

**AREPP:Theatre For Life Trust**  
(Registration number 642/91)  
(NPO number 014-588NPO)  
Financial statements  
for the year ended 31 March 2015

# **AREPP:Theatre For Life Trust**

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

## **General Information**

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<b>Country of domicile</b>	South Africa
<b>Type of trust</b>	To produce travelling Applied Theatre presentations in schools, providing interactive, social life-skills education to school-going youth, to develop self-efficacy and resilience in relation to sexuality and sexual & reproductive health issues.
<b>Trustees</b>	A Henwood B Heydenrych H Sadiki J Honeyman L Sokhulu N S Culayo S Omar
<b>Business address</b>	16 John Street Mowbray Cape Town 7705
<b>Postal address</b>	PO Box 13869 Mowbray Cape Town 7705
<b>Auditors</b>	RSM Betty & Dickson (Cape Town)
<b>Trust number</b>	642/91
<b>NPO reference number</b>	014-588NPO

# **AREPP:Theatre For Life Trust**

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

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

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The following supplementary information does not form part of the financial statements and is unaudited:

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**RSM Betty & Dickson (Cape Town)**  
Chartered Accountants (SA)  
15 Greenwich Grove, Station Road,  
Rondebosch, Cape Town, 7700  
PO Box 578, Rondebosch, 7701  
Docex 7, Rondebosch  
T: +27 21 686 7890 F: +27 21 686 7888  
E: mail@ct.rsmbd.co.za  
www.rsmbettyanddickson.co.za

## Independent Auditor's report

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### To the Trustees of AREPP:Theatre For Life Trust

We have audited the annual financial statements of AREPP:Theatre For Life Trust, as set out on pages 7 to 15, which comprise the Balance sheet as at 31 March 2015, and the Income statement, Statement of changes in reserves and Cash flow statement for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

### Trustees' Responsibility for the Annual Financial Statements

The trustees are responsible for the preparation of the annual financial statements in accordance with the basis of accounting as set out in note 1 to the annual financial statements, and for such internal control as the trustees determine is necessary to enable the preparation of annual financial statements that are free from material misstatements, whether due to fraud or error.

### 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. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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 judgement, including the assessment of the risks of material misstatement of the annual financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation 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 management, 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.

### Opinion

In our opinion, the annual financial statements of AREPP:Theatre For Life Trust for the year then ended 31 March 2015 have been prepared, in all material respects, in accordance with basis of accounting described in note 1 to the annual financial statements.

#### Partners:

**Emphasis of matter**

**Grant income**

Without qualifying our opinion, we draw attention to note 1.4 of the Accounting policies, "Grant income", which explains the recognition of income received from funders. All grant income has been agreed to signed grant agreements with the funders, to confirm the completeness of the funds received. Grant income is recognised in the Income statement to the extent that it has been spent, with the balance not spent recorded in deferred income. Unsolicited donations are recognised when the amounts received reflect in the trust's bank account.

**Going Concern**

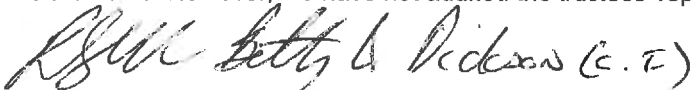
Without qualifying our opinion, we draw attention to the going concern paragraph of the Trustees' report. The future existence of the trust is dependent upon the continued support of its donors, by way of grants. Should the grants be withdrawn there would exist a material uncertainty that the trust would be able to continue as a going concern.

**Supplementary Information**

Without qualifying our opinion, we draw attention to the fact that the supplementary information set out on page 16 does not form part of the financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.

**Other report**

As part of our audit of the annual financial statements for the year ended 31 March 2015, we have read the trustees' report for the purpose of identifying whether there are material inconsistencies between this report and the audited annual financial statements. The trustees' report is the responsibility of the trustees. Based on reading that report we have not identified material inconsistencies between the trustees' report and the audited annual financial statements. However, we have not audited the trustees' report and accordingly do not express an opinion thereon.



**RSM Betty & Dickson (Cape Town)**  
**Registered Auditors**

**Per Andrew Galloway CA(SA) RA**  
**Partner**

23 MAY 2015

**Date**  
**Cape Town**

# AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

## Trustees' report

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The trustees submit their report for the year ended 31 March 2015.

### 1. Review of activities

#### Main business and operations

The trust is engaged in producing travelling Applied Theatre presentations in schools, providing interactive, social life-skills education to school-going youth, to develop self-efficacy and resilience in relation to sexuality and sexual & reproductive health issues.

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

### 2. 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.

The ability of the trust to continue as a going concern is dependent on a number of factors. The most significant of these is that the trustees continue to procure funding for the ongoing operations for the trust.

### 3. Events after the reporting period

We are not aware of any matter or circumstance arising since the end of the financial year.

### 4. Non-current assets

Details of major changes in the nature of the non-current assets of the trust during the year are set out in note 2 of the annual financial statements.

### 5. Trustees

The trustees of the trust during the year and to the date of this report are as follows:

Name	Nationality
A Henwood	South African
B Heydenrych	South African
H Sadiki	South African
J Honeyman	South African
L Sokhulu	South African
N S Culayo	South African
S Omar	South African
S Hellberg	South African

Resigned 17 January 2014

# AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

## Trustees' report

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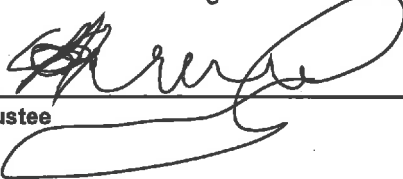
### 6. Statement of responsibility

The trustees are responsible for the maintenance of adequate accounting records and the preparation and integrity of the annual financial statements and related information. The auditors are responsible to report on the fair presentation of the annual financial statements. The annual financial statements have been prepared in accordance with accounting policies set out in note 1 to the annual financial statements.

The trustees are also responsible for the trust's systems of internal control. These are designed to provide reasonable, but not absolute assurance as reliability of the annual 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.

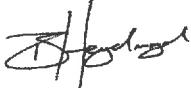
The annual financial statements have been prepared on the going concern basis, since the trustees have every reason to believe that the trust has adequate resources in place to continue in operation for the foreseeable future.

The annual financial statements set out on pages 5 to 15 and supplementary schedule on page 16, were approved by the trustees and signed on their behalf by:



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Trustee



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Trustee

23/ 05/ 2015

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Date

# AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

## Balance sheet

Figures in Rand	Notes	2015	2014
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property and equipment	2	1 029 029	1 093 956
<b>Current Assets</b>			
Receivables	3	297 159	362 146
Cash and cash equivalents	4	2 344 094	2 588 286
		<b>2 641 253</b>	<b>2 950 432</b>
<b>Total Assets</b>		<b>3 670 282</b>	<b>4 044 388</b>
<b>Reserves and Liabilities</b>			
<b>Reserves</b>			
Trust capital		600	600
Property and equipment fund		1 029 029	1 093 956
Operating and program funds		2 574 243	2 593 132
		<b>3 603 872</b>	<b>3 687 688</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables	5	30 767	41 149
Deferred grant income	6	35 643	315 551
		<b>66 410</b>	<b>356 700</b>
<b>Total Reserves and Liabilities</b>		<b>3 670 282</b>	<b>4 044 388</b>



# AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

## Income statement

Figures in Rand	Note	2015	2014
<b>Income</b>			
Grants	7	2 084 114	2 452 169
Other project income		64 074	24 447
Interest received		110 142	41 972
Profit on disposal of asset		219	51 708
Sundry income		16 214	49 508
		<b>2 274 763</b>	<b>2 619 804</b>
<b>Expenditure</b>			
		<b>2 257 964</b>	<b>2 637 174</b>
<b>Administration costs</b>			
		<b>159 749</b>	<b>293 750</b>
Small assets - Below R7000		18 556	8 091
Impairment of assets		3 041	-
Insurance		16 646	25 277
Legal fees		6 011	2 150
Office supplies		6 928	17 579
Property and utilities		81 667	180 432
Security costs		6 456	10 201
Staff welfare		3 525	3 108
Staff costs		15 095	41 995
Subscriptions		1 824	2 747
Prior period adjustment		-	2 170
<b>Production costs</b>			
		<b>2 098 215</b>	<b>2 343 424</b>
Accommodation		118 819	148 374
Communications		31 307	39 651
Dissemination and development		10 932	15 630
Finance		110 962	134 919
Monitor, evaluate and report		-	202
Per diems		51 329	62 515
Performers		439 388	403 898
Show development		89 560	87 186
Show maintenance		4 429	1 603
Show production		1 121 119	1 284 555
Travel		120 370	164 891
<b>Surplus/ (Deficit) for the year</b>		<b>16 799</b>	<b>(17 370)</b>

## AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

### Statement of changes in reserves

	Trust capital	Property and equipment fund	Operating and program funds	Total Reserves
Figures in Rand				
<b>Balance at 01 April 2013</b>	<b>600</b>	<b>2 486 383</b>	<b>1 320 502</b>	<b>3 807 485</b>
Changes in reserves				
Deficit for the year	-	-	(17 370)	(17 370)
Transfer from property and equipment fund	-	(1 290 000)	1 290 000	-
Depreciation for the year	-	(102 427)	-	(102 427)
Total changes	-	(1 392 427)	1 272 630	(119 797)
<b>Balance at 31 March 2014</b>	<b>600</b>	<b>1 093 956</b>	<b>2 593 132</b>	<b>3 687 688</b>
Changes in reserves				
Surplus for the year	-	-	16 799	16 799
Transfer to property and equipment fund	-	35 688	(35 688)	-
Depreciation for the year	-	(100 615)	-	(100 615)
Total changes	-	(64 927)	(18 889)	(83 816)
<b>Balance at 31 March 2015</b>	<b>600</b>	<b>1 029 029</b>	<b>2 574 243</b>	<b>3 603 872</b>

# AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

## Cash flow statement

Figures in Rand	Notes	2015	2014
<b>Cash flows from operating activities</b>			
Cash receipts		1 949 480	2 270 489
Cash paid to suppliers and employees		(2 268 126)	(2 766 632)
Cash used in operations	9	(318 646)	(476 217)
Interest income		110 142	41 972
<b>Net cash from operating activities</b>		<b>(208 504)</b>	<b>(434 245)</b>
<b>Cash flows from investing activities</b>			
Purchase of property and equipment	2	(35 688)	(9 990)
Sale of property and equipment		-	1 351 708
<b>Net cash from investing activities</b>		<b>(35 688)</b>	<b>1 341 718</b>
<b>Total cash movement for the year</b>		<b>(244 192)</b>	<b>907 473</b>
Cash at the beginning of the year		2 588 286	1 680 813
<b>Total cash at end of the year</b>	4	<b>2 344 094</b>	<b>2 588 286</b>

# AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

## Accounting policies

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### 1. Presentation of Financial Statements

The financial statements have been prepared on the historical cost basis in accordance with the accounting policies as set out below.

These accounting policies are consistent with the previous period.

#### 1.1 Accounting convention

The trust is registered with the Master of the High Court under the Trust Property Control Act, 1988, and as such no part of its income or property shall be transferred to its trustees directly or indirectly. All reserves of the trust are consequently non-distributable.

#### 1.2 Property and equipment

Property and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Costs include costs incurred initially to acquire or construct an item of property 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 and equipment, the carrying amount of the replaced part is derecognised.

Property and equipment is carried at cost less accumulated depreciation. Land and buildings are not depreciated.

Depreciation is provided using the straight-line method to write down the cost over the estimated useful life of the property and equipment, which is as follows:

Item	Average useful life
Computer equipment	3 years
Motor vehicles	5 years
Office equipment, furniture and tools	5.9 years
Sound and video equipment	5.9 years

The depreciation charge for each period is recognised through the equipment fund, unless it is included in the carrying amount of another asset. The gain or loss arising from the derecognising of an item of equipment is included in the equipment fund when the item is derecognised. The gain or loss arising from the derecognising of an item of equipment is determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item.

#### 1.3 Property and equipment fund

In order that operating reserves reflect only the reserves available to fund the future operations of the trust, those reserves that relate to the residual value of equipment are separated out and reflected within an equipment fund.

In order to give effect to this policy, an amount equal to the cost of equipment acquired, adjusted by proceeds on disposals during the year, is transferred each year from operating reserves to the equipment fund.

Depreciation and profits and loss on disposals are adjusted annually against the fund.

# **AREPP:Theatre For Life Trust**

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

## **Accounting policies**

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### **1.4 Financial instruments**

#### **Initial measurement**

Financial instruments are initially measured at the transaction price.

#### **Financial instruments at amortised cost**

Financial instruments may be designated to be measured at amortised cost less any impairment using the effective interest method. These include trade and other receivables, loans and trade and other payables. At the end of each reporting period date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If so, an impairment loss is recognised.

### **1.5 Grant income**

Income from grants is recognised in the financial period to which it relates. Accrued and deferred grant income is based on the balance of the project fund after taking into account the direct, indirect and shared costs. The expected surplus of the project fund is deferred to the following year or the deficit is accrued in the year under review.

Project expenses that are clearly identifiable are allocated directly against project funds in terms of the contractual obligations to donors. Indirect and shared costs are apportioned based on management estimates.

Interest income is recognised using the effective interest method.

### **1.6 Other project income**

Project income is measured at the fair value of the consideration received or receivable and represents the amounts receivable for productions and shows held at schools.

## AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

### Notes to the financial statements

Figures in Rand

2015

2014

#### 2. Property and equipment

	2015			2014		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Land and buildings	931 104	-	931 104	931 104	-	931 104
Computer equipment	228 146	(207 603)	20 543	209 725	(190 759)	18 966
Motor vehicles	394 277	(335 628)	58 649	394 277	(256 772)	137 505
Office equipment, furniture and tools	119 650	(100 917)	18 733	102 384	(96 003)	6 381
Sound and video equipment	67 719	(67 719)	-	67 719	(67 719)	-
<b>Total</b>	<b>1 740 896</b>	<b>(711 867)</b>	<b>1 029 029</b>	<b>1 705 209</b>	<b>(611 253)</b>	<b>1 093 956</b>

#### Reconciliation of property and equipment - 2015

	Opening Balance	Additions	Depreciation	Total
Land and buildings	931 104	-	-	931 104
Computer equipment	18 966	18 421	(16 843)	20 544
Motor vehicles	137 505	-	(78 856)	58 649
Office equipment, furniture and tools	6 381	17 267	(4 916)	18 732
	<b>1 093 956</b>	<b>35 688</b>	<b>(100 615)</b>	<b>1 029 029</b>

#### Details of properties

##### Cape Town

Buildings comprise structures erected on Erf 28743 Cape Town situated in Mowbray, measuring 145 square meters, with improvements thereto.

- Purchase price: 3 June 2011

- Capitalised expenditure

847 483	847 483
83 621	83 621
<b>931 104</b>	<b>931 104</b>

## AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

### Notes to the financial statements

Figures in Rand	2015	2014
<b>3. Receivables</b>		
Other receivables	-	931
Deposits	600	600
Value-added Tax	6 159	7 672
Accrued grant income	290 400	352 943
	<u>297 159</u>	<u>362 146</u>
<b>Accrued grant income</b>		
The expenditure has been incurred in the current year. The amount of R290 400 is still due from The United Nations Children's Fund (UNICEF).		
<b>4. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Cash on hand	-	524
Bank balances	25 713	43 595
Short-term deposits	2 316 211	2 544 167
Credit card	2 170	-
	<u>2 344 094</u>	<u>2 588 286</u>
<b>5. Payables</b>		
Accruals	4 024	2 334
Credit card	-	21 548
PAYE and UIF liability	26 743	17 267
	<u>30 767</u>	<u>41 149</u>
<b>6. Deferred grant income</b>		
National Lotteries Distribution Trust Fund	<u>35 643</u>	<u>315 551</u>

## AREPP:Theatre For Life Trust

(Registration number 642/91)

Financial Statements for the year ended 31 March 2015

### Notes to the financial statements

Figures in Rand	2015	2014
<b>7. Grants</b>		
<b>The United Nations Children's Fund (UNICEF)</b>		
Received during the year	1 520 660	1 138 929
Accrued in 2014	(352 943)	(101 073)
Accrued in 2015	290 400	352 944
<b>National Lotteries Distribution Trust</b>		
Received during the year	-	905 260
Deferred to 2015	315 427	411 661
Deferred to 2016	(35 517)	(315 552)
<b>Western Cape Department of Education</b>		
Received during the year	290 000	-
<b>Western Cape Cultural Commission/Department of Cultural Affairs and Sport</b>		
Received during the year	56 087	60 000
	<u>2 084 114</u>	<u>2 452 169</u>

### 8. Taxation

No provision has been made for income tax as the trust has been granted tax exemption in terms of section 10(1)(cN) as read with section 30 of the Income Tax Act.

### 9. Cash used in operations

Surplus (deficit) for the year	16 799	(17 370)
<b>Adjustments for:</b>		
Interest received	(110 142)	(41 972)
Profit on disposal of asset	-	(51 708)
<b>Changes in working capital:</b>		
Receivables	64 987	(255 641)
Payables	(10 382)	(13 416)
Deferred grant income	(279 908)	(96 110)
	<u>(318 646)</u>	<u>(476 217)</u>



**TOTAL EXPENDITURE AND DONOR ALLOCATIONS FOR THE YEAR ENDED MARCH 2015**

	APRIL 2014 - MARCH 2015					
	ACTUAL	NLDTF	WCDofE	UNICEF	WDCAS	AREPP
<b>TOTAL INCOME</b>	<b>2 274 763</b>	<b>293 383</b>	<b>290 000</b>	<b>1 458 118</b>	<b>56 087</b>	<b>177 175</b>
Grant Funding Received	2 084 114	279 909	290 000	1 458 118	56 087	-
School Booking Income	64 074	-	-	-	-	64 074
Interest Received	110 142	13 474	-	-	-	96 667
Other Income	16 434	-	-	-	-	16 434
<b>TOTAL EXPENDITURE</b>	<b>2 257 964</b>	<b>293 382</b>	<b>290 001</b>	<b>1 458 117</b>	<b>56 087</b>	<b>160 377</b>
<b>ADMINISTRATION / CO-ORDINATION COSTS</b>	<b>159 749</b>	<b>-</b>	<b>19 560</b>	<b>70 560</b>	<b>4 103</b>	<b>65 538</b>
Small Assets - Below R7000.00	18 556	-	9 872	-	-	8 684
Impairment of Assets	3 041	-	-	-	-	3 041
Insurance - Office Content/Buildings	16 646	-	-	16 646	-	-
Legal Fees	6 011	-	-	5 011	-	1 000
Office Supplies	6 928	-	-	6 928	-	-
Property Expenses	81 667	-	8 388	16 841	3 909	52 529
Security Expenses	6 456	-	-	6 456	-	-
Staff Welfare	3 525	-	1 300	1 759	194	272
Staff Costs	15 095	-	-	15 095	-	-
Subscriptions/Periodicals	1 824	-	-	1 824	-	-
<b>PROJECT / PRODUCTION COSTS</b>	<b>2 098 215</b>	<b>292 382</b>	<b>270 441</b>	<b>1 387 557</b>	<b>51 984</b>	<b>94 839</b>
Accommodation	118 819	15 370	-	103 449	-	-
Communications	31 307	2 350	368	27 639	-	950
Dissemination & Development	10 932	10 932	-	-	-	-
Finance Control	110 962	18 684	6 925	59 909	-	25 444
Per Diems	51 329	3 790	135	47 404	-	-
Performers	439 388	57 594	118 741	232 753	30 300	-
Show Development	89 560	36 286	12 359	43 656	-	-2 741
Show Maintenance	4 429	2 000	-	2 429	-	-
Show Production & Arrangement Costs	1 121 119	120 630	119 789	787 818	21 684	71 198
Travelling Costs	120 370	25 746	12 124	82 500	-	-

The supplementary information presented does not form part of the annual financial statements and is unaudited.