

**JUDEA HARVEST NPC
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED
28 FEBRUARY 2019**

DANNHAUSER INCORPORATED

**GEOKTROOIEERDE REKENMEESTERS EN OUDITEURE (SA)
CHARTERED ACCOUNTANTS AND AUDITORS (SA)**

JUDEA HARVEST NPC
FINANCIAL STATEMENTS FOR THE YEAR ENDED
28 FEBRUARY 2019

Index

Report of the independent compiler	4
Statement of financial position	5
Statement of comprehensive income	6
Statement of changes in equity	6
Cash flow statement	7
Accounting policies	8-9
Notes to the financial statements	10-11

The financial statements which appear on pages 5 to 11 were approved and signed by the directors as follows:



Director

10/7/2019

Date



Director

10/7/2019

Date

JUDEA HARVEST NPC
FINANCIAL STATEMENTS FOR THE YEAR ENDED
28 FEBRUARY 2019

General Information

Country of incorporation and domicile	:	South Africa
Main business activities of the company	:	Community development for poor and needy persons and antipoverty initiatives, focusing on children and youth
Directors and officers	:	Mr JG Henning Mr AP Pretorius Mr D Reynecke Mr E Geldenhuys Mr L Blom Mr JH De Klerk
Registered address	:	Pure Joy Lodge 527 Maroela Avenue Kameeldrift East Pretoria
Registered office	:	PO Box 80 Ferndale Randburg 2160
Bankers	:	ABSA Bank Randburg
Auditors	:	Dannhauser Incorporated Chartered Accountants (SA) Registered Auditors

Report of the independent compiler

To the members of JUDEA HARVEST NPC

We have reviewed the accompanying financial statements for the abovementioned Company that comprise the statement of financial position as at year end 28 February 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these annual financial statements in accordance with International Financial Reporting Standard for Small and Medium- sized Entities. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

This annual financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these annual financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.



DANNHAUSER INCORPORATED
Registered Accountants and Auditors
Chartered Accountants (SA)
Randburg

10/7/2019
DATE

PO Box 80 Ferndale 2160 416 West Avenue Ferndale Randburg
Reg no 2002/015793/21
Director: J A Dannhauser BCom Hons CA (SA)

JUDEA HARVEST NPC
FINANCIAL STATEMENTS FOR THE YEAR ENDED
28 FEBRUARY 2019

Balance sheet

Figures in Rand	Note(s)	2019	2018
Assets			
Non current assets		4 428 951	4 610 295
Property, plant and equipment	2	3 434 760	3 684 856
Loans Receivable	9	849 191	780 439
Investment in subsidiaries	3	145 000	145 000
Current assets		686 387	3 205 221
Cash and bank	7	567 774	2 137 012
Stock on hand	5	-	305 471
Trade and other receivables	8	118 613	762 738
Total assets		5 115 337	7 815 516
Reserves and Liabilities			
Reserves		4 707 254	3 954 624
Accumulated surplus		4 707 254	3 954 624
Non-Current liabilities		259 930	393 738
Interest bearing borrowings	4	259 930	50 796
Loans Payable	9	-	342 942
Current liabilities		148 153	3 467 154
Trade and other payables	10	3 492	3 287 910
Short-term portion of long-term borrowings	4	144 660	179 244
Total reserves and liabilities		5 115 337	7 815 516

JUDEA HARVEST NPC
FINANCIAL STATEMENTS FOR THE YEAR ENDED
28 FEBRUARY 2019

Income statement: Judea Harvest

Figures in Rand	Note(s)	2019	2018
Income			
Donations received		13 996 419	11 539 310
Fixed Income		354 170	675 346
Investment income		5 136	4 959
Sundry income		131 021	-
Gross income		14 486 746	12 219 615
Expenditure			
		(13 734 115)	(12 198 242)
Accounting and auditing fees		30 125	17 260
Advertising and promotion		6 047	142 544
Bank charges		184 244	104 173
Cleaning		25 551	34 399
Commission		239 400	82 980
Computer expenses		100 782	43 103
Consulting fees		311 714	425 063
Courier and postage		4 178	5 058
Discount allowed		-	115
Depreciation		250 095	-
Donations		500	-
Entertainment		226 259	3 856
Fundraising and implementation cost		654 228	263 882
Insurance		203 101	178 443
Interest paid		2 515	39
Legal fees		13 000	-
Ministry support		95 200	91 647
Motor vehicle expenses		257 963	252 425
Printing and stationery		220 911	64 154
Rent, water and electricity		230 782	218 408
Repairs and maintenance		794 182	299 036
Salaries and wages		3 559 268	3 389 199
Security expenses		10 399	-
Staff expenses		12 530	-
Storage and transport costs		81 000	-
Subscriptions		2 400	-
Telephone and postage		209 785	169 489
Tent expenses		1 336 494	1 869 353
Training and conferences		43 207	204 857
Travel, accommodation and entertainment		429 899	513 350
Upliftment projects		4 198 358	3 825 409
Net surplus for the year		752 630	21 373

Statement of Changes in Equity

Figures in Rand	Accumulated Surplus	Total
Balance at 28/02/17	3 933 251	3 933 251
<i>Surplus for the year</i>	21 373	21 373
Balance at 28/02/18	3 954 624	3 954 624
<i>Surplus/(Deficit) for the year</i>	752 630	752 630
Balance at 28/02/19	4 707 254	4 707 254

JUDEA HARVEST NPC
FINANCIAL STATEMENTS FOR THE YEAR ENDED
28 FEBRUARY 2019

Cash Flow Statement

Figures in Rand	Note(s)	2019	2018
Cash flow from operating activities			
Net surplus for the year		752 630	21 373
Adjusted for:			
Interest paid		2 515	39
Interest received		(5 136)	(4 959)
Cash surplus before working capital changes		<u>750 009</u>	<u>16 453</u>
Movements in working capital		(2 334 821)	(168 236)
(Increase)/decrease in accounts receivable		644 126	(762 738)
(Increase)/decrease in stock		305 471	(171 905)
Increase/(decrease) in accounts payable		(3 284 418)	766 407
Cash inflow from operations		<u>(1 584 812)</u>	<u>(151 783)</u>
Investment income		5 136	4 959
Interest paid		(2 515)	(39)
Cash generated from operating activities		<u>(1 582 191)</u>	<u>(146 863)</u>
Cash flows from investing activities			
<i>Acquired to expand operations</i>			
Proceeds from disposal of non current assets		-	(90 000)
Cash utilized in investing activities		<u>-</u>	<u>(90 000)</u>
Cash flow from financing activities			
Increase/(decrease) in interest bearing borrowings		209 134	(178 649)
Loan (advances)/repayment		(411 693)	142 374
Cash utilized in financing activities		<u>(202 559)</u>	<u>(36 275)</u>
Increase in cash and cash equivalents		(1 569 238)	137 054
Cash and cash equivalents at beginning of year		2 137 012	1 999 959
Cash and cash equivalents at end of year		<u>567 774</u>	<u>2 137 012</u>

Accounting Policies

1. Basis of preparation and accounting policies

These financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standard Board (IASB) and the Companies Act 71 of 2008.

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

1.1 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and represents the amounts receivable for goods and services provided in the normal course of business, net of trade discounts and volume rebates, and value added tax.

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

Dividends are recognised, in profit or loss, when the company's right to receive payment has been established. Income from donations received is accounted once the service funds are received.

1.2 Impairments

The carrying value of assets is reviewed at each balance sheet date to assess whether there is any indication of impairment. If any such indication exists, the recoverable amount of the asset is estimated. Where the carrying value exceeds the estimated recoverable amount, such assets are written down to their estimated recoverable amount.

1.3 Financial instruments

Initial recognition

The company classifies financial instruments, or their component parts, on initial recognition as a financial asset, a financial liability or an equity instrument in accordance with the substance of the contractual arrangement.

Financial assets and financial liabilities are recognized on the balance sheet when the company becomes party to the contractual provisions of the instrument..

Financial assets and liabilities are recognized initially at fair value. In the case of financial assets or liabilities classified as at fair value through profit and loss, transaction costs that are directly attributable to the acquisition or issuer of the financial instruments are added to the fair value.

Subsequent measurement

After initial recognition financial assets are measured as follows:

- Loans and receivables and held-to-maturity investments are measured at amortized cost less any impairment losses recognized to reflect irrecoverable amounts.
- Financial assets classified as available-for-sale or at fair value through profit or loss, including derivatives, are measured at fair values. Fair value, for this purpose, is market related if listed, or a value arrived at by using appropriate valuation models, if unlisted.
- Investments in equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured, are measured at cost.

After initial recognition financial liabilities are measured as follows:

- Financial liabilities at fair value through profit or loss, including derivatives that are liabilities, are measured at fair value.

JUDEA HARVEST NPC
FINANCIAL STATEMENTS FOR THE YEAR ENDED
28 FEBRUARY 2019

Accounting Policies

Gains and losses

A gain or loss arising from a change in a financial asset or financial liability is recognized as follows:

- Where financial assets and financial liabilities are carried at amortized cost, a gain or loss is recognized in profit or loss through the amortization process and when the financial asset or financial liability is derecognized or impaired.
- A gain or loss on a financial asset or financial liability classified as at fair value through profit or loss is recognized in profit or loss.

The particular recognition methods adopted are disclosed in the individual policies stated below:

Trade and other receivables

Trade and other receivables originated by the enterprise are classified at cost less impairment.

Cash and cash equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible known amounts of cash. Cash and cash equivalents are measured at fair value.

Trade and other payables

Trade and other payables are recognised at their original debt value less principal payments.

1.4 Provisions

Provisions are recognized when the entity has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made.

1.5 Fixed assets and depreciation

All property, plant and equipment are initially recorded at cost and are written off when there is indications of impairment. Depreciation is provided for on a straight line basis, at rates considered adequate to amortize assets over their useful lives

JUDEA HARVEST NPC
FINANCIAL STATEMENTS FOR THE YEAR ENDED
28 FEBRUARY 2019

Notes to the Annual Financial Statements

2. Property, plant and equipment

2019

	Land and buildings	Office and Computer Equipment	Motor Vehicles	Tents	Total
Cost					
Carrying value - 01/03/2018	3 163 494	33 277	488 060	25	3 684 856
Additions/disposals	-	-	-	-	-
Carrying value-28/02/2019	3 163 494	1	271 240	25	3 434 760
Gross carrying value	3 163 494	137 812	1 034 094	5 085 322	9 420 722
Accumulated depreciation	-	(137 811)	(762 854)	(5 085 297)	(5 985 962)
Accumulated depreciation					
Carrying value - 01/03/2018	-	104 535	546 035	5 085 297	5 735 867
Depreciation	-	33 276	216 819	-	-

2018

	Land and buildings	Office and Computer Equipment	Motor Vehicles	Tents	Total
Cost					
Carrying value - 01/03/2017	3 000 000	4 684	578 060	25	3 582 769
Additions	163 494	28 593	-	-	192 087
Disposals	-	-	(90 000)	-	(90 000)
Carrying value-28/02/2018	3 163 494	33 277	488 060	25	3 684 856
Gross carrying value	3 163 494	137 812	1 034 094	5 085 322	9 420 722
Accumulated depreciation	-	(104 535)	(546 035)	(5 085 297)	(5 735 867)
Accumulated depreciation					
Carrying value - 01/03/2018	-	104 535	546 035	5 085 297	5 735 867

Fixed assets are depreciated at the following rates:

- Office equipment:	20%
- Computer equipment:	33.33%
- Motor Vehicles	20%
- Tents	33.33%

3. Investments in subsidiaries

Name of company	% Holding 2019	% Holding 2018	2019 R.	2018 R.
- Green Flash Trading 145 (Pty) Ltd	100.0%	100.0%	<u>145 000</u>	<u>145 000</u>

The carrying value of the above are shown net of impairment losses.

4. Interest bearing borrowings

Instalment sale agreements	404 590	230 040
Short term portion	(144 660)	(179 244)
	<u>259 930</u>	<u>50 796</u>

5. Inventory

Stock on hand	-	305 471
	<u>-</u>	<u>305 471</u>

6. Taxation

No provision has been made for income tax as the company is exempt from income tax.

JUDEA HARVEST NPC
FINANCIAL STATEMENTS FOR THE YEAR ENDED
28 FEBRUARY 2019

Notes to the Annual Financial Statements

2019

2018

7. Cash and cash equivalents

Cash on hand	554 080	2 084 791
Deposits on hand	13 694	50 150
Petty Cash	-	2 070
	<u>567 774</u>	<u>2 137 012</u>

Cash and cash equivalents comprise of cash on hands and account balances held with commercial banks.

8. Trade and other receivables

Debtors	-	616 357
Staff loans	-	12 500
VAT Receivables	118 613	133 881
	<u>118 613</u>	<u>762 738</u>

9. Long Term Loans

Loans receivable		
Loan - Plot (Mckenzie)	833 707	332 487
Other inter division loans	-	69 786
Loan - Plot (Dixobex)	-	94 444
Loan - Plot (Danie)	-	283 723
Loan - JH - JHope	15 484	-
	<u>849 191</u>	<u>780 439</u>

Loans payable		
Loan SNAP - JHope	-	40 000
Loan JH - BaseF	-	245 392
Loan JH - Limpopo Missions	-	25 000
Loan Bolthouse - BaseF	-	32 550
	<u>-</u>	<u>342 942</u>

10. Trade and other payables

Creditors	-	2 164 370
Credit cards and overdraft facility	3 492	1 120 540
Prepayments	-	3 000
	<u>3 492</u>	<u>3 287 910</u>

11. Related party transactions

Balance sheet

Investment in subsidiaries:

Name of company

'- Green Flash Trading 145 (Pty) Ltd

	% Holding 2019.	% Holding 2018		
	100.0%	100.0%	<u>145 000</u>	<u>145 000</u>