



Advocates for the Prevention of HIV in Africa

**Trading as
APHA (NPC)
(Registration Number 2019/376125/08)
Annual Financial Statements
for the year ended 28 February 2021**

Independently Reviewed Financial Statements

Prepared by: V. Erasmus
Professional designation: Professional Accountant (SA)
Reviewed by: P. Kuleile
Professional designation: Independent Reviewer (SA)

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

INDEX

	PAGE
General Information	2
Directors' Responsibilities and Approval	3 - 4
Directors' Report	5 - 6
Report of the Independent Reviewer	7
Statement of Financial Position	8
Statement of 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
Supplementary information:	
Detailed Income Statement	15
Income Tax Computation	16
Notice of Meeting	17

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

GENERAL INFORMATION

COUNTRY OF INCORPORATION AND DOMICILE	South Africa
REGISTRATION NUMBER	2019/376125/08
NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES	The non-profit company is dedicated to supporting civil society, communities and health care workers in their fight to prevent the spread of HIV in South Africa.
DIRECTORS	LG Bekker MT Warren TB Ngcingwana YA Raphael N Naidoo
MEMBER	V Dubula-Majola
REGISTERED OFFICE	Mozart Lane Noordwyk Gauteng 1685
SARS Reference Numbers	
Tax number	9958995160
Pay As You Earn Registration Number	7400809705
LEVEL OF ASSURANCE	These financial statements have been reviewed.
Independent Reviewers	Caledon Advisory Services (Pty) Ltd 109 Fairway Crest Ruimsig Johannesburg Gauteng 1724
PREPARER	GAS Accounting (Pty) Ltd Centex Close Strathavon Sandton Gauteng 2196

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

DIRECTORS' RESPONSIBILITIES AND APPROVAL

The directors 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 satisfy the financial reporting standards with regards to form and content and present fairly the statement of financial position, results of operations and business of the non-profit company, and explain the transactions and financial position of the business of the non-profit company at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the non-profit company 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 non-profit company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set 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 non-profit company and all employees are required to maintain the highest ethical standards in ensuring the non-profit company's business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the non-profit company is on identifying, assessing, managing and monitoring all known forms of risk across the non-profit company. While operating risk cannot be fully eliminated, the non-profit 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 going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the directors have no reason to believe that the non-profit company will not be a going concern in the foreseeable future. The financial statements support the viability of the non-profit company.

The independent reviewers are responsible for independently reviewing and reporting on the non-profit company's annual financial statements. The independent reviewers report is presented on page 7.

The annual financial statements set out on pages 8 to 14, and the supplementary information set out on pages 15 to 16 which have been prepared on the going concern basis, were approved by the directors and were signed on 1 February 2022 on their behalf by:



LG Bekker



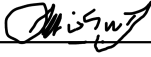
MT Warren

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

DIRECTORS' RESPONSIBILITIES AND APPROVAL



TB Ngingwana

YA Raphael

N Naidoo

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

DIRECTORS' REPORT

The directors present their report for the year ended 28 February 2021.

1. Review of activities

Main business and operations

The non-profit company is dedicated to supporting civil society, communities and health care workers in their fight to prevent the spread of HIV in South Africa. There were no major changes herein during the year.

The operating results and statement of financial position of the non-profit company are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

3. Events after reporting date

All events subsequent to the date of the annual financial statements and for which the applicable financial reporting framework requires adjustment or disclosure have been adjusted or disclosed.

Impact of COVID-19

Since 31 December 2019, the spread of the COVID-19 virus has severely impacted most economies around the globe. In many countries, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic lockdown. Global stock markets have also experienced great volatility and a significant weakening. Government and the South African Reserve Bank have responded with monetary and fiscal interventions to stabilise economic conditions.

The directors have determined that these events are non-adjusting events. Accordingly, the financial position and results of operations for the year ended 29 February 2020 have not been adjusted to reflect the impact. The duration and impact of the COVID-19 pandemic, as well the effectiveness of Government and The South African Reserve Bank responses, remain unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial performance and financial position of the non-profit company for future periods. The directors are not aware of any other material event which occurred after the reporting date and up to the date of this report.

4. Directors

The directors of the non-profit company during the year and up to the date of this report are as follows:

LG Bekker

MT Warren

TB Ngcingwana

YA Raphael

N Naidoo

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

DIRECTORS' REPORT

5. Member

The member at the end of the year is:

V Dubula-Majola

6. Independent Reviewers

Caledon Advisory Services (Pty) Ltd were the independent reviewers for the year under review.

REPORT OF THE INDEPENDENT REVIEWER

To the Member of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

We have reviewed the financial statements of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC set out on pages 8 to 14, which comprise the statement of financial position as at 28 February 2021, and the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Directors' Responsibility for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities

Independent Reviewer's Responsibility

Our responsibility is to express a conclusion on these financial statements. We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements (ISRE 2400 (Revised)). ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The independent reviewer performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC as at 28 February 2021, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

Caledon Advisory Services (Pty) Ltd

Per: P. Kuleile

Independent Reviewer (SA)

1 February 2022

109 Fairway Crest

Ruimsig

Johannesburg

Gauteng

1724

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

STATEMENT OF FINANCIAL POSITION

Figures in R	Notes	2021
ASSETS		
Current assets		
Cash and cash equivalents	3	<u>142,132</u>
Total assets		<u>142,132</u>
EQUITY AND LIABILITIES		
Equity		
Accumulated surplus		<u>110,512</u>
Liabilities		
Current liabilities		
Provisions	4	10,500
Trade and other payables	5	<u>21,120</u>
Total current liabilities		<u>31,620</u>
Total equity and liabilities		<u>142,132</u>

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

STATEMENT OF COMPREHENSIVE INCOME

Figures in R	Notes	2021
Other income	6	2,438,215
Administrative expenses	7	(200,596)
Other expenses	8	<u>(2,127,330)</u>
Surplus from operating activities		110,289
Finance income	9	223
Surplus for the year		<u>110,512</u>

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

STATEMENT OF CHANGES IN EQUITY

Figures in R	Accumulated surplus	Total
Changes in equity		
Surplus for the year	110,512	110,512
Total comprehensive income for the year	110,512	110,512
Balance at 28 February 2021	110,512	110,512

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

STATEMENT OF CASH FLOWS

Figures in R

	Note	2021
Cash flows from operations		
Surplus for the year		110,512
Adjustments to reconcile surplus		
Adjustments for finance income		(223)
Adjustments for increase in other operating payables		21,120
Adjustments for provisions		10,500
Total adjustments to reconcile surplus		31,397
Net cash flows from operations		141,909
Interest received		223
Net cash flows from operating activities		142,132
Net increase in cash and cash equivalents		142,132
Cash and cash equivalents at end of the year	3	142,132

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

ACCOUNTING POLICIES

1. General information

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC ('the non-profit company') is dedicated to supporting civil society, communities and health care workers in their fight to prevent the spread of HIV in South Africa.

The non-profit company is incorporated as a Non-Profit Company and domiciled in South Africa. The address of its registered office is Mozart Lane, Noordwyk, Gauteng, 1685.

2. Basis of preparation and summary of significant accounting policies

The financial statements of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment property, certain property, plant and equipment, biological assets and derivative financial instruments at fair value. They are presented in South African Rand.

The preparation of financial statements in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the non-profit company's accounting policies.

The principal accounting policies applied in the preparation of these annual financial statements are set out below.

2.1 Financial instruments

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown in current liabilities on the statement of financial position.

Trade and other payables

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

2.2 Provisions

Provisions for restructuring costs and legal claims are recognised when: the non-profit company has a present legal or constructive obligation as a result of past events; it is probable that a transfer of economic benefits will be required to settle the obligation; and the amount can be reliably estimated. Restructuring provisions comprise lease termination penalties and employee termination payments. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

2.3 Grants

Grants are recognised at their fair value in profit or loss where there is a reasonable assurance that the grant will be received and the non-profit company has complied with all attached conditions. Grants received where the non-profit company has yet to comply with all attached conditions are recognised as a liability (and included in deferred income within trade and other payables) and released to income when all attached conditions have been complied with. Grants received are included in 'other income' in profit or loss.

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in R

2021

3. Cash and cash equivalents

3.1 Cash and cash equivalents included in current assets:

Cash

Balances with banks	142,132
---------------------	---------

3.2 Net cash and cash equivalents

Current assets	142,132
----------------	---------

4. Provisions

4.1 Provisions comprise:

Other provisions	10,500
------------------	--------

Other provisions	10,500
------------------	--------

Current portion	10,500
------------------------	---------------

10,500

4.2 Other provisions

	Provision	Total
Balance at 1 March 2020	-	-
New provisions	10,500	10,500
Total changes	10,500	10,500
Balance at 28 February 2021	10,500	10,500

4.3 Details of other provisions

Provision

Provision is made for the current year's independent review fee, which is expected to finalise and be paid within 6 months.

5. Trade and other payables

Trade and other payables comprise:

Employees tax	21,120
---------------	--------

6. Other income

Other income comprises:

Grants received	2,438,215
-----------------	-----------

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in R

2021

7. Administrative expenses

Administrative expenses comprise:

Accounting fees	46,169
Independent reviewers - fees	10,500
Bank charges	8,820
Computer expenses	32,857
Telephone and internet	102,250
Total administrative expenses	200,596

8. Other expenses

Other expenses comprise:

Consulting fees	142,083
Employee benefit expenses	1,198,993
Printing and stationery	858
Project data for ground staff	12,900
Project meeting expenses	772,496
Total other expenses	2,127,330

9. Finance income

Finance income comprises:

Interest received	223
-------------------	-----

10. Comparative information not presented

The Non-Profit Company is not presenting comparative information as this is the first set of IFRS financial statements. The Non-Profit Company commenced with business on 11 April 2020. The first set of financial statements have been prepared for 12 months.

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

DETAILED INCOME STATEMENT

Figures in R	Notes	2021
Other income	6	
Grants received		<u>2,438,215</u>
Administrative expenses	7	
Accounting fees		(46,169)
Bank charges		(8,820)
Computer expenses		(32,857)
Independent reviewer fees		(10,500)
Telephone and internet		<u>(102,250)</u>
		(200,596)
Other expenses	8	
Consulting fees		(142,083)
Employee costs - executives and managers		(830,065)
Employee costs - salaries		(368,928)
Printing and stationery		(858)
Project data for ground staff		(12,900)
Project meeting expenses		<u>(772,496)</u>
		(2,127,330)
Surplus from operating activities		<u>110,289</u>
Finance income	9	
Interest received		<u>223</u>
Surplus for the year		<u>110,512</u>

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

INCOME TAX COMPUTATION

Figures in R

2021

Surplus / (deficit) before tax	110,512
Credit Adjustments (increase net profit / decrease net loss) (insert as positive)	
Tax exemption	(110,512)
	(110,512)
Taxable income	-
Normal tax	-

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

(Registration Number 2019/376125/08)

Annual Financial Statements for the year ended 28 February 2021

NOTICE OF MEETING

To the member of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

Notice is hereby given that the annual general meeting of the company will be held at Johannesburg on 1 February 2022 at 10h00 for the following purposes:

1. Consideration of the annual financial statements.
2. The election of directors.
3. The appointment of independent reviewers.
4. Approval of directors' remuneration.
5. To grant the directors the power to issue and allot any unissued shares of the non-profit company at their discretion.
6. Other matter
7. Other matter
8. To discuss any other matter that may be brought up at the annual general meeting.

Any member who is not able to attend the meeting may appoint a proxy on the form of proxy approved by the company which should be lodged with the secretaries of the company at least forty-eight hours before the meeting. The proxy need not also be a member.

By order of the board

for

Secretaries

1 February 2022