as at 29 February 2016, and of its financial performance and its cash flows for the year then ended in accordance with the International financial reporting standards.

Other Reports

As part of our audit of the financial statements for the year ended 29 February 2016, we have read the Report of the Trustees for the purpose of identifying whether there are material inconsistencies between these reports and the audited financial statements. It is the responsibility of the respective trustees to prepare the Trustees report. Based on reading the report, we have not identified material inconsistencies between the Report of the Trustees and the audited financial statements. However, we have not audited the Trustees report and accordingly do not express an opinion on the report.


DANNHAUSER INCORPORATED
Registered Accountants and Auditors
Chartered Accountants (SA)
Randburg
11 July 2016

Tel: (2711) 792-8886 Fax: (2711) 792-9922 Email: tax@danhaus.co.za
PO Box 80 Ferndale 2160 416 West Avenue Ferndale Randburg
Reg no 2002/015793/21
Director: J A Dannhauser BCom Hons CA (SA)

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
REPORT OF THE TRUSTEES
29 FEBRUARY 2016

The trustees have the pleasure in submitting their report for the financial year ended 29 February 2016.

STATEMENT OF RESPONSIBILITY

The trustees are responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The accounting officers are responsible to determine that the financial statements are in agreement with the accounting records.

The trustees are also responsible for the trusts system of internal financial control. These are designated 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 trustees 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 trustees have every reason to believe that the trust has adequate resources in place to continue operation for the foreseeable future.

NATURE OF THE TRUSTS ACTIVITIES

The trust derives its funds from donations and utilises these funds to provide means for public training hospitals and distributions to charities namely the Johannesburg Child Welfare, the Johannesburg Parent and Child Counselling Centre, the Hartebees Poort Child and Counselling Centre and Thousand Hill Community Centre

RESULTS FOR THE YEAR

Full details are set out in the financial statements attached hereto and the trustees have no further comment.

GOING CONCERN

The Trustees believe that the Trust, has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The Trustees are satisfied that the Trust is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The Trustees are not aware of any new material changes that may adversely impact the Trust. The Trustees are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the Trust.

EVENTS AFTER THE REPORTING PERIOD

The Trustees are not aware of any facts or circumstances which have occurred since the end of the Trust's financial year and the date of this report, which might influence an assessment of the state of affairs of the Trust.

TRUSTEES

The changes to the Trustees of the Trust during the period under review up to the date of the Auditor's report were as follows:

K Govender and N Govindasamy resigned and Y Phahle was appointed on the 17th August 2015.

AUDITORS

At the next Trustees meeting, the Trustees will be requested to appoint Dannhauser Incorporated as the independent external auditors of the Trust for the 2017 financial year.

ACKNOWLEDGEMENTS

Thanks and appreciation is extended to all our donors, service providers and the members of the public for your continued support towards the Carte Blanche: "Making A Difference" Trust.

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
STATEMENT OF FINANCIAL POSITION
29 FEBRUARY 2016

	<u>Notes</u>	<u>2016</u> R	<u>2015</u> R
ASSETS			
Current assets		9 764 710	10 363 733
Trade and other receivables	2	500 000	300 000
Cash and cash equivalents	3	9 264 710	10 063 733
TOTAL ASSETS		9 764 710	10 363 733
EQUITY AND LIABILITIES			
Capital and reserves		3 132 256	3 238 191
Trust capital		100	100
Accumulated reserves	4	3 132 156	3 238 091
Current liabilities		6 632 454	7 125 542
Trade and other payables	5	614 654	112 696
Distributions payable	9	6 017 800	7 012 846
TOTAL EQUITY AND LIABILITIES		9 764 710	10 363 733

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
29 FEBRUARY 2016

	<u>Notes</u>	<u>2016</u> R	<u>2015</u> R
INCOME			
Donations received	6	3 782 405	12 617 143
OTHER INCOME			
Interest received		503 917	556 911
SUBTOTAL		4 286 322	13 174 054
ADMINISTRATIVE EXPENSES			
		(757 172)	(768 524)
Admin and accounting fees		60 000	60 000
Auditors remuneration		42 000	44 400
Bank charges		1 188	1 518
Entertainment expenses		1 049	750
Legal fees		147 320	197 223
Management, procurement and fundraising		473 247	446 024
Printing and stationery		-	67
Refreshments		-	290
Travel and accommodation		32 368	18 252
SUBTOTAL		3 529 150	12 405 530
DISTRIBUTIONS			
		(3 635 085)	(12 419 920)
Distributions to hospitals	7.1	3 635 085	6 996 111
Distributions to charities	7.2	-	5 423 809
SURPLUS / (DEFICIT) FOR THE YEAR		(105 935)	(14 390)
RETAINED SURPLUS AT THE BEGINNING OF THE YEAR		3 238 091	3 252 481
RETAINED SURPLUS AT THE END OF THE YEAR		3 132 156	3 238 091

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
CASH FLOW STATEMENT FOR THE YEAR ENDED
29 FEBRUARY 2016

	<u>Notes</u>	<u>2016</u> R	<u>2015</u> R
Cash flow from operating activities			
Cash receipts from donors		3 582 405	12 567 143
Cash paid to supplier's and service providers		(3 890 300)	(13 324 210)
Cash generated by operations	1	(307 895)	(757 067)
Interest received		503 917	556 911
Net cash flow from operating activities		196 022	(200 156)
Cash flow from financing activities			
Increase/(decrease) in provisions for distributions		(995 046)	(4 090 822)
Net cash flow from financing activities		(995 046)	(4 090 822)
Net movement in cash and cash equivalents		(799 024)	(4 290 977)
Cash and cash equivalents at the beginning of the year		10 063 735	14 354 712
Cash and cash equivalents at the end of the year	2	9 264 711	10 063 735

NOTES TO THE CASH FLOW STATEMENT

1. Reconciliation of net profit for the year to cash generated by operations

Net Surplus /(Net loss) for the year	(105 935)	(14 390)
Adjustments for:		
Interest received	(503 917)	(556 911)
Operating profit before working capital changes	(609 852)	(571 301)
Working capital changes	301 957	(185 766)
Increase/(Decrease) in trade and other payables	501 957	(135 766)
(Increase)/Decrease in trade and other receivables	(200 000)	(50 000)
Cash generated by operations	(307 895)	(757 067)

2. Cash and cash equivalents

Cash and cash equivalents consist of balances with banks. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

Cash and cash equivalents	9 264 710	10 063 733
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CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
29 FEBRUARY 2016

1. ACCOUNTING POLICIES

The following are the principal accounting policies of the trust which are consistent in all material respects.

1.1 Basis of presentation

The financial statements of the trust are presented on the historic cost basis and are consistent with previous years.

1.2 Revenue

Cash collections from donations, rent received and sundry income are brought to account on a cash received basis. Donations contractually committed before the year-end are accrued where receipts of the funds are assured

Interest is recognised on a time proportion basis, taking into account the principal outstanding and the effective rate over the period of maturity.

1.3 Cash flows

For the purpose of the cash flow statement, cash includes cash on hand, deposits held on call with banks and investments in money market instruments.

2. TRADE AND OTHER RECEIVABLES

	2016 R	2015 R
Choice Diamonds CC	<u>500 000</u>	<u>300 000</u>

3. CASH AND CASH EQUIVALENTS

ABSA - 35day (32 day -2013) call account	7 200 000	9 131 643
ABSA - Daily call account	<u>2 064 710</u>	<u>932 089</u>
	<u>9 264 710</u>	<u>10 063 733</u>

4. ACCUMULATED RESERVES

Since date of registration of the Trust on 1 October 2008

Donations		
- Hospitals and charities	113 157 776	109 522 691
- Professional fees	1 480 926	1 333 606
Interest	<u>7 800 401</u>	<u>7 296 484</u>
	<u>122 439 103</u>	<u>118 152 781</u>
Distributions		
- Paid from donations	(107 139 976)	(102 509 845)
- Paid from interest	(698 562)	(698 562)
- Due from donations	(6 017 800)	(7 012 846)
Adminstration and professional fees	<u>(5 450 609)</u>	<u>(4 693 437)</u>
Surplus at year end	<u>3 132 156</u>	<u>3 238 091</u>

5. TRADE AND OTHER PAYABLES

Admin and accounting fees	67 110	67 516
Auditors remuneration	40 880	45 180
Control account - Combined Artistic Productions CC	<u>506 664</u>	<u>-</u>
	<u>614 654</u>	<u>112 696</u>

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
29 FEBRUARY 2016

6. DONATIONS RECEIVED	2016 R	2015 R
6.1 IN RESPECT OF HOSPITALS		
ABB South Africa (Pty) Ltd	-	11 358
Angelo America	1 000 000	-
Aspen Pharmacare	100 000	-
Anthony Kilroy Beamish	2 500	-
Blue Label Telecoms	180 000	180 000
Bossenger and Associates	-	20 000
Choice Diamonds	500 000	300 000
CJ Eng	300	-
Coco Cola Fortune	-	250 000
Coronation Asset Management	10 000	-
Digicall - various	-	17 000
Discovery	-	500 000
Donation WFT	10 000	-
Douglas St Marys	-	25 000
Drager medical South Africa (Pty) Ltd	-	236 180
Electro Thread (Pty) Limited	50 000	-
EJ Foote	1 000	-
Exxaro Chairmans Fund	260 470	-
Freddy Hirsch Group	110 000	110 000
Marmoran (Pty) Ltd	-	30 000
M Pillay	1 000	-
Firetech projects Cape Town	-	78 255
Holiday Inn - Sandton	-	3 673
Hutz Medical	-	157 138
JD Lamberti	2 000	-
Kansai Plascon (Pty) Ltd	-	221 505
Liqui Moly South Africa (Pty) Ltd	265 790	-
Petrosa	-	500 000
Poly Sales Africa (Pty) Ltd	-	317 351
R Govender	750	-
Samancor Manganese	-	4 000 000
S Sergel	6 000	7 000
S Govender	250	-
Siyakhanda Medical Services (Pty) Ltd	19 025	-
South 32 Limited	854 714	-
Spar Group Limited	250 000	-
Sundry Deposits	-	31 650
Wheco	11 286	-
SUBTOTAL	3 635 085	6 996 110
6.2 IN RESPECT OF CHARITIES		
KFC Social Responsibility - 1000 Hills Community	-	5 086 729
KFC Social Trust - Claremont Camp	-	337 080
SUBTOTAL	-	5 423 809
6.3 IN RESPECT OF ADMINISTRATION		
Webber Wentzel	147 320	197 223
SUBTOTAL	147 320	197 223
TOTAL DONATIONS RECEIVED	3 782 405	12 617 142

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
29 FEBRUARY 2016

		2016 R	2015 R
7. DISTRIBUTIONS TO BE PAID FROM DONATIONS TO:			
	<u>Notes</u>		
7.1 Distributions - Hospitals	7.1	3 635 085	6 996 111
- Frere Hospital		-	2 482 311
- King Edward VIII Congella		7 750	-
- Tygerberg Hospital		2 772 621	513 800
- Sebokeng Hospital		854 714	4 000 000
7.2 Distributions - Charities	7.2	-	5 423 809
- Claremont Camp		-	337 080
- Johannesburg Child Welfare feeding grant		-	1 907 459
- Johannesburg Parent and Child Counselling Centre Feeding grant		-	1 214 094
- Thousand Hills Community Helpers		-	1 965 176
TOTAL DONATIONS FOR DISTRIBUTION		3 635 085	12 419 920
8. DISTRIBUTIONS PAID			
Distributions paid to hospitals		(2 959 991)	(11 239 005)
- Frere Hospital		(347 331)	(11 197 293)
- Kalafong Hospital		(8 608)	(20 562)
- King Edward VIII Hospital		(7 750)	(21 150)
- Sebokeng Hospital		(2 596 303)	-
Distributions paid to charities		(1 670 138)	(5 271 737)
- Claremont Camp		-	(337 080)
- HPCCC Schaumberg		(834 362)	-
- Johannesburg Child Welfare feeding grant		(169 102)	(1 880 697)
- Johannesburg Parent and Child Counselling Centre Feeding Grant		(664 474)	(1 005 044)
- John Deere Education Fund - Wits University		-	(80 000)
- Thousand Hill Community Helpers		(2 201)	(1 968 916)
Legal Fees			
- Weber Wentzel		(147 320)	(197 223)
TOTAL DISTRIBUTIONS PAID		(4 777 450)	(16 707 965)

CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST
IT 3593/2008
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
29 FEBRUARY 2016

	<u>Notes</u>	2016 R	2015 R
9. DISTRIBUTIONS PAYABLE			
Distributions payable opening balance		7 012 846	11 103 669
Donations received		3 782 405	12 617 142
Donations distributed	8	(4 777 450)	(16 707 965)
TOTAL DISTRIBUTIONS PAYABLE		<u>6 017 800</u>	<u>7 012 846</u>

10. TAXATION

No provision for taxation has been made, as the trust is exempt from Income tax in terms of Section 10(1)(cN) of the Income Tax Act.