

**People Living with Cancer and Cancer Buddies incorporated  
Consolidated Financial Statements  
for the year ended 28 February 2015**

# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Index

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The reports and statements set out below comprise the consolidated financial statements presented to the shareholders

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# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Directors' Responsibilities and Approval

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The directors are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the consolidated financial statements and related financial information included in this report. It is their responsibility to ensure that the consolidated financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities.

The consolidated financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

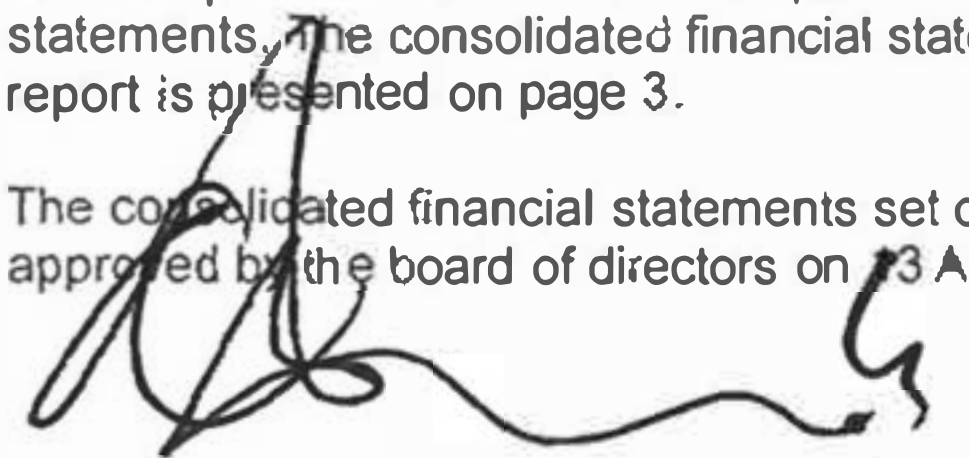
The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board of directors sets standards 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 company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are 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 consolidated financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

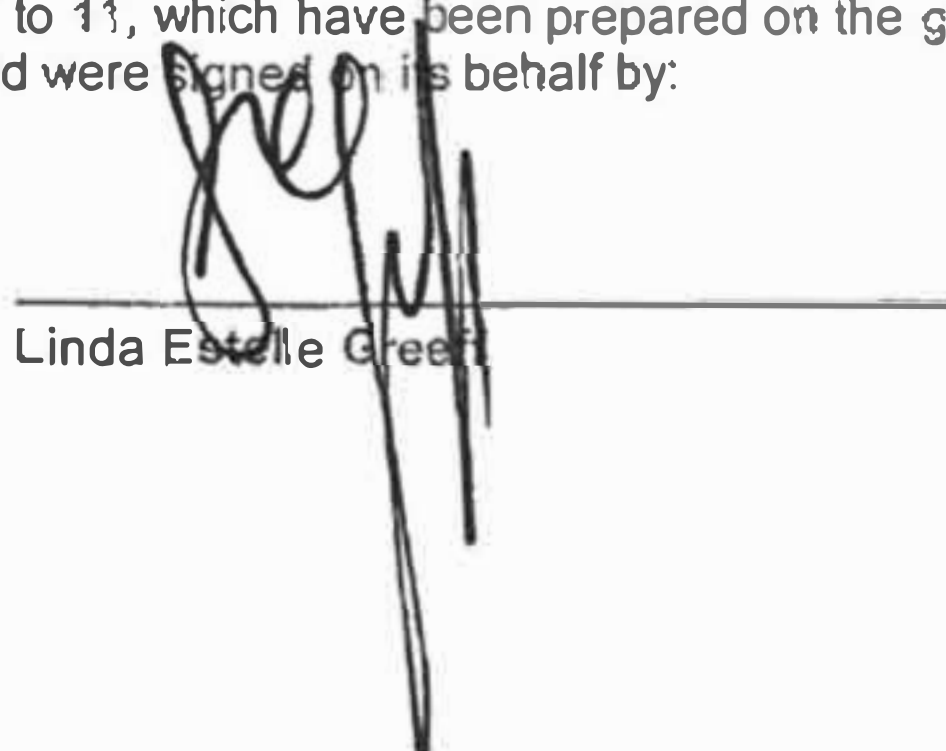
The directors have reviewed the company's cash flow forecast for the year to 29 February 2016 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The independent reviewers are responsible for independently reviewing and reporting on the company's consolidated financial statements. The consolidated financial statements have been examined by the company's independent reviewers and their report is presented on page 3.

The consolidated financial statements set out on pages 4 to 11, which have been prepared on the going concern basis, were approved by the board of directors on 13 August 2015 and were signed on its behalf by:



Carl Phillip Liebenberg



Linda Estelle Green

13 August 2015



professional accountants

schoeman geryts

## INDEPENDENT REVIEWERS' REPORT

To the shareholders of People Living With Cancer Incorporated and Cancer Buddies Incorporated

We have reviewed the financial statements of People Living with Cancer and Cancer Buddies Incorporated, set out on pages 5 to 10, that comprise the statement of financial position as at 28 February 2015, and the statement of income and retained earnings and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

### Directors' Responsibility for the Financial Statements

The company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Independent Reviewers' Responsibility

Our responsibility is to express a conclusion on the financial statements based on our review. We conducted our review in accordance with International Standards on Review Engagements (ISRE) 2400, Engagements to Review Financial Statements. ISRE 2400 requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 consists primarily of making inquiries of management and others within the entity involved in financial and accounting matters, applying analytical procedures, and evaluating the sufficiency and appropriateness of evidence obtained. A review also requires performance of additional procedures when the practitioner becomes aware of matters that cause the practitioner to believe the financial statements as a whole may be materially misstated.

The procedures performed in a review engagement are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects the financial position of Cancer Buddies Incorporated as at 28 February 2015 and its financial performance and cash flows for the year then ended, in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

### Other reports required by the Companies Act

As part of our review of the financial statements for the year ended 28 February 2015, we have read the Directors' Report for the purpose of identifying whether there are material inconsistencies between these reports and the reviewed financial statements. This report is the responsibility of the respective preparer. Based on reading this report we have not identified material inconsistencies between this report and the reviewed financial statements. However, we have not reviewed this report and accordingly do not express a conclusion on this report.

HGG Prof Accountants

HGG Professional Accountants  
13 August 2015

Schoeman Geryts (Edms) Bpk. / (Pty) Ltd • Reg no: 2009/0231A2 07  
Direkteur / Directors: Hendrik Geryts, Johan Schoeman

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# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Directors' Report

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The directors have pleasure in submitting their report on the consolidated financial statements of People Living with Cancer and Cancer Buddies Incorporated for the year ended 28 February 2015.

### 1. Nature of business

People Living with Cancer and Cancer Buddies Incorporated was incorporated in South Africa with interests in the Non-profit industry. The company operates in South Africa.

There have been no material changes to the nature of the company's business from the prior year.

### 2. Review of financial results and activities

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these consolidated financial statements.

### 3. Directors

The directors in office at the date of this report are as follows:

#### Directors

Linda Estelle Greeff  
Carl Phillip Liebenberg  
Beatrice Ann Steyn  
Jennifer Barbara Heunis  
Petra Fordelmann

There have been no changes to the directorate for the period under review.

### 4. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

### 5. Review

The financial statements are subject to an independent review and have been reviewed by HGG Professional Accountants

# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Statement of Financial Position as at 28 February 2015

Figures in Rand	Note(s)	2015	2014
<b>Assets</b>			
Non-Current Assets			
Property, plant and equipment	2	13,191	7,373
Current Assets			
Loans to directors, managers and employees	3	21,000	-
Trade and other receivables	4	169,711	76,007
Cash and cash equivalents	5	2,994,468	2,034,528
		<b>3,185,179</b>	<b>2,110,535</b>
<b>Total Assets</b>		<b>3,198,370</b>	<b>2,117,908</b>
<b>Equity and Liabilities</b>			
Equity			
Retained income		3,181,895	2,090,696
Liabilities			
Current Liabilities			
Trade and other payables	6	16,475	27,212
<b>Total Equity and Liabilities</b>		<b>3,198,370</b>	<b>2,117,908</b>

# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Statement of Comprehensive Income

Figures in Rand	Note(s)	2015	2014
Other income		5,006,207	3,962,673
Operating expenses		(3,993,925)	(3,297,460)
<b>Operating profit</b>		<b>1,012,282</b>	<b>665,213</b>
Investment revenue	7	78,917	34,963
Finance costs	8	-	(5)
<b>Profit for the year</b>		<b>1,091,199</b>	<b>700,171</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>1,091,199</b>	<b>700,171</b>



# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Statement of Cash Flows

Figures in Rand	Note(s)	2015	2014
<b>Cash flows from operating activities</b>			
Cash receipts from customers		5,006,207	3,962,673
Cash paid to suppliers and employees		(4,089,184)	(3,366,943)
Cash generated from operations	10	917,023	595,730
Interest income		78,917	34,963
Finance costs		-	(5)
<b>Net cash from operating activities</b>		<b>995,940</b>	<b>630,688</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(15,000)	-
<b>Cash flows from financing activities</b>			
Movement in loans to directors, managers and employees		(21,000)	-
<b>Total cash movement for the year</b>		<b>959,940</b>	<b>630,688</b>
Cash at the beginning of the year		2,034,528	1,403,839
<b>Total cash at end of the year</b>	5	<b>2,994,468</b>	<b>2,034,527</b>



# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Accounting Policies

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### 1. Presentation of Consolidated Financial Statements

The consolidated financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The consolidated financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

#### 1.1 Property, plant and equipment

Property, plant 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.

Property, plant and equipment is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost includes all costs incurred to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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

Item	Average useful life
Office equipment	3 years
IT equipment	3 years

The residual value, depreciation method and useful life of each asset are reviewed at each annual reporting period if there are indicators present that there has been a significant change from the previous estimate.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss in the period.

#### 1.2 Financial instruments

##### Financial Instruments at amortised cost

Debt instruments, as defined in the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At the end of each reporting 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

#### 1.3 Tax

##### Tax expenses

The entity has been approved as a public benefit organisation in terms of section 30 of the Income Tax Act and the receipts and accruals exempt from taxation in terms of s10(1)(cN) of the Act.

#### 1.4 Revenue

Revenue is measured at the fair value of the consideration received or receivable.

Interest is recognised, in profit or loss, using the effective interest rate method.

# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Notes to the Consolidated Financial Statements

Figures in Rand

2015 2014

### 2. Property, plant and equipment

	2015			2014		
	Cost / Valuation	Accumulated depreciation and impairments	Carrying value	Cost / Valuation	Accumulated depreciation and impairments	Carrying value
Office equipment	15,000	(2,916)	12,084	-	-	-
IT equipment	1,107	-	1,107	18,800	(11,427)	7,373
<b>Total</b>	<b>16,107</b>	<b>(2,916)</b>	<b>13,191</b>	<b>18,800</b>	<b>(11,427)</b>	<b>7,373</b>

#### Reconciliation of property, plant and equipment - 2015

	Opening balance	Additions	Depreciation	Total
Office equipment	-	15,000	(2,916)	12,084
IT equipment	7,373	-	(6,266)	1,107
	<b>7,373</b>	<b>15,000</b>	<b>(9,182)</b>	<b>13,191</b>

#### Reconciliation of property, plant and equipment - 2014

	Opening balance	Depreciation	Total
IT equipment	13,639	(6,266)	7,373

### 3. Loans to directors, managers and employees

#### Loans to directors, managers and employees

Advances	33,000	-
Repayments	(12,000)	-
	<b>21,000</b>	<b>-</b>

### 4. Trade and other receivables

VAT	169,711	76,007
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### 5. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	1,420	-
Bank balances	772,935	852,937
Short-term deposits	2,220,113	1,181,591
	<b>2,994,468</b>	<b>2,034,528</b>

### 6. Trade and other payables

Trade payables	989	-
Provision for PAYE, UIF and SDL	15,486	27,212
	<b>16,475</b>	<b>27,212</b>

# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Notes to the Consolidated Financial Statements

Figures in Rand	2015	2014
<b>7. Investment revenue</b>		
Interest revenue		
Bank	78,917	34,963
<b>8. Finance costs</b>		
Bank	-	5
<b>9. Taxation</b>		
No provision has been made for 2015 tax as the company has no taxable income. The company has been approved as a public benefit organisation and is exempt from tax on receipts and accruals in accordance with Section 10(1)(cN) of the Income Tax Act.		
<b>10. Cash generated from operations</b>		
Profit before taxation	1,091,199	700,171
<b>Adjustments for:</b>		
Depreciation and amortisation	9,182	6,266
Interest received - investment	(78,917)	(34,963)
Finance costs	-	5
<b>Changes in working capital:</b>		
Trade and other receivables	(93,704)	(76,007)
Trade and other payables	(10,737)	258
	<b>917,023</b>	<b>595,730</b>

# People Living with Cancer and Cancer Buddies Incorporated

Consolidated Financial Statements for the year ended 28 February 2015

## Detailed Income Statement

Figures in Rand	Note(s)	2015	2014
<b>Other income</b>			
Donations received		4,385,291	3,276,062
Event income		595,373	573,962
Other income		25,543	112,649
Interest received	7	78,917	34,963
		<b>5,085,124</b>	<b>3,997,636</b>
<b>Operating expenses</b>			
Accounting fees		(232,002)	(6,500)
Advertising		(209,064)	(1,260,581)
Auditors remuneration		(14,460)	(18,214)
Bank charges		(38,677)	(20,102)
Commission paid		(1,450)	-
Computer expenses		(15,086)	(23,281)
Consulting fees		(294,636)	-
Depreciation		(9,182)	(6,266)
Donations		(32,737)	(20,000)
Employee costs		(824,728)	(572,007)
Entertainment		(7,996)	(25,860)
Event management		(769,000)	-
Event marketing and fundraising cost		(885,840)	(802,255)
Event merchandise		(52,896)	-
IT expenses		(43,553)	(27,620)
Insurance		(4,595)	(11,669)
Lease rentals on operating lease		(57,514)	(40,117)
Legal expenses		(93)	-
Levies		(4,890)	-
Motor vehicle expenses		(129,852)	(90,207)
Municipal expenses		(1,042)	-
Office expenses		(10,036)	(19,892)
Penalties and interest		(1,470)	(1,563)
Postage		(1,937)	(1,512)
Printing and stationery		(15,887)	(5,766)
Staff welfare		(3,745)	(29,035)
Subscriptions		-	(10,633)
Telephone and fax		(26,554)	(61,527)
Training		(174,251)	(2,000)
Travel - local		(130,752)	(240,853)
		<b>(3,993,925)</b>	<b>(3,297,460)</b>
<b>Operating profit</b>		<b>1,091,199</b>	<b>700,176</b>
Finance costs	8	-	(5)
<b>Profit for the year</b>		<b>1,091,199</b>	<b>700,171</b>