

**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**(Registration number IT1352/2008)**  
**ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 28 February 2010**

**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 28 February 2010**

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

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**Approval**

The annual financial statements which appear on pages 3 to 9 were approved by the trustees on 27 September 2010 and signed on their behalf by:

  
\_\_\_\_\_  
Trustee

  
\_\_\_\_\_  
Trustee

## REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF KWAZULU-NATAL EYE CARE COALITION TRUST

### Report on the annual financial statements

We have audited the annual financial statements of KWAZULU-NATAL EYE CARE COALITION TRUST, which comprise the balance sheet as at 28 February 2010, the income statement and statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory notes, set out on pages 3 - 9.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the annual financial statements in accordance with International Financial Reporting Standards for Small and Medium-sized Entities. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the 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 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the 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 controls. 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 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 financial statements fairly present, in all material respects, the financial position of the trust at 28 February 2010 and the results of its operations for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-sized Entities.



**CPG Chartered Accountants Incorporated**  
**Chartered Accountants (S.A.)**  
**Registered Auditors**

**Durban**  
**27 September 2010**

**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**REPORT OF THE TRUSTEES**  
**for the year ended 28 February 2010**

The trustees present their report for the year ended 28 February 2010. This report forms part of the audited financial statements.

**1. Object of trust and nature of business**

There were no changes in the nature of the trust's business during the year under review.

The object of the trust is to create a fund, the assets and income of which are to be devoted wholly to the development and construction of a VISION 2020 Eye care unit at the MAHTMA Ghandi Memorial Hospital for treatment and prevention of cataract and other eye-related diseases and disorders, to conduct or promote eye care training programmes and activities ancillary thereto for the benefit of the beneficiaries.

No profits or gains of the trust may be distributed to any person, but shall be retained and applied to the promotion or furtherance of its object.

The activities of the trust shall be wholly or mainly confined to the Province of KwaZulu-Natal in the Republic of South Africa and shall be wholly or mainly directed to the attainment of its objects and its funds shall be applied within the said area.

On winding-up, the capital and retained income of the trust must be distributed to an institution with similar objects.

**2. Statements 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 external auditors are responsible for independently auditing and reporting on the fair presentation of financial statements in conformity with International Standards on Auditing. The financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities.

The trustees are also responsible for the trust's system of internal financial control. These are designed 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 in operation for the foreseeable future.

**3. Financial results and distributions**

The results of the trust and the state of its affairs are set out in the attached financial statements and do not, in our opinion, require further comments.

**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**REPORT OF THE TRUSTEES**  
**for the year ended 28 February 2010**

**4. Property, plant and equipment**

There were additions to property, plant and equipment at a cost of R269 274 during the period under review.

**5. Events subsequent to year end**

There have been no facts or circumstances of a material nature that have occurred between the accounting date and the date of this report.

**6. Trustees**

The trustees of the trust during the accounting period and up to the date of this report were as follows:

Deon Minnies  
Kevisan Naidoo  
Letty Mabena  
Afzal Khan  
Sivanandan Munusamy Naidoo  
Kovin Shunmugan Naidoo  
Selvan Gounden  
Linda Visser

**7. Auditors**

CPG Chartered Accountants Incorporated will continue in office in the ensuing year.

**8. Beneficiaries**

The beneficiaries of the trust during the accounting period and up to the date of this report was as follows:

The eyecare unit attached to the MAHATMA GANDHI MEMORIAL HOSPITAL; Any other eye care unit and any person or persons in the Province of Kwazulu-Natal, Republic of South Africa who may benefit under this Trust Deed; A medical or other professional practitioner or similarly trained practitioner or person involved in eye care activities generally; A person or persons with a disease and/or affliction of the eye which has, will or could result in visual impairment and/or blindness and who would benefit from eye care training programmes and activities ancillary thereto to be carried out by the Trust; and Any other person or activities as may be determined by the majority of Trustees as qualifying to receive the benefits bestowed under this Trust.

**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**BALANCE SHEET**  
**28 February 2010**

	Note	2010 R	2009 R
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2	253,197	9,166
<b>Current assets</b>			
Trade and other receivables	3	111,752	65,876
Cash and cash equivalents		65,954	-
		45,798	65,876
<b>Total assets</b>		<u>364,949</u>	<u>75,042</u>
<b>Capital and liabilities</b>			
<b>Capital and reserves</b>			
Accumulated surplus/(deficit)		284,059	(29,093)
<b>Current liabilities</b>			
Loans payable	4	80,890	104,135
Trade and other payables	5	28,887	83,535
		52,003	20,600
<b>Total capital and liabilities</b>		<u>364,949</u>	<u>75,042</u>

**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**INCOME STATEMENT**  
**for the year ended 28 February 2010**

	Note	2010 R	2009 R
<b>Gross revenue</b>			
Grant income		696,154	65,894
<b>Income</b>			
Donations		<u>177,405</u>	<u>-</u>
<b>Total income</b>		873,559	65,894
<b>Expenditure</b>		560,407	94,987
Audit fees		7,500	5,000
Bank charges		3,315	17
Computer expenses		-	314
Consulting fees		111,376	-
Consumables		179,507	-
Depreciation		25,243	833
Entertainment		925	1,063
Internet expenses		-	8
Lease rentals		18,868	22,500
Motor vehicle expenses		300	100
Postage		527	423
Salaries		185,441	60,600
Staff welfare		1,347	2,136
Subscriptions		650	663
Telephone and fax		10,284	1,040
Travel		15,124	290
Surplus/(deficit)		<u><u>313,152</u></u>	<u><u>(29,093)</u></u>

**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**STATEMENT OF CHANGES IN EQUITY**  
**for the year ended 28 February 2010**

	<b>Accumulated surplus R</b>
Balance at 01 March 2008	-
Net deficit for the year	<u>(29,093)</u>
Balance at 01 March 2009	(29,093)
Net surplus for the year	<u>313,152</u>
Balance at 28 February 2010	<u><u>284,059</u></u>



**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 28 February 2010**

**1 Basis-of preparation**

The financial statements are prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities.

The preparation of the annual financial statements in conformity with International Financial Reporting Standards for Small and Medium-sized Entities, requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period based on management's best knowledge of current events and actions. Actual results may ultimately differ from these estimates. During the current year, there are no areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

**1.1 Property, plant and equipment**

All property, plant and equipment is stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset as appropriate, only when it is probable that future economic benefits associated with the item will flow to the trust and the cost can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they incurred.

Depreciation on other assets is calculated using the straight-line method to allocate their cost to their residual values over their estimated lives as follows:

- Furniture and fittings	17 %
- Medical equipment	17 %
- Computer equipment	33 %

**1.2 Financial instruments**

**Measurement**

Financial instruments are initially measured at cost, which includes transaction costs. Subsequent to recognition, these instruments are measured as set out below:

**Trade payables**

Trade payables are carried at the fair value of the consideration to be paid in future for goods or services that have been received or supplied and invoiced or formally agreed with the supplier.

**KWAZULU-NATAL EYE CARE COALITION TRUST**  
**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**  
for the year ended 28 February 2010

**2. Property, plant and equipment**

	Cost R	2010 Accumulated depreciation R	Carrying value R	Cost R	2009 Accumulated depreciation R	Carrying value R
<i>Owned assets</i>						
Furniture and fittings	17,999	1,611	16,388	-	-	-
Medical Equipment	251,275	22,199	229,076	-	-	-
Computer equipment	9,999	2,266	7,733	9,999	833	9,166
	<u>279,273</u>	<u>26,076</u>	<u>253,197</u>	<u>9,999</u>	<u>833</u>	<u>9,166</u>

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

2010	Carrying value at beginning of year R	Additions R	Depreciation R	Carrying value at end of year R
<i>Owned assets</i>				
Furniture and fittings	-	17,999	(1,611)	16,388
Medical Equipment	-	251,275	(22,199)	229,076
Computer equipment	9,166	-	(1,433)	7,733
	<u>9,166</u>	<u>269,274</u>	<u>(25,243)</u>	<u>253,197</u>
		<b>2010</b>		<b>2009</b>
		<b>R</b>		<b>R</b>

**3. Trade and other receivables**

Other receivables - VAT	<u>65,954</u>	<u>-</u>
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**4. Loans payable**

International Centre for Eyecare Education (Africa) Trust	<u>28,887</u>	<u>83,535</u>
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The above loan is unsecured, interest free and has no fixed date of repayment.

**5. Trade and other payables**

Trade payables	40,174	-
Accruals	<u>11,829</u>	<u>20,600</u>
	<u>52,003</u>	<u>20,600</u>

**6. Taxation**

No provision has been made for taxation as the trust has been approved as a public benefit organisation in terms of Section 30 of the Income Tax Act and the receipts and accruals are exempted from normal income tax in terms of Section 10 (1)(cN) of the Income Tax Act.