

JAMES 1:27 TRUST

ANNUAL REPORT 2012/2013

Acknowledgement

The Trust, on behalf of our board of trustees, secretariat and advisory committees, hereby acknowledges the manifold contributions of our supporters, sponsors and donors. We have now reached a landmark 7 years together. This has been made possible through the dedicated efforts of multiple stakeholder organisations and individuals. In particular, the technical support of Automated Product Development (APD) has made possible the going-to-market of our service offering, the James 1:27 Care Platform. To our Community and Faith Based Partners we would like to acknowledge your confidence in providing a bridge for the Trust into the community. Our commitment to best practice has ensured that the Trust has built community development principles into our management systems. To our auditors, Grant Thornton, we appreciate your professionalism and guidance in ensuring the long-term fiduciary credibility of the Trust. To Shem Compion at Shemimages (www.shemimages.com) we are proud to use your beautiful donated photographic images. And finally, we the Trust, would like to express our appreciation to our constituency, the children that we serve. We take courage from the testimony of your lives and are proud to play a part in your narrative. You remain the reason for our existence!



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BACKGROUND

"One of the great liabilities of history is that all too many people fail to remain awake through great periods of social change. Every society has its protectors of status quo and its fraternities of the indifferent who are notorious for sleeping through revolutions. Today, our very survival depends on our ability to stay awake, to adjust to new ideas, to remain vigilant and to face the challenge of change." Rev. Dr. Martin Luther King, Jr.

The "Arab Spring" is an historic marker in the evolution of democracy and human rights in North Africa and parts of the Middle East. The role of a deeply frustrated and disconnected youth in pursuit of social justice speaks volumes in terms of social change. There is an increasing regard being given to the political impact of social media and related technology. How this impacts on South Africa and our own disgruntled youth is of significance. Fuelling this discontent are systemic problems that relate to our public health and education systems, in which basic service delivery is seriously compromised. Added to this are levels of poverty and unemployment, producing a sense of hopelessness among our youth, the impact of which, within the context of an HIV and AIDS epidemic, is devastating. The challenge for government, business and civil society is to find innovative ways in order to tap into the entrepreneurial talents that exist. What is needed is an ethical and moral outrage that refuses to accept the status quo. Innovation and ICT offers a powerful platform from which to vent this zeal and engage in social action.

South Africa, with 5.6 million people living with HIV, has the largest ARV roll-out in the world, with 1.3 million people currently receiving treatment. HIV prevalence among pregnant women has leveled off to just below 30%. The harsh reality therefore, is that as a consequence of the epidemic, 4% of our child population are maternal orphans. Furthermore, research has confirmed that these children are 25% more likely to suffer abuse. While universal access to treatment therefore remains a top priority, the new National Strategic Plan for HIV and AIDS, STIs and TB (2012-2016) has acknowledged the need to focus on prevention. In this regard, the Trust is

pursuing prevention through a development approach.



In order to scale levels of care, remove systemic blockages in service delivery, respond to inefficiencies and cover complex developmental processes, a need exists for systems thinking and innovation. The recognition of individual development plans in relation to family and community, highlights the need for a holistic approach to development that is both at a multiple sector level as well as within an integrated policy framework. The migration of business information and management systems into the social space, as promoted by the Trust, is therefore a timely value proposition. The main focus to date has been to create an innovative ICT platform in order to enable care-based organizations to scale existing levels of care and thereby promote holistic child development within integrated community development "best practice".

OUR PROFILE

Our Vision is to escalate holistic care through family based care plans to orphans and children made vulnerable within the context of poverty and an HIV and AIDS epidemic.

Our strategic purpose is to promote innovation, social entrepreneurship and enterprise development, enabling care based organisations to escalate holistic care to orphans and vulnerable children using care plans within a child rights framework.

Our product offering consists of the James 1:27 Care Platform, a business information management solution consisting of PTC Windchill, a life cycle management system, SAP Business One, an enterprise resource planning solution and other software solutions. The platform enables the professional management of children's holistic development plans.



Our Values:

FAITH, HOLISM, INTEGRITY, SOLIDARITY, SIMPLICITY, SUSTAINABILITY

CHAIRMAN'S REPORT

It is my responsibility as the Chairman of the Board of Trustees of the James 1:27 Trust, to report that the organisation has practised good governance and that the work of the Trust is increasingly more sustainable. The period of review from 1 March 2012 to 28 February 2013, has seen the Trust celebrating 7 years. As first Chairman of the Board, I can bear witness to the faithfulness of God as a Father to the fatherless. As we carry the James 1:27 Mandate we testify to His faithfulness and provision. As the Trust enters the next season of its life-cycle, we take time to reflect on this truth and to also give thanks for the many sponsors and donors who have invested in our vision.

The use of SAP Business One, as the first NGO in Africa to be using such an Enterprise Resource Planning Tool, has ensured that our social enterprise has managed funds, logistics, supply chain and customer relations management, in a manner that continues to build the reputation, credibility, efficiency and effectiveness of the Trust. The use of PTC Windchill, a life cycle management solution, has also meant that we are probably the first NGO in the world to be using such a solution to manage the development and care plans of our children. The social impact of the work of the Trust is also beginning to bring about the social change and transformation we have dreamt about.

The success stories of independent self-sustaining lives, gives hope and provides fuel to continue. The Trust is now fully engaged in holistic care of our vulnerable children within the framework of a children's rights approach in which asset based community development drives our community involvement. A big breakthrough has been the structuring of the development process within a life cycle approach. The workflows that have emerged have now been supported within the James 1:27 Care Platform, which is the Trust's main service and product offering. In this regard, the migration from our proof of concept to the market phase makes for great progress. While risks remain, I am convinced that the Trust will indeed complete its purpose and fulfill its mandate.

As a former health practitioner, trainer and international relations Director, I can see how the Trust is being positioned to add value not only at a national level but also offers a possible continental solution. Finally, I thank the dedicated staff of our Secretariat and their many community-based partners for their commitment to innovation and the great idea that we can change the world and promote social justice through the holistic care of one child, one family and one community at a time.

Catherine Makwakwa
Chairman of the James 1:27 Board of Trustees



FROM THE DESK OF THE CEO



I recently attended the funeral of a former colleague and found myself moved by the words of his children who spoke of their father's input into their lives. They shared memories of holidays, instructions in culture, grammar and history and told of sitting in the intimacy of "moments" listening to his well-known stories. This human tradition of family life has been under threat for many decades as we witness generations of children who have no memory of a father at all.

Our statistics indicate that in South Africa more than 50% of homes have an absent father. The burden of care is completely handed over to the mother and grandmother, who, rooted in conditions of poverty and under development, are struggling to meet the development expectations and the needs of their children. Located in the context of an HIV and AIDS epidemic, we are seeing thousands of families literally falling apart. Teenage pregnancies and drug addiction are rife. Even those few who receive tertiary education are facing youth unemployment of more than 50%. In this context, the James 1:27 Trust is bravely standing with many other civil society partners to provide hope.

While we believe that innovation, social entrepreneurship and enterprise development

can manage a scaled response, social change will only occur when the internal belief systems of children are influenced by a deep understanding of their own value and worth. To achieve this goal requires an holistic approach to care and development in which a complex life cycle of assessment, intervention plans, implementation and evaluation are managed. The balancing of supplementary support through our "virtual adoption" model and the acceptance of accountability by responsible actors and agents within the community is a difficult task. In response, we believe that the migration of business information management systems into our sector offers unique opportunities. The calibration of technology and ethics is going to involve many as we go to market with our product, the James 1:27 Trust Care Platform (J127CP).

The J127CP is an innovative solution made possible primarily by partners such as Automated Product Development, PTC, SAP and organisations such as the Community Impact Trust. We also have a growing number of professionals, ranging from technology to psychology and social sciences, working full time with the Trust. In addition we have under the period of review started setting up advisory committees in the fields of technical support, human resource administration, legal services and audit and treasury. The successes of these committees are evidence that there is broad support within society for a response to the plight of the orphan and vulnerable child. In conclusion, I remain mindful that we are working not just in despair, neglect and abuse but also in value and worth and hope! In the end, all of us who are serving in this space find ourselves eternally grateful for the privilege of learning and unlearning as we journey together with the families and care based organisations with whom we are in partnership. **Robert Botha**

SOCIAL IMPACT TO DATE

OUR MODEL

Our Model is to promote the concept of “virtual adoption” enabling accredited community and faith-based organisations to multiply holistic care to orphans and children made vulnerable by HIV and AIDS. In order to decrease the risk of dependence we practise asset based community development and consider sponsored support to be a means of supplementing the responsibility of the primary care givers.

We define “virtual adoption” as internet based support through the subscription of sponsored goods and services within a predetermined care plan.

Given the inherent risks involved, we do not allow direct contact between sponsor and child. All contact is channelled through the local care based organisation which is held responsible for posting a narrative of progress. The James 1:27 Care Platform ensures a secure delivery of the sponsored goods and services and manages the care plans within a life cycle type project management format.

We define “holistic care” as care that addresses the physical, cognitive, spiritual, emotional and social developmental needs of the child.

Experience confirms that comprehensive development is needed in order to escape the trap of poverty. The care plans are located within an individual household that functions as a family unit.

We work within a “Child Rights Framework” as outlined in the United Nations Conventions of the Rights of the Child and as reflected in various South African legislation (Amended Children’s Act etc).

Impact under period of review:

- **World class brand association.** The Trust was the first NGO in Africa to use SAP Business One’s Enterprise Resource Planning system. The Desmond Tutu, Nelson Mandela Foundations and CIDA University are now also using the system.
- **Industry standard ICT.** The Trust is probably the first NGO in the world to be using PTC Windchill, a life-cycle management tool, to manage the care plans of orphans and vulnerable children under our partner organisation’s care.
- **Our product offering of the James 1:27 Care Platform has emerged.** James Basic and James Care have now graduated out of our proof of concept phase and are in our go-to-market phase. The entry into the “market” heralds a significant marker in our innovation. Several care based organizations are now using James Basic and 2 organisations are now using James Care. Hundreds of children are being impacted by the organizations. James Enterprise is under development and will ensure the scaling our solution.
- **Asset Based Community Development workflows.** The Trust has completed its development workflows setting out holistic care. The management in holistic family based care plans (physical, emotional, social, cognitive and spiritual) can now be managed within a life cycle business information management system.
- **Number of care-based partners using our platform:** Lefika La Bothshabelo and PEN are using James Basic. SA Cares for Life, Viva Foundation are now using James Care.
- **Number of children directly cared for in our holistic model:** 7 families and 2 shelters are within our holistic care sample (about 50 children).
- **Number of children indirectly impacted:** our care based partners who are using our systems are collectively reaching more than 2000 children. The Trust is also active with a partner in Zimbabwe where we are proving support to 39 orphans.

Our Board of Trustees

Catherine Makwakwa (Chairman) cathym@webmail.co.za
Dr Raphael Kasonga (Secretary) kasonga@sats.gov.za
Justus Van de Berg (Treasurer) judek@mweb.co.za
Pastor Servaas de Kock servaasdek@telkomsa.net
Robert Urry random@lantic.net
Robert Botha robert@james127trust.org

Our Advisory Boards

Audit and Treasury

Rod Francis (Chairman) rodf@vippayroll.co.za

Human Resources

Wilma Dixon (Chairman) wilma@james127trust.org

Legal Affairs

Crystal Maphala (Chairman) crystal@james127trust.org

Technical

Rob Urry (Chairman) random@lantic.net

Our Secretariat

Robert Botha, CEO robert@james127trust.org
Alec Dixon, COO, alec@james127trust.org
Kobus Potgieter, Accountant, kobus@james127trust.org
Leonie du Bruyn, Financial Support, leonie@james127trust.org
Mike Noviskie, Technical support, mike@james127trust.org
Greg Mitchel, Technical Support, greg@james127trust.org
Xavier Knox, Educational Psychologist, xavier@james127trust.org
Aretha Mashotana, Marketing and Comms, aretha@james127trust.org
Social Worker, Dudu Koloi, info@james127trust.org



Our COO Alec Dixon

Our Auditors

Grant Thornton, Audit Partner Nick Kyriacou
Email: nk@gtpta.co.za Tel: +27 12 346 1430

WHAT WE EXPECT FROM OUR BOARD

1. Provide Strategic Leadership
2. Protect mandate, vision and mission of Trust
3. Practice Corporate Governance,
4. Approve Policy
5. Approve business plan and business model
6. Support standard operating procedures
7. Ensure sustainability
8. Monitor and evaluate performance of The Trust
9. Oversight of CEO's management of Secretariat
10. Market the brand of the Trust

BUILDING A CHAMPIONSHIP TEAM

1. Drive our VALUES
2. Define DIRECTION
3. Decide PRIORITIES
4. Acquire, develop and align RESOURCES
5. Perfect the BASICS, inspire INNOVATION
6. Drive ACTION
7. Foster LEARNING
8. Build CONFIDENCE
9. Instill DISCIPLINE

(Source Tony Manning)

CONTACT DETAILS

Our Address:

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PO Box 58, Innovation Hub, 0087,
Pretoria, South Africa

Our Contact Details:

Cell: + 27 (0) 79 493 5191

Tel: + 27 (0)12 844 0489

Fax: 086 756 1919

Email: info@james127trust.org

Website: www.james127trust.org

Skype: james-helpdesk

Facebook: James 1:27 Trust

Twitter: James127Trust

Registration Details:

Trust Registration Number 10446/04

Not for Profit Organisation (NPO) Number 041 353

Public Benefit Organisation (PBO) Number 930024712

VAT Registration Number 4050259151

Banking Details:

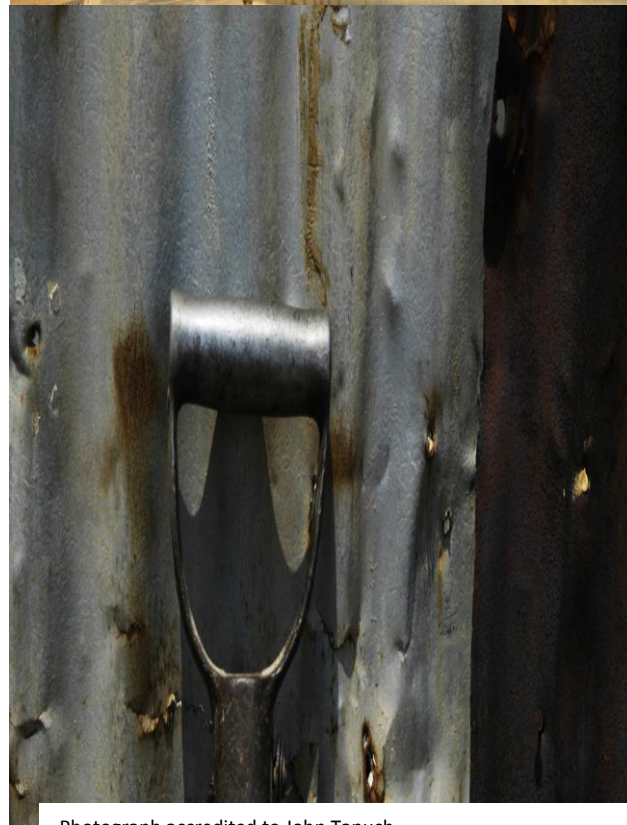
Bank: ABSA

Account Name: James 1:27 Charitable Trust

Account Number: 4062 027 563

Branch and Sorting Code: 632005

WIFT Address: ABSAZAJJ



Photograph accredited to John Tapuch

JAMES 1:27 TRUST: ANNUAL FINANCIAL STATEMENT.

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

General Information

Country of incorporation and domicile	South Africa
Type of trust	Inter-vivos trust
Trustees	Robert Botha (CEO) Catherine Makwakwa (Chairperson) Servaas de Kock Raphael Kasonga Justus van der Berg (Treasurer) Robert Urry (Secretary)
Business address	1st Floor The Innovation Centre The Innovation Hub Pretoria
Postal address	P O Box 73938 Lynwood Ridge 0040
Bankers	ABSA Bank Limited
Auditors	BDO South Africa Incorporated Chartered Accountants (S.A.) Registered Auditors
Trust registration number	10446/04

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

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

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The following supplementary information does not form part of the financial statements and is unaudited:

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James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Trustees' Responsibilities and Approval

The trustees are 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 fairly present the state of affairs of the trust 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 basis of accounting described in note 1. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the basis of accounting described in note 1 and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

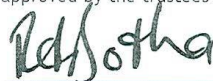
The trustees acknowledge that they are ultimately responsible for the system of internal financial control established by the trust and place considerable importance on maintaining a strong control environment. To enable the trustees to meet these responsibilities, the trustees sets standards for internal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

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

The trustees have reviewed the trust's cash flow forecast for the year to 28 February 2013 and, in the light of this review and the current financial position, they are satisfied that the trust has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently reviewing and reporting on the trust's annual financial statements. The financial statements have been examined by the trust's external auditors and their report is presented on page 4.

The annual financial statements set out on pages 5 to 13, which have been prepared on the going concern basis, were approved by the trustees on 16 July 2012 and were signed on their behalf by:



Trustee



Trustee



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Independent Auditors' Report

To the trustees of James 1:27 Trust

We have audited the annual financial statements of James 1:27 Trust, which comprise the statement of financial position as at 29 February 2012, 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 notes, as set out on pages 5 to 11.

Trustees' Responsibility for the Financial Statements

The trust's trustees are responsible for the preparation and fair presentation of these annual financial statements in accordance with the basis of accounting described in note 1. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of annual financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these annual 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 annual financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the annual financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the annual 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 control. 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 annual financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

In common with similar organisations, it is not feasible for the organisation to institute accounting controls over cash collections from donations prior to the initial entry of the collections in the accounting records. Accordingly, it was impracticable for us to extend our examination beyond the receipts actually recorded.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the annual financial statements have been prepared, in all material respects, in accordance with the basis of accounting described in note 1.

Other matter

We draw attention to the fact that supplementary information set out on page 12 does not form part of the annual financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.

BDO South Africa Inc

BDO South Africa Incorporated
Chartered Accountants (S.A.)
Registered Auditors

16 July 2012

Per: NC Kyriacou
Chartered Accountant (S.A.)
Registered Auditor

BDO South Africa Incorporated
Registration number: 1995/002310/21
Practice number: 905524E
VAT number: 4910148685

National Executive: OA Barbeau • JC Blignaut • AR Edge • JFK Munnik • JHM Spencer (Chief Executive) • ME Stewart • A van der Hoek • UY van Eck
Office Senior Director: AR Edge
Office Managing Director: JC Blignaut

The company's principal place of business is at 13 Wellington Road, Parktown, Johannesburg where a list of directors' names is available for inspection. BDO South Africa Incorporated, a South African personal liability company, is a member of BDO Southern African Co-ordination (Pty) Ltd, a South African company, which in turn is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Statement of Financial Position

	Note	2012 R	2011 R
Assets			
Non-Current Assets			
Property, plant and equipment	2	37 319	67 649
Current Assets			
Trade and other receivables		153 661	4 000
Cash and cash equivalents		776 775	697 846
		<u>930 436</u>	<u>701 846</u>
Total Assets		<u>967 755</u>	<u>769 495</u>
Equity and Liabilities			
Equity			
Trust capital		100	100
Reserves		600 000	300 000
Accumulated surplus		341 736	447 018
		<u>941 836</u>	<u>747 118</u>
Liabilities			
Current Liabilities			
Trade and other payables		25 919	22 377
Total Equity and Liabilities		<u>967 755</u>	<u>769 495</u>

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Statement of Comprehensive Income

	2012 R	2011 R
Revenue	1 072 488	1 207 932
Other income	130 541	22 789
Operating expenses	(1 036 291)	(1 166 527)
Operating surplus	166 738	64 194
Investment revenue	28 561	31 182
Finance costs	(581)	(2)
Surplus for the year	194 718	95 374

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Statement of Changes in Equity

	Trust capital	Long Term Investment Reserve	Accumulated surplus	Total equity
	R	R	R	R
Balance at 01 March 2010	100	-	651 644	651 744
Changes in equity				
Surplus for the year	-	-	95 374	95 374
Transfer to reserve	-	300 000	(300 000)	-
Total changes	-	300 000	(204 626)	95 374
Balance at 01 March 2011	100	300 000	447 018	747 118
Changes in equity				
Surplus for the year	-	-	194 718	194 718
Transfer to reserve	-	300 000	(300 000)	-
Total changes	-	300 000	(105 282)	194 718
Balance at 29 February 2012	100	600 000	341 736	941 836

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Statement of Cash Flows

	Notes	2012 R	2011 R
Cash flows from operating activities			
Cash generated from operations	5	53 986	74 310
Interest income		28 561	31 182
Finance costs		(580)	(2)
Net cash from operating activities		81 967	105 490
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(3 038)	(52 894)
Total cash movement for the year		78 929	52 596
Cash at the beginning of the year		697 846	645 250
Total cash at end of the year		776 775	697 846

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Accounting Policies

1. Presentation of Financial Statements

The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below.

These accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

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.

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

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
Furniture and fixtures	6 Years
Office equipment	5 Years
Computer equipment	3 Years
Computer software	2 Years

The depreciation charge for each period is recognised in profit and loss.

1.2 Revenue

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

Donations received are accounted for on the cash receipts basis. Donations in kind are accounted for at fair value.

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Notes to the Financial Statements

	2012 R	2011 R
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2. Property, plant and equipment

	2012			2011		
	Cost / Valuation	Accumulated depreciation	Carrying value	Cost / Valuation	Accumulated depreciation	Carrying value
Computer software	72 778	(66 985)	5 793	72 778	(56 529)	16 249
Furniture and fixtures	17 740	(8 029)	9 711	14 878	(5 558)	9 320
Computer equipment	104 967	(84 097)	20 870	104 791	(64 054)	40 737
Office equipment	1 996	(1 051)	945	1 996	(653)	1 343
Total	197 481	(160 162)	37 319	194 443	(126 794)	67 649

Reconciliation of property, plant and equipment - 2012

	Opening balance	Additions	Depreciation	Total
Computer software	16 249	-	(10 456)	5 793
Furniture and fixtures	9 320	2 862	(2 471)	9 711
Computer equipment	40 737	176	(20 043)	20 870
Office equipment	1 343	-	(398)	945
Total	67 649	3 038	(33 368)	37 319

Reconciliation of property, plant and equipment - 2011

	Opening balance	Additions	Depreciation	Total
Computer software	7 995	20 734	(12 480)	16 249
Furniture and fixtures	8 404	3 220	(2 304)	9 320
Computer equipment	33 474	27 743	(20 480)	40 737
Office equipment	320	1 197	(174)	1 343
Total	50 193	52 894	(35 438)	67 649

3. Taxation

No provision for taxation has been made as the trust is exempt from income tax in terms of section 10(1)(cN) of the Income Tax Act.

4. Auditors' remuneration

Fees	13 781	14 837
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5. Cash generated from operations

Surplus before taxation	194 718	95 374
Adjustments for:		
Depreciation	33 367	35 439
Interest received	(28 561)	(31 182)
Finance costs	581	2
Movement in other financial liabilities	-	(22 789)
Changes in working capital:		
Trade and other receivables	(149 661)	-
Trade and other payables	3 542	(2 534)
Total	53 986	74 310

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Notes to the Financial Statements

	2012 R	2011 R
6. Commitments		
Operating leases - as lessee (expense)		
Minimum lease payments due		
- within one year	34 400	-
- in second to fifth year inclusive	6 000	-
	<u>40 400</u>	<u>-</u>
Operating lease payments represent rentals payable by the trust for certain of its office properties.		
7. Related parties		
Related party transactions		
Donations received from trustees		
Robert Botha	1 978	3 600
Catherine Makwakwa	2 400	2 400
Raphael Kasonga	-	2 400
Robert Urry	42 000	9 500

James 1:27 Trust

(Registration number 10446/04)

Financial Statements for the year ended 29 February 2012

Detailed Statement of Financial Performance

	Note(s)	2012 R	2011 R
Revenue			
Donations		1 072 488	1 207 932
Other income			
Interest received		28 561	31 182
Sundry income		130 541	22 789
		159 102	53 971
Operating expenses			
Accounting fees		41 825	71 610
Advertising		11 867	36 465
Auditors' remuneration	4	13 781	14 837
Bank charges		14 969	12 779
Childrens end of the year function expenses		-	2 706
Conference fees		5 329	2 127
Consulting fees		54 783	231 472
Consumables		661	4 464
Depreciation		33 367	35 439
Donations		690	539
Editing and proofreading		1 699	19
Education fund expenses		-	20 046
Employee costs		450 506	394 335
Entertainment		8 760	18 238
Office expenses		1 378	2 170
Food parcel fund expenses		39 299	156 079
IT expenses		11 371	16 249
License fees		54 281	23 544
Magazines, books and periodicals		463	1 043
Medical expenses		-	460
Postage		-	1 535
Printing and stationery		13 301	16 841
Shelter & care fund expenses		135 374	35 478
Subscriptions		235	-
System support and development		118 250	27 999
Telephone and fax		16 854	19 548
Training		-	14 380
Transport and freight		-	130
Travel - local		7 248	5 995
		1 036 291	1 166 527
Operating surplus		195 299	95 376
Finance costs		(581)	(2)
Surplus for the year		194 718	95 374

