

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER  
SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND  
AND WALES AS COMPANY NUMBER 4957091)  
(Registration number South Africa - 2004/003952/10  
England and Wales - 4957091)  
ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2015**

TUESDAY



\*A55PTZ0Q\*

A28

26/04/2016

#10

COMPANIES HOUSE

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**General Information**

---

<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Public Benefit Organisation
<b>Directors</b>	P F Dunning K R Gundle B J Tomlinson I G P Wace
<b>Registered office</b>	Mazars House Rialto Road Grand Moorings Precinct Century City 7441
<b>Bankers</b>	Standard Bank of South Africa Limited
<b>Auditors</b>	Mazars Registered Auditor
<b>Company registration number</b>	South Africa - 2004/003952/10 England and Wales - 4957091
<b>Level of assurance</b>	These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa.
<b>Preparer</b>	The annual financial statements were compiled by: Yaseen Ismail Chartered Accountant (SA)
<b>Published</b>	04 September 2015

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Index**

---

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

<b>Index</b>	<b>Page</b>
Independent Auditor's Report	3 - 4
Directors' Responsibilities and Approval	5
Directors' Report	6 - 7
Statement of Financial Position	8
Statement of Profit and Loss and Other Comprehensive Income	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Accounting Policies	12
Notes to the Annual Financial Statements	13 - 14

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

Detailed Income Statement	15
---------------------------	----

## INDEPENDENT AUDITOR'S REPORT

---

**To the directors of ARK (South Africa) Limited (An Association Incorporated in South Africa Under Section 21 (Registration number 2004/003952/10) and Incorporated in England and Wales as company number 4957091)**

We have audited the annual financial statements of ARK (South Africa) Limited (An Association Incorporated in South Africa Under Section 21 (Registration number 2004/003952/10) and incorporated in England and Wales as company number 4957091), as set out on pages 8 to 14, which comprise the statement of financial position as at 31 August 2015, and the statement of comprehensive income, statement of changes in equity 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 Annual Financial Statements

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

### Auditor's 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 audit opinion.

Continued-/

REGISTERED AUDITOR – A FIRM OF CHARTERED ACCOUNTANTS (SA) • IRBA REGISTRATION NUMBER 900222

MAZARS HOUSE RIALTO ROAD GRAND MOORINGS PRECINCT CENTURY CITY 7441 • PO BOX 134 CENTURY CITY 7446 • DOCEX 9 CENTURY CITY  
TEL: +27 21 818 5000 • FAX: +27 21 818 5001 • [cpt@mazars.co.za](mailto:cpt@mazars.co.za) • [www.mazars.co.za](http://www.mazars.co.za)

3

PARTNERS: H SAVEN (NATIONAL CHAIRMAN), MC OLCKERS (MANAGING PARTNER), LD AURET, AK BATT, H CASPER, DPC COLYN, FJ CRONJE, AS DE JAGER, DS DOLLMAN, M EDELBERG, Y FERREIRA, AK HOOSAIN, MY ISMAIL, FN MILLER, P MINNAAR, S NAIDOO, MG ODENDAAL, D RESNICK, KA ROBISON, BG SACKS, MA SALEE, N SILBOWITZ, DL SMITH, SM SOLOMON, HH SWANEPOEL, MJA TEUCHERT, JC VAN TUBBERGH, EC VAN HEERDEN, J WESSELS, K ZAACKS

A FULL LIST OF NATIONAL PARTNERS IS AVAILABLE ON REQUEST OR AT [www.mazars.co.za](http://www.mazars.co.za)

## **INDEPENDENT AUDITOR'S REPORT (continued)**

---

### **Opinion**

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of ARK (South Africa) Limited (An Association Incorporated in South Africa Under Section 21 (Registration number 2004/003952/10) and incorporated in England and Wales as company number 4957091) as at 31 August 2015, and its financial performance and its 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 of South Africa.

### **Other matter**

Without qualifying our opinion, we draw attention to the fact that supplementary information set out on page 15 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.

### **Other reports required by the Companies Act**

As part of our audit of the annual financial statements for the year ended 31 August 2015, we have read the Directors' Report for the purpose of identifying whether there are material inconsistencies between these reports and the audited annual financial statements. This report is the responsibility of the directors. Based on reading this report we have not identified material inconsistencies between this report and the audited annual financial statements. However, we have not audited this report and accordingly do not express an opinion on this report.



**Mazars**  
**Partner: Selwyn Solomon**  
**Registered Auditor**  
**04 September 2015**  
**Cape Town**

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Directors' Responsibilities and Approval**

---

The directors are required by the Companies Act of South Africa, 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 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 external auditors are engaged to express an independent opinion on the annual financial statements.


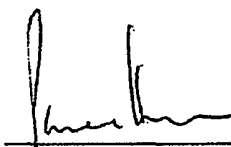
The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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

The external auditors are responsible for independently auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on pages 3 to 4.

The annual financial statements and supplementary information set out on pages 6 to 15, which have been prepared on the going concern basis, were approved by the board on 04 September 2015 and were signed on its behalf by:

  
\_\_\_\_\_  
I & P Wace  
\_\_\_\_\_  
P F Dunning

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Directors' Report**

---

**1. Nature of business**

ARK (South Africa) Limited (An Association Incorporated in South Africa Under Section 21 (Registration number 2004/003952/10) and incorporated in England and Wales as company number 4957091) was incorporated in South Africa.

The company is a charitable organisation that provides education and transforms the lives of children in Sub Sahara Africa who suffer from abuse, discrimination, disability, illness or poverty.

ARK South Africa (ARK SA) employed a Head of Health whose role was to oversee the efficient delivery of charitable programmes in the region on behalf of its parent company, Absolute Return for Kids (ARK) (ARK UK), a UK registered charity, and to support ARK UK in the research and development of new programme opportunities in the region. During 2013-2014, the Head of Health left ARK SA employment and the responsibilities have been assumed in the ARK UK office. The level of activity in ARK SA has therefore reduced in 2014-15 but further programme opportunities are being researched in Southern Africa and it may be appropriate for new programmes to operate through ARK SA.

The company has not traded for the year.

**2. Review of financial results and activities**

The annual 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 of South Africa. 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 annual financial statements.

The company began the year with a total cash holding of R 102,836 (2014: R 112,291) and ended the year holding a total of R 71,612 (2014: R 102,836), a net cash decrease for the year of R 31,224 (2014: R9,455).

**Donor funds**

The company began the year with an accumulated under-spend of donor funds of R 102,775 (2014: R19,456) and received revenues amounting to R 0 (2014: R 1,000,000).

Of the funds available, R 31,145 (2014: R 916,715) was expensed. The decrease in the funds spent is due to the company not trading during the year. The remaining underspend of donor funds of R 71,630 (2014: R 102,775) is carried forward for expenditure in the 2015/16 financial year.

During the year under review the company did not receive any grants (2014: R 1,000,000 from ARK UK).

**Cash holdings**

ARK (South Africa) Ltd works within a budget and business plan agreed with ARK UK, and ARK UK underwrites the entire funding, releasing money against the budget. ARK (South Africa) Ltd then holds 2 months cash.

**3. Share capital**

As the association is incorporated for public benefit in terms of the Companies Act of South Africa, there is no share capital.

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**  
**Annual Financial Statements for the year ended 31 August 2015**  
**Directors' Report**

---

**4. Directors**

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

<b>Name</b>	<b>Nationality</b>
P F Dunning	British
K R Gundle	South African
B J Tomlinson	British
I G P Wace	British

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

**5. Events after the reporting period**

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

**6. Going concern**

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

The ability of the company to continue as a going concern is dependent on the continued support of its parent company, Absolute Return for Kids (ARK UK).

**7. Auditors**

Mazars continued in office as auditors for the company for 2015.

**8. Secretary**

The company had no secretary during the year.




**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

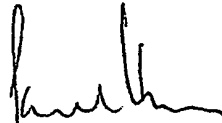
**Annual Financial Statements for the year ended 31 August 2015**

**Statement of Financial Position as at 31 August 2015**

Figures in Rand	Notes	2015	2014
<b>Assets</b>			
<b>Current Assets</b>			
Trade and other receivables	2	35	21
Cash and cash equivalents	3	71,612	102,836
		<u>71,647</u>	<u>102,857</u>
<b>Total Assets</b>		<u>71,647</u>	<u>102,857</u>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Retained income		<u>71,630</u>	<u>102,775</u>
<b>Liabilities</b>			
<b>Current Liability</b>			
Trade and other payables	4	17	82
<b>Total Equity and Liabilities</b>		<u>71,647</u>	<u>102,857</u>

Approved by the board on 4 September 2015 and signed on its behalf by:

  
 I G P Wace  
 Director

  
 P F Dunning  
 Director

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Statement of Profit and Loss and Other Comprehensive Income**

<b>Figures in Rand</b>	<b>Notes</b>	<b>2015</b>	<b>2014</b>
Revenue	5	-	1,000,000
Other income		-	34
Operating expenses		(31,145)	(916,715)
Operating (loss) profit	6	(31,145)	83,319
(Loss) profit for the year		(31,145)	83,319

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Statement of Changes in Equity**

<b>Figures in Rand</b>	<b>Retained income</b>	<b>Total equity</b>
<b>Balance at 01 September 2013</b>	<b>19,456</b>	<b>19,456</b>
Changes in equity		
Profit for the year	83,319	83,319
Total changes	83,319	83,319
<b>Balance at 01 September 2014</b>	<b>102,775</b>	<b>102,775</b>
Changes in equity		
Loss for the year	(31,145)	(31,145)
Total changes	(31,145)	(31,145)
<b>Balance at 31 August 2015</b>	<b>71,630</b>	<b>71,630</b>

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Statement of Cash Flows**

<b>Figures in Rand</b>	<b>Notes</b>	<b>2015</b>	<b>2014</b>
<b>Cash flows from operating activities</b>			
Cash used in operations	8	<u>(31,224)</u>	<u>(9,455)</u>
<b>Cash flows from investing activities</b>			
Sale of property, plant and equipment		<u>-</u>	<u>(1)</u>
<b>Total cash movement for the year</b>		<b>(31,224)</b>	<b>(9,456)</b>
Cash at the beginning of the year		<u>102,836</u>	<u>112,291</u>
<b>Total cash at end of the year</b>	3	<b><u>71,612</u></b>	<b><u>102,836</u></b>

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Accounting Policies**

---

**1. Presentation of Annual Financial Statements**

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act of South Africa. The annual 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, except for the changes set out in note First-time adoption of the International Financial Reporting Standard for Small and Medium-sized Entities.

**1.1 Financial instruments**

**Trade and other receivables**

Trade and other receivables are recognised initially at the transaction price and subsequently at the undiscounted amount of the cash or other consideration expected to be received, less provision for impairment.

**Trade and other payables**

Trade and other payables are recognised initially at the transaction price and subsequently at the undiscounted amount of the cash or other consideration expected to be paid.

**Cash and cash equivalents**

Cash and cash equivalents includes cash in the bank account. These are initially and subsequently recorded at fair value.

**1.2 Share capital and equity**

Ordinary shares are classified as equity. Ordinary shares are included in equity at the fair value of the consideration received, after the deduction of incremental costs (net of any tax effects) directly attributable to the issue of the ordinary shares.

**1.3 Employee benefits**

**Short-term employee benefits**

The cost of short-term employee benefits are recognised in the period in which the service is rendered and are not discounted.

**1.4 Revenue**

The company earns revenue from donations and international grants received.

Donations and grants are recognised when there is reasonable assurance that the company can comply with the conditions attached to them and the donations and grants will be received.

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**  
**Annual Financial Statements for the year ended 31 August 2015**  
**Notes to the Annual Financial Statements**

Figures in Rand	2015	2014
<b>2. Trade and other receivables</b>		
VAT	35	21
<b>3. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Bank balances	71,612	102,836
<b>4. Trade and other payables</b>		
Trade payables	17	82
Trade payables are carried at amortised cost with the fair value being approximated by such carrying value.		
<b>5. Revenue</b>		
Absolute Return for Kids (ARK UK) donations	-	1,000,000
<b>6. Operating (loss) profit</b>		
Operating (loss) profit for the year is stated after accounting for the following:		
Property, plant and equipment	-	(17,733)
Depreciation on property, plant and equipment	-	7,748
Employee costs	-	740,968
<b>7. Taxation</b>		
No provision has been made for taxation as the company is exempt on its receipts and accruals from taxation in terms of Section 10(1)(cN) of the South African Income Tax Act ("Act"), as the company is recognised as a Public Benefit Organisation in terms of Section 30 of the Act.		
<b>8. Cash used in operations</b>		
(Loss) profit before taxation	(31,145)	83,319
Adjustments for:		
Depreciation	-	7,748
Scrapping of assets	-	17,733
Changes in working capital:		
Trade and other receivables	(14)	(21)
Trade and other payables	(65)	(118,234)
	<b>(31,224)</b>	<b>(9,455)</b>
<b>9. Directors' remuneration</b>		
No emoluments were paid to the directors during the year.		

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Notes to the Annual Financial Statements**

<b>Figures in Rand</b>	<b>2015</b>	<b>2014</b>
<b>10. Related parties</b>		
Relationships		
Companies with common directors		
Directors	Absolute Return for Kids (ARK UK) P F Dunning KR Gundle B J T Tomlinson I G P Wace	
<b>Related party transactions</b>		
<b>Grants received from related parties</b>		
ARK UK	-	1,000,000

**ARK (SOUTH AFRICA) LIMITED (AN ASSOCIATION INCORPORATED IN SOUTH AFRICA UNDER SECTION 21 (REGISTRATION NUMBER 2004/003952/10) AND INCORPORATED IN ENGLAND AND WALES AS COMPANY NUMBER 4957091)**

**Annual Financial Statements for the year ended 31 August 2015**

**Detailed Income Statement**

<b>Figures in Rand</b>	<b>Notes</b>	<b>2015</b>	<b>2014</b>
<b>Revenue</b>			
Grants		-	1,000,000
<b>Other income</b>			
Recoveries		-	34
<b>Operating expenses</b>			
Auditor's remuneration		24,520	44,394
Bank charges		993	1,334
Courier and postage		662	2,165
Depreciation		-	7,748
Employee costs		-	740,968
Printing and stationery		-	54
Scrapping of assets		-	17,733
Secretarial fees		4,970	2,720
Telephone and fax		-	37,956
Travel		-	61,643
		<b>31,145</b>	<b>916,715</b>
<b>(Loss) profit for the year</b>		<b>(31,145)</b>	<b>83,319</b>