

ITHEMBA AIDS FOUNDATION

FINANCIAL STATEMENTS

31 DECEMBER 2002

Charity Number: 1092574

ITHEMBA AIDS FOUNDATION

RECEIPTS & PAYMENTS ACCOUNT

For the Period Ended 31 December 2002

CONTENTS

| | |
|--------------------------------------|-------|
| Legal and administrative information | 1 |
| Trustees Annual Report | 2 - 3 |
| Report of the Independent Examiner | 4 |
| Receipts & Payments Account | 5 |
| Statement of Assets & Liabilities | 6 |

ITHEMBA AIDS FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Legal status

The Ithemba Aids Foundation is formed under a Declaration of Trust dated 4 March 2002. It is a registered charity, with charity number 1092574.

Trustees

The trustees have the power to appoint new or additional trustees and to remove any trustee provided the number of trustees does not fall below a minimum of three.

The trustees who served during the year and since the year end were as follows:

A J Davisson
M I Davisson
E A Ling (resigned 30 April 2003)
K N Pearson
S Wilsher

Principal Address

Widcombe Manor, Church Street, Bath BA2 6AZ

Independent Examiner

Lloyd K Pietersen Chartered Accountant, Thornton House, Richmond Hill, Clifton, Bristol BS8 1AT

Bankers

Natwest, PO Box 7, 1 Prospect Hill, Douglas, Isle of Man IM99 1AQ

ITHEMBA AIDS FOUNDATION

REPORT OF THE TRUSTEES

PERIOD ENDED 31 DECEMBER 2002

The Trustees present their report and the unaudited financial statements of the charity for the period ended 31 December 2002.

Objectives of the charity

The Objects of the charity are:

- To promote and advance the Christian religion
- The relief of financial hardship of orphans due to HIV/AIDS
- The relief of sickness due to HIV/AIDS
- To advance the sexual education of persons living in communities affected by HIV/AIDS

Investment powers and restrictions

The Declaration of Trust places no restrictions on the investment powers of the trustees.

Review of activities and future developments

In its first year of operations iThemba AIDS Foundation received donations of £25,925 from various individuals.

iThemba made grants totalling £17,218 to two organisations involved in HIV/AIDS projects providing orphan care, home-based care or HIV/AIDS education as well as one individual grant.

iThemba supports local church-based, community-oriented initiatives in developing countries and as these responses develop we anticipate our grant level to increase dramatically over the coming years.

The board of trustees meet about 6 times a year to analyse current projects and consider new applications for funding. Andrew Davisson acts as treasurer for the charity and is responsible for investing the assets. The assets are kept on deposit in Pound Sterling.

Reserves policy

The trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity should be at least 3 months of the resources expended, which equates to about £5,000. At this level the board of trustees feels that it would be able to continue the current activities of the charity in the event of a significant drop in funding. In such an event, it would be necessary to consider how the funding would be replaced or activities changed accordingly. At the balance sheet date the free reserves amounted to £6,303.

Investment Policy

It is envisaged that the assets will remain on short-term deposit until the charity experiences a significant increase in funding.

The trustees

The trustees who served during the year and up to the date of this report are set out on page 1.

ITHEMBA AIDS FOUNDATION

REPORT OF THE TRUSTEES (CONTINUED)

PERIOD ENDED 31 DECEMBER 2002

Responsibilities of the trustees

In accordance with charity law, the Trustees are responsible for preparing statements of accounts for each financial year.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the accounts comply with the statutory regulations relating to Charities. The Trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the
Trustees

M I Davisson

Approved by the trustees on 15 August 2003.

ITHEMBA AIDS FOUNDATION

REPORT OF THE INDEPENDENT EXAMINER

PERIOD ENDED 31 DECEMBER 2002

I report on the accounts of the Charity for the period ended 31 December 2002 which are set out on pages 5 to 6.

Respective Responsibilities of the Trustees and examiner

As set out on page 3, the Trustees are responsible for the preparation of the accounts. They consider that the audit requirement of Section 43(2) of the Charities Act 1993 does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under Section 43(7)b of the Act, whether particular matters have come to my attention.

Basis of Independent Examiner's Report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from the Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently I do not express an audit opinion on the view given by the accounts.

Independent Examiner's Report

In connection with my examination no matter has come to my attention -

1. which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with Section 41 of the Charities Act 1993; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act 1993have not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Lloyd Pietersen

Chartered Accountant
Thornton House
Richmond Hill
Clifton
Bristol BS8 1AT

19 August 2003

ITHEMBA AIDS FOUNDATION

RECEIPTS AND PAYMENTS ACCOUNT

FOR THE PERIOD 13 MAY 2002 TO 31 DECEMBER 2002

| | Unrestricted Funds | |
|--|--------------------|---------------------|
| | 2002 | |
| RECEIPTS | £ | £ |
| Voluntary Sources | | |
| Donations | | 25,925 |
| Income from Assets | | |
| Bank Interest Received | 5 | |
| Bank Charge Refund | 7 | |
| | <hr/> | 12 |
| TOTAL RECEIPTS | | <hr/> <u>25,937</u> |
| PAYMENTS | | |
| Costs of activities in furtherance of charity's objects | | |
| Donations | 17,218 | |
| Education | 289 | |
| | <hr/> | 17,507 |
| Other Expenditure | | |
| Accommodation and Travel | 1,974 | |
| Office Costs | 87 | |
| Bank Charges | 66 | |
| | <hr/> | 2,127 |
| TOTAL PAYMENTS | | <hr/> <u>19,634</u> |
| NET RECEIPTS/(PAYMENTS) | | 6,303 |
| BALANCES BROUGHT FORWARD | | - |
| BALANCES CARRIED FORWARD | | <hr/> <u>6,303</u> |

ITHEMBA AIDS FOUNDATION
STATEMENT OF ASSETS AND LIABILITIES
AS AT 31 DECEMBER 2002

| | 2002 | |
|---|-------|--------------------|
| | £ | £ |
| MONETARY ASSETS | | |
| Cash Balances on Receipts & Payments | | |
| Account Carried Forward | | |
| Current Account | 4,798 | |
| Reserve Account | 1,505 | |
| | <hr/> | 6,303 |
| TOTAL ASSETS | | <hr/> 6,303 |

Signed on behalf of the trustees on 17 August 2003.

A J Davisson

ITHEMBA AIDS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

PERIOD ENDED 31 DECEMBER 2002

1 Accounting policies

- a) The accounts have been prepared on the receipts and payments basis, and in accordance with applicable accounting standards and the Statement of Recommended Practice, Accounting and reporting by Charities, issued in October 2000.

2 Net incoming resources for the year

This is stated after charging:

| | 2002 £ |
|-------------------------------------|--------------|
| Independent Examiner's fee | - |
| Trustees' remuneration | - |
| Reimbursement of trustees' expenses | <u>1,974</u> |

Travel expenses of £1,974 were reimbursed to 3 Trustees.

No salaries or wages have been paid to the trustees during the period.