

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

**Annual Financial Statements
for the year ended 28 February 2018**

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Annual Financial Statements for the year ended 28 February 2018

INDEX

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

General Information	2
Report of the Accounting Officer	3 - 4
Members' Responsibilities and Approval	5
Statement of Financial Position	6
Supplementary information:	
Detailed Income Statement	7
Statement of Changes in Members' Interest	8
Statement of Cash Flows	9
Accounting Policies	10
Notes to the Annual Financial Statements	11 - 13

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Annual Financial Statements for the year ended 28 February 2018

GENERAL INFORMATION

COUNTRY OF INCORPORATION AND DOMICILE	South Africa
NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES	NON PROFIT ORAGNISATION
MANAGEMENT	SUHAIL WADEE IQBAL MOHAMMED REHANA WADEE SALIM LATIB
REGISTERED OFFICE	16 ZINNIA DRIVE MARLBORO GARDENS 2090
BANKERS	STANDARD BANK OF SOUTH AFRICA
ACCOUNTING OFFICER	ANISA A LOONAT 14 BASIL CRESCENT MARLBORO GARDENS 2090



ANISA A LOONAT ACIS
PRACTICE NUMBER 9601507

14 BASIL CRESCENT
MARLBORO GARDENS

P O BOX 824
KELVIN, 2054

anisaaloonat@vodamail.co.za
CELL: 079 495 0431

Report of the Accounting Officer

To the Management of MADRASSAH ASHRAFUL ULOOM - MARLBORO

Part I

I have performed the duties of accounting officer to MADRASSAH ASHRAFUL ULOOM - MARLBORO for the year ended 28 February 2018 as required by the Founding Document of MADRASSAH ASHRAFUL ULOOM - MARLBORO. The Founding Document determines that we should perform the duties of an accounting officer as specified in section 62 of the Close Corporations Act, 1984. The annual financial statements set out on pages 6 to 13 are the responsibility of management. No review or any other form of assurance is required by the Founding Document to be carried out and no review or other assurance was conducted. Accordingly, we do not imply or express an opinion or any other form of assurance on the annual financial statements.

I have determined that the annual financial statements are in agreement with the accounting records, summarised in the manner required by section 58(2)(d) of the Close Corporations Act, 1984, and have done so by adopting such procedures and conducting such enquiries in relation to the accounting records as I considered necessary in the circumstances and as agreed to with the client. I have also reviewed the accounting policies, which have been presented to myself as having been applied in the preparation of the annual financial statements, and I consider that they are appropriate to the business.

Part II

Scope

In addition to the duties of accounting officer as required by Section 62 of the Act and dealt with in Part I of this report, I have performed the procedures agreed with you and described below. The procedures were undertaken in accordance with the International Standards on Related Services applicable to agreed-upon procedures regarding financial information (ISRS 4400). The responsibility for determining the adequacy or otherwise of the procedures agreed to be performed is that of the directors of the company. The procedures were performed solely to assist you in (state purpose) and should be used by you only for this purpose. The procedures are summarised as follows:

1. We obtained and checked the trial balance as at (date) prepared by Madrassah Ashraful Uloom Marlboro, and we compared the line items and totals to the financial statements.
2. Compare the closing and opening balances of prior and current financial years;
3. Obtain the bank reconciliations and compare the balance with the amount reflected on the trial balance;
4. Obtain a schedule of receivables and determine whether the total agrees with the trial balance;
5. Obtain a schedule of the property, plant and equipment indicating the cost and accumulated depreciation and determine whether it agrees with the trial balance;
6. Obtain a schedule of trade payables and determine whether the total agrees with the trial balance.

Findings

I report my findings below:

- a. With respect to item 1 we found the addition to be correct and the line items and the total amounts to be in agreement.
- b. With respect to item 2 we found the balances to be in agreement

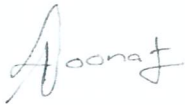
- c. With respect to item 3 we found the amounts to be in agreement
- d. With respect to item 4,5 and 6 we found the amounts to be in agreement

Because the above procedures do not constitute an assurance made in accordance with International Standards on Auditing or the International Standards on Review Engagements I do not express any assurance on the financial statements.

Had additional procedures been performed or had a review or other form of assurance been performed of the financial statements in accordance with relevant international standards, other matters might have come to our attention that would have been reported to you.

Part II of this report is solely for the purpose set out in the first paragraph thereof and for your information, and is not to be used for any other purpose, nor to be distributed to any other parties. This report relates only to the accounts and items specified above, and does not extend to the financial statements taken as a whole.

ANISA A LOONAT



Per:

Accounting Officer

7 September 2018

**14 BASIL CRESCENT
MARLBORO GARDENS
2090**

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Annual Financial Statements for the year ended 28 February 2018

Management's Responsibilities and Approval

Management is required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements satisfy the financial reporting standards as to form and content in the presentation of the statement of financial position, results of operations and business of the organisation, and explain the transactions and financial position of the business of the organisation at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the organisation and supported by reasonable and prudent judgements and estimates.

Management acknowledges that they are ultimately responsible for the system of internal financial control established by the organisation and place considerable importance on maintaining a strong control environment. To enable management to meet these responsibilities, the management committee sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the organisation and all employees are required to maintain the highest ethical standards in ensuring the organisations business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the organisation is on identifying, assessing, managing and monitoring all known forms of risk across the organisation. While operating risk cannot be fully eliminated, the organisation endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

Management is of the opinion, based on the information and explanations given by management that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss. The going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources management has no reason to believe that the organisation will not be a going concern in the foreseeable future. The financial statements support the viability of the organisation.

The accounting officer is responsible for reporting on the company's annual financial statements. The accounting officer report is presented on page 3 to 4.

The annual financial statements as set out on pages 6 to 13 were approved by the management committee on 7 September 2018 and were signed on its behalf by:



SUHAIL WADEE



IQBAL MOHAMMED



REHANA WADEE



SALIM LATIB

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Financial Statements for the year ended 28 February 2018

Statement of Financial Position

Figures in R	Note(s)	2018	2017
Assets			
Non-Current Assets			
Property, plant and equipment	3	2,228,958	2,125,788
Other investment		136,776	128,152
		2,365,734	2,253,940
Current Assets			
Loans receivable	4	127,902	187,902
Trade and other receivables		-	4,980
Cash and cash equivalents		2,409,170	1,695,162
		2,537,072	1,888,044
Total Assets		4,902,806	4,141,984
Reserves and Liabilities			
Reserves			
Accumulated surplus		4,899,602	4,139,275
Current Liabilities			
Trade and other payables		3,204	2,709
Total Reserves and Liabilities		4,902,806	4,141,984

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Financial Statements for the year ended 28 February 2018

Detailed Income Statement

Figures in R	2018	2017
Gross Revenue		
Donations Received	4,531,098	4,450,374
	<u>4,531,098</u>	<u>4,450,374</u>
Other Income		
Dividends received	-	40
Investment income	26,700	45,275
	<u>26,700</u>	<u>45,315</u>
	<u>4,557,798</u>	<u>4,495,689</u>
Expenditure		
Bank charges	30,671	28,210
Computer expenses	4,424	4,180
Depreciation - Tangible assets	109,340	61,746
Donations	1,479,714	1,189,020
Electricity and water	200,815	204,397
Legal expense	-	7,000
Motor vehicle expense	126,111	176,249
Printing and stationery	46,278	15,619
Rent Paid	76,500	76,500
Repairs and maintenance	119,350	218,173
Salaries	1,549,801	1,262,604
Security	43,294	10,611
Telephone and fax	11,173	17,642
	<u>3,797,471</u>	<u>3,271,951</u>
Surplus for the year	<u>760,327</u>	<u>1,223,738</u>

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Financial Statements for the year ended 28 February 2018

Statement of Changes in Reserves

Figures in R	Accumulated surplus	Total
Balance at 1 March 2016	2,915,537	2,915,537
Total comprehensive income for the year		
Surplus for the year	1,223,738	1,223,738
Total comprehensive income for the year	<u>1,223,738</u>	<u>1,223,738</u>
Balance at 28 February 2017	<u>4,139,275</u>	<u>4,139,275</u>
Balance at 1 March 2017	4,139,275	4,139,275
Total comprehensive income for the year		
Surplus for the year	760,327	760,327
Total comprehensive income for the year	<u>760,327</u>	<u>760,327</u>
Balance at 28 February 2018	<u>4,899,602</u>	<u>4,899,602</u>

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Financial Statements for the year ended 28 February 2018

Statement of Cash Flows

Figures in R	2018	2017
Cash flows from operating activities		
Surplus for the year	760,327	1,223,738
<i>Adjustments for:</i>		
Depreciation of Tangible assets	109,340	61,746
Investment income	(26,700)	(45,315)
Operating cash flow before working capital changes	842,967	1,240,169
<i>Working capital changes</i>		
Decrease/(increase) in trade and other receivables	4,980	(280)
Increase in short-term loans	60,000	60,000
Increase/(decrease) in trade and other payables	495	(610)
Cash generated by operating activities	908,442	1,299,279
Interest received	26,700	45,275
Dividends received	-	40
Net cash from operating activities	935,142	1,344,594
Cash flows from investing activities		
Property, plant and equipment acquired	(212,510)	(356,827)
Proceeds on disposals of property, plant and equipment	-	-
Other investments	(8,624)	(39)
Net cash generated by investing activities	(221,134)	(356,866)
Cash flows from financing activities		
Loans raised	-	(300,000)
Net cash utilised in financing activities	-	(300,000)
Increase in cash and cash equivalents	714,008	687,728
Cash and cash equivalents at beginning of the year	1,695,162	1,007,434
Cash and cash equivalents at end of the year	2,409,170	1,695,162

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Financial Statements for the year ended 28 February 2018

Accounting Policies

1. General information

MADRASSAH ASHRAFUL ULOOM - MARLBORO is a non-profit organisation.

2. Summary of significant accounting policies

These annual financial statements have been prepared in accordance with the accounting policies as set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

These financial statements have been prepared under the historical cost convention and are presented in South African Rands.

2.1 Revenue recognition

Revenue comprises donations received

2.2 Property, plant and equipment

Items of property plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

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

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following rates are used for the depreciation of property, plant and equipment:

Motor vehicles	16.67%
Computer Equipment	33.33%
Furniture & Fittings	16.67%

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Financial Statements for the year ended 28 February 2018

Notes to the Annual Financial Statements

Figures in R

2018

2017

3. Property, plant and equipment

	Cost	Accumulated depreciation	2018 Carrying value	Cost	Accumulated depreciation	2017 Carrying value
<i>Owned assets</i>						
Land and buildings	1,739,000	-	1,739,000	1,739,000	-	1,739,000
Motor vehicles	735,991	314,502	421,489	576,000	222,608	353,392
Furniture and fittings	105,162	50,998	54,164	70,642	37,366	33,276
IT equipment	52,224	37,919	14,305	34,224	34,104	120
	2,632,377	403,419	2,228,958	2,419,866	294,078	2,125,788

The carrying amounts of property, plant and equipment can be reconciled as follows:

	Carrying value at beginning of year	Additions	Disposals	Depreciation	2018 Carrying value at end of year
<i>Owned assets</i>					
Land and buildings	1,739,000	-	-	-	1,739,000
Motor vehicles	353,392	159,991	-	(91,894)	421,489
Furniture and fittings	33,276	34,519	-	(13,631)	54,164
IT equipment	120	18,000	-	(3,815)	14,305
	2,125,788	212,510	-	(109,340)	2,228,958

	Carrying value at beginning of year	Additions	Disposals	Depreciation	2017 Carrying value at end of year
<i>Owned assets</i>					
Land and buildings	1,739,000	-	-	-	1,739,000
Motor vehicles	55,549	350,000	-	(52,157)	353,392
Furniture and fittings	33,809	6,827	-	(7,360)	33,276
IT equipment	2,349	-	-	(2,229)	120
	1,830,707	356,827	-	(61,746)	2,125,788

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Financial Statements for the year ended 28 February 2018

Notes to the Annual Financial Statements

Figures in R	2018	2017
Land and buildings		
ERF 730, MARLBORO GARDENS		
Property owned by R Wadee. It was agreed all past building additions and any further improvements to the property will be paid by the owner. Building cost has been transferred to Loans receivable.		
ERF 729, MARLBORO GARDENS		
-Acquired for	1,600,000	1,600,000
ERF 728, MARLBORO GARDENS		
-Acquired for	70,000	70,000
ERF 727, MARLBORO GARDENS		
-Acquired for	69,000	69,000
4. Loans receivable		
Short term loans receivable R Wadee	127,902	187,902

5. Income tax expense

No provision has been made for 2018 taxation due to the entity being tax exempt and a Public Benefit Organisation.

6. Going Concern

The members believe that the organisation will be a going concern in the year ahead. For this reason we continue to adopt the going concern basis in preparing the annual financial statements.

MADRASSAH ASHRAFUL ULOOM - MARLBORO

(Registration Number NPO047-301)

Financial Statements for the year ended 28 February 2018

Notes to the Annual Financial Statements

Figures in R	2018	2017
7. Donations		
Clothing	30,044	7,757
Donations Expense	1,008,452	870,807
Furniture	3,749	-
Gifts and Donations	656	662
Groceries	170,926	135,794
Medical	555	901
School Fees	216,400	121,280
Text Books	35,782	51,819
Tuition	13,150	-
	1,479,714	1,189,020

8. Approval of annual financial statements

These financial statements were approved by the members and authorised for issue on 7 September 2018.