

**CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST**  
**IT 3593/2008**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**28 FEBRUARY 2017**

**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**  
**28 FEBRUARY 2017**

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

**TAX NUMBER** : 267533164

**PBO REFERENCE NO** : 930028535

**REGISTRATION NO** : IT 3593/2008

**ACCOUNTANTS** : VILJOEN NEL Chartered Accountants Inc  
Randburg

**PREPARER** : A van der Berg


**AUDITORS** : DANNHAUSER Incorporated  
Randburg


**BANKERS** : ABSA Bank  
Northcliff

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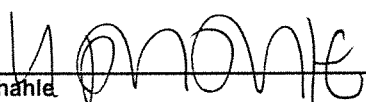
**APPROVAL OF FINANCIAL STATEMENTS**

The financial statements set out on pages 4 to 11 were approved and signed by the board of trustees on ..... 9 MAY 2017

  
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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 28 February 2017, 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.

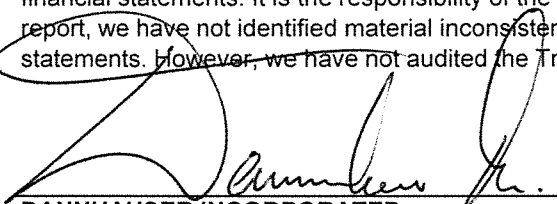
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Audit opinion**

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the trust as at 28 February 2017, 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 28 February 2017, 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 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

9 MAY 2017  
Date

**CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST**  
**IT 3593/2008**  
**REPORT OF THE TRUSTEES**  
**28 FEBRUARY 2017**

The trustees have the pleasure in submitting their report for the financial year ended 28 February 2017.

**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 and charities nominated by the Trustees.

**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**

There were no changes to the Trustees of the Trust during the period under review and up to the date of the Auditor's report. G Fatseas - Mazarakis, P D Grealy, C M V Nel and Y Phahle served as Trustees during the period under review.

**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 2018 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**

**28 FEBRUARY 2017**

	<u>Notes</u>	<u>2017</u> R	<u>2016</u> R
<b>ASSETS</b>			
<b>Current assets</b>		<b>9 044 459</b>	<b>9 764 710</b>
Trade and other receivables	2	800 000	500 000
Cash and cash equivalents	3	8 244 459	9 264 710
<b>TOTAL ASSETS</b>		<b>9 044 459</b>	<b>9 764 710</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>		<b>2 795 827</b>	<b>3 132 256</b>
Trust capital		100	100
Accumulated reserves	4	2 795 727	3 132 156
<b>Current liabilities</b>		<b>6 248 632</b>	<b>6 632 454</b>
Trade and other payables	5	201 187	614 654
Distributions payable	9	6 047 445	6 017 800
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>9 044 459</b>	<b>9 764 710</b>

**CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST**  
**IT 3593/2008**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**28 FEBRUARY 2017**

	<u>Notes</u>	<u>2017</u> R	<u>2016</u> R
<b>INCOME</b>			
Donations received	6	2 557 466	3 782 405
<b>OTHER INCOME</b>			
Interest received		604 988	503 917
<b>SUBTOTAL</b>		<b>3 162 455</b>	<b>4 286 322</b>
<b>ADMINISTRATIVE EXPENSES</b>		<b>(1 003 023)</b>	<b>(757 172)</b>
Admin and accounting fees		60 000	60 000
Auditors remuneration		42 000	42 000
Bank charges		1 565	1 188
Entertainment expenses		661	1 049
Legal fees		64 114	147 320
Management, procurement and fundraising		800 569	473 247
Printing and stationery		2 885	-
Refreshments - Handovers		8 500	-
Travel and accommodation		22 729	32 368
<b>SUBTOTAL</b>		<b>2 159 432</b>	<b>3 529 150</b>
<b>DISTRIBUTIONS</b>		<b>(2 495 860)</b>	<b>(3 635 085)</b>
Distributions to hospitals	7.1	2 495 860	3 635 085
Distributions to charities	7.2	-	-
<b>DEFICIT FOR THE YEAR</b>		<b>(336 428)</b>	<b>(105 935)</b>
<b>ACCUMULATED SURPLUS AT THE BEGINNING OF THE YEAR</b>		<b>3 132 156</b>	<b>3 238 091</b>
<b>ACCUMULATES SURPLUS AT THE END OF THE YEAR</b>		<b>2 795 728</b>	<b>3 132 156</b>

**CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST**  
**IT 3593/2008**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED**  
**28 FEBRUARY 2017**

	<u>Notes</u>	<u>2017</u> <u>R</u>	<u>2016</u> <u>R</u>
<b>Cash flow from operating activities</b>			
Cash receipts from donors		2 257 466	3 852 405
Cash paid to supplier's and service providers		(3 912 351)	(3 890 300)
<b>Cash generated by operations</b>	<b>1</b>	<b>(1 654 885)</b>	<b>(307 895)</b>
Interest received		604 988	503 917
<b>Net cash flow from operating activities</b>		<b>(1 049 897)</b>	<b>196 022</b>
<b>Cash flow from financing activities</b>			
Increase/(decrease) in provisions for distributions		29 645	(995 045)
<b>Net cash flow from financing activities</b>		<b>29 645</b>	<b>(995 045)</b>
<b>Net movement in cash and cash equivalents</b>		<b>(1 020 252)</b>	<b>(799 023)</b>
<b>Cash and cash equivalents at the beginning of the year</b>		<b>9 264 710</b>	<b>10 063 733</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>2</b>	<b>8 244 458</b>	<b>9 264 710</b>

**NOTES TO THE CASH FLOW STATEMENT**

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

Net loss for the year	(336 428)	(105 935)
Adjustments for:		
Interest received	(604 988)	(503 917)
<b>Operating profit before working capital changes</b>	<b>(941 416)</b>	<b>(609 852)</b>
<b>Working capital changes</b>	<b>(713 468)</b>	<b>301 957</b>
Decrease/(Increase) in trade and other payables	(413 468)	501 957
(Increase)/Decrease in trade and other receivables	(300 000)	(200 000)
<b>Cash generated by operations</b>	<b>(1 654 884)</b>	<b>(307 895)</b>

**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:

<b>Cash and cash equivalents</b>	<b>8 244 458</b>	<b>9 264 710</b>
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**CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST**  
**IT 3593/2008**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**28 FEBRUARY 2017**

**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**

	2017 R	2016 R
Choice Diamonds CC	<u>800 000</u>	<u>500 000</u>

**3. CASH AND CASH EQUIVALENTS**

ABSA - 32day (33 day -2016) call account at 6,85% (2016 - 6,5%)	8 108 429	7 200 000
ABSA - Daily call account	136 030	2 064 710
	<u>8 244 459</u>	<u>9 264 710</u>

**4. ACCUMULATED RESERVES**

Since date of registration of the Trust on 1 October 2008

Donations		
- Hospitals and charities	115 653 637	113 157 776
- Professional fees	1 542 532	1 480 926
Interest	8 405 390	7 800 401
	<u>125 601 559</u>	<u>122 439 103</u>
Distributions		
- Paid from donations	(109 606 193)	(107 139 976)
- Paid from interest	(698 562)	(698 562)
- Due from donations	(6 047 445)	(6 017 800)
Administration and professional fees	(6 453 632)	(5 450 609)
	<u>2 795 727</u>	<u>3 132 156</u>
<b>Surplus at year end</b>		

**5. TRADE AND OTHER PAYABLES**

Admin and accounting fees	87 889	67 110
Auditors remuneration	49 280	40 880
Control account - Combined Artistic Productions CC	64 018	506 664
	<u>201 187</u>	<u>614 654</u>



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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**28 FEBRUARY 2017**

	2017 R	2016 R
<b>6. DONATIONS RECEIVED</b>		
<b>6.1 IN RESPECT OF HOSPITALS</b>		
Anglo American Chairman's Fund	-	1 000 000
Aspen Pharmacare	-	100 000
Anthony Kilroy Beamish	-	2 500
Blue Label Telecoms	180 000	180 000
Choice Diamonds	800 000	500 000
Cirus Cirus Gateway (Pty) Ltd	2 800	-
CJ Eng	-	300
Coronation Asset Management	-	10 000
CTFM Gateway Cook	3 550	-
Donation WFT	-	10 000
D van Wyk	500	-
EBB & Flo Café	1 386	-
Electro Thread (Pty) Limited	-	50 000
EJ Foote	-	1 000
Exxaro Chairman's Fund	-	260 470
Freddy Hirsch Group (Pty) Ltd	110 000	110 000
Homebrew Films (Pty) Ltd	252 700	-
Hussar Beluga	10 200	-
JD Lamberti	-	2 000
John Dorys: Gateway	1 296	-
J Visser	1 000	-
Karl Stortz Endoscopy (South Africa) (Pty) Ltd	426 664	-
Liqui Moly South Africa (Pty) Ltd	-	265 790
Luxury Hotels International	346 476	-
M Pillay	-	1 000
Poly Sales Africa (Pty) Ltd t/a Polyflor South Africa	97 638	-
Ram Krishna	25 001	-
R Govender	1 050	750
S Sergel	10 000	6 000
S Govender	-	250
Siyakhanda Medical Services (Pty) Ltd	-	19 025
S Hackart	600	-
S Naidoo	25 000	-
South 32 Limited	-	854 714
Spar Group Limited	-	250 000
Sunny Packs Manufacturing (Pty) Ltd	100 000	-
Trencor Services Limited	100 000	-
Wheco	-	11 286
<b>SUBTOTAL</b>	<b>2 495 860</b>	<b>3 635 085</b>
<b>6.2 IN RESPECT OF CHARITIES</b>		
KFC Social Responsibility - 1000 Hills Community	-	-
KFC Social Trust - Claremont Camp	-	-
<b>SUBTOTAL</b>	<b>-</b>	<b>-</b>
<b>6.3 IN RESPECT OF ADMINISTRATION</b>		
Webber Wentzel	61 606	147 320
<b>SUBTOTAL</b>	<b>61 606</b>	<b>147 320</b>
<b>TOTAL DONATIONS RECEIVED</b>	<b>2 557 466</b>	<b>3 782 405</b>

**CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST**  
**IT 3593/2008**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**28 FEBRUARY 2017**

		2017 R	2016 R
<b>7. DISTRIBUTIONS TO BE PAID FROM DONATIONS TO:</b>			
	<u>Notes</u>		
<b>7.1 Distributions - Hospitals</b>	<b>6.1</b>	<b>2 495 860</b>	<b>3 635 085</b>
- King Edward VIII Congella		-	7 750
- Tygerberg Hospital		2 398 223	2 772 621
- Sebokeng Hospital		97 638	854 714
<b>7.2 Distributions - Charities</b>	<b>6.2</b>	-	-
- Johannesburg Child Welfare feeding grant		-	-
- Johannesburg Parent and Child Counselling Centre Feeding grant		-	-
<b>7.3 Distributions - Administration</b>			
- Webber Wentzel Attorneys	<b>6.3</b>	<b>61 606</b>	<b>147 320</b>
<b>TOTAL DONATIONS FOR DISTRIBUTION</b>		<b>2 557 466</b>	<b>3 782 405</b>

**8. DISTRIBUTIONS PAID**

<b>Distributions paid to hospitals</b>	<b>(2 397 122)</b>	<b>(2 959 991)</b>
- Frere Hospital	-	(347 331)
- Kalafong Hospital	-	(8 608)
- King Edward VIII Hospital	-	(7 750)
- Sebokeng Hospital	(1 970 458)	(2 596 303)
- Tygerberg Hospital	(426 664)	-
<b>Distributions paid to charities</b>	<b>(69 093)</b>	<b>(1 670 138)</b>
- HPCCC Schaumberg	-	-834 362
- Johannesburg Child Welfare feeding grant	-	(169 102)
- Johannesburg Parent and Child Counselling Centre Feeding Grant	-	(664 474)
- John Deere Education Fund - Wits University	(69 093)	-
- Thousand Hill Community Helpers	-	(2 201)
<b>Legal Fees</b>		
- Weber Wentzel Attorneys	<b>(61 606)</b>	<b>(147 320)</b>
<b>TOTAL DISTRIBUTIONS PAID</b>	<b>(2 527 821)</b>	<b>(4 777 450)</b>

**CARTE BLANCHE: "MAKING A DIFFERENCE" TRUST**  
**IT 3593/2008**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**28 FEBRUARY 2017**

	<u>Notes</u>	2017 R	2016 R
<b>9. DISTRIBUTIONS PAYABLE</b>			
Distributions payable opening balance		6 017 800	7 012 846
Donations received	7	2 557 467	3 782 405
Donations distributed	8	(2 527 822)	(4 777 450)
<b>DISTRIBUTIONS PAYABLE - year end</b>		<u>6 047 445</u>	<u>6 017 800</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.