

BEAUTIFUL GATE SOUTH AFRICA
(Reg no: 005-086 NPO)
An Association Established under
"THE NONPROFIT ORGANISATIONS ACT 1997"

ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

George W Cloete
Chartered Accountant (SA)
Registered Auditor
PO Box 404
Maitland
7404

BEAUTIFUL GATE SOUTH AFRICA
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Page 1

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CONTENTS:

	Page
Administration	1
Chairperson's report	1
Auditor's Report	2
Balance Sheet	3
Income statement	4
Notes to the annual financial statements	5 - 6
The following supplementary statement does not form part of the financial statements and is unaudited	
Detailed income statement	7

ADMINISTRATION

Board Members

T. Brouwer - (Chairperson)
R.B. Couves - (Treasurer)
R. Wood - (Secretary)
A. Brouwer
S. Farrell
T. Rulumeni
V. Stannard
E. Ntshutishe

Postal address

P.O.Box 144
Mitchells Plain
7789

Bankers


Standard Bank

Auditor

George W Cloete
PO Box 404
Maitland
7404

CHAIRPERSON'S REPORT

The annual financial statements on pages 3 to 7 have been approved by the board and are signed on its behalf by:



CHAIRPERSON
19 July 2011

GEORGE W CLOETE
CHARTERED ACCOUNTANT (SA)
REGISTERED AUDITOR

10 Station Road
Maitland
7405

GEORGE W CLOETE (S.A.)
PRACTICE NO 950282

PO Box 404
Maitland
7404

Tel : (021) - 510-1775
Fax : (021) - 510-1793
email gwc@telkomsa.net

**REPORT OF THE INDEPENDENT AUDITOR TO THE BOARD AND MEMBERS OF
BEAUTIFUL GATE SOUTH AFRICA**

I have audited the annual financial statements of Beautiful Gate South Africa at 31 March, 2011 and for the year then ended, set out on pages 3 to 7. These financial statements are the responsibility of the members of the Board of Beautiful Gate South Africa. My responsibility is to report on these financial statements based on my audit.

Scope

I conducted my audit in accordance with statements of South African Auditing Standards. These standards require that I plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement.

An audit includes :

- examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements,
- assessing the accounting principles used and significant estimates made by management, and
- evaluating the overall financial statements presentation.

I believe that my audit provides a reasonable basis for my opinion.

Audit opinion

In my opinion, the financial statements fairly present, in all material aspects, the financial position of Beautiful Gate South Africa at 31 March 2011, and the results of its operations and cash flows for the year then ended in accordance with South African Statements of Generally Accepted Accounting Practice.

Supplementary information

The supplementary schedule set out on page 7 does not form part of the annual financial statements and is presented as additional information. I have not audited this schedule and accordingly do not express an opinion on it.


GEORGE W CLOETE
REGISTERED AUDITOR

CAPE TOWN

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BALANCE SHEET AS AT 31 MARCH 2011

Page 3

	NOTES	2011		2010	
		R	R	R	R
ASSETS					
Non-current assets					
Current assets					
Cash and cash equivalents	3	12,562,170	12,562,170		
Accounts receivable	4	1,564,453	1,501,981		
Vat refundable		1,484,199	1,423,566		
		45,254	52,685		
		35,000	25,730		
		14,126,623	14,064,151		
EQUITY AND LIABILITIES					
Accumulated funds					
Reserve	2.1	12,761,832	12,878,314		
Restricted funds					
Current liabilities					
Accounts payable		501,000	-		
Department of social Development conduit contract		755,174	958,678		
		88,617	227,159		
		16,654	59,179		
		71,963	167,980		
		14,126,623	14,064,151		

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An Association Established under

"THE NONPROFIT ORGANISATIONS ACT 1997"

Page 4

INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2011

	NOTES	2011 R	2010 R
INCOME			
Profit (Loss) before taking into account the following:-		4,986,673	4,411,060
OTHER INCOME		(20,034)	259,447
Interest Received		60,040	56,657
		60,040	56,657
EXPENSES			
Audit Fee		12,000	12,000
		12,000	12,000
NET SURPLUS		28,006	304,104

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2011

1. Accounting policies

The accounting records are maintained on the historical cost basis. Income and expenditure are accounted for on the accrual basis.

Income

This consists of donations from individuals, churches, business concerns, government subsidies and rental of office premises. Donations received in cash constitute less than 3% of total income received.

Fixed assets

Fixed assets other than land and buildings are written off at acquisition.
 No depreciation is provided for on land and buildings.

2. Funds

2.1 Accumulated funds

Balance at the beginning of the year
 Surplus / (Deficit) for the year
 Transfer to Reserve

	2011 R	2010 R
Balance at the beginning of the year	12,878,314	12,574,210
Surplus / (Deficit) for the year	28,006	304,104
Transfer to Reserve	(124,488)	-
Balance at the end of the year	12,781,832	12,878,314

3. Non-current assets

Owned assets	2011		2010	
	Cost	Transfer to accumulated funds	Cost	Transfer to accumulated funds
Land and buildings	12,562,170	-	12,562,170	-
Furniture and fittings	1,029,454	1,029,454	1,029,454	1,029,454
Office and computer equipment	650,993	650,993	650,993	650,993
Medical equipment	47,217	47,217	47,217	47,217
Motor vehicles	738,453	738,453	738,453	738,453
	15,028,287	2,466,117	15,028,287	2,466,117
			12,562,170	12,562,170

The carrying amounts of non-current assets can be reconciled as follows:

Owned assets	Carrying value	Additions	Revaluations	Disposals	Transfer to accumulated funds	Carrying value
	31/03/2010					31/03/2011
Land and buildings	12,562,170	-	-	-	-	12,562,170
Furniture and fittings	-	-	-	-	-	-
Office and computer equipment	-	-	-	-	-	-
Medical equipment	-	-	-	-	-	-
Motor vehicles	-	-	-	-	-	-
	12,562,170	-	-	-	-	12,562,170

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(Reg no: 005-086 NPO)

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Page 6

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011
(Continued)**

4. Cash and cash equivalents

	2011	2010
	<u>R</u>	<u>R</u>
Savings	1,364,912	1,255,812
Market link	1,260	1,260
Market link - Eskom	37,713	37,713
Deposit call account	50,539	50,539
Current account - Beautiful Gate South Africa	23,621	71,294
Cash on hand	6,154	6,949
	<u>1,484,199</u>	<u>1,423,566</u>

5. Department of Social Development Conduit Contract

Beautiful Gate South Africa administers funds on behalf of the Department of Social Development for nutrition support programme.

Balance at the beginning of the year	167,980	-
Income	711,601	1,500,000
Expenditure	(807,618)	(1,332,020)
Balance at the end of the year	<u>71,963</u>	<u>167,980</u>

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Page 7

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2011

	2011	2010
	R	R
INCOME	5,046,713	4,467,717
Unrestricted donations	1,843,141	1,455,843
Restricted donations	1,900,984	1,557,687
Government grant	912,528	1,009,847
Contributions for services	330,020	387,683
Interest received	60,040	56,657
EXPENSES	5,018,707	4,163,613
Child & Youth Care - Crossroads Children's Home	3,266,419	2,922,904
Community Family Support	350,195	316,376
Community Medical Care	701,584	399,196
Youth Development	467,800	340,246
Community Groups Development & Resource Centre	220,709	172,891
Audit Fee	12,000	12,000
NET SURPLUS	28,006	304,104