SACS 1969 TRUST

Our goal is to create a lasting legacy from the Class of '69 that makes it possible for at least one financially disadvantaged boy each year to enjoy the benefit of the SACS education that we were privileged to receive at a ridiculously low cost to our parents, in comparison with today's fees.

Registered Office: 97 Gabriel Road, Plumstead, 7800
Postal Address: PO Box 490, Plumstead, 7801

Registration Number: IT000361/2015(C)
PBO REFERENCE NUMBER: 930049542

The SACS '69 Trust
(Number IT 361/2015(C))

Annual Financial Statements
for the year ended 28 February 2018

THE SACS ‘69 TRUST
(Number IT 361/2015(C))

Annual financial statements
for the year ended 28 February 2018

Contents **Page**

Responsibility

The trustees are responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The accounting professional is responsible for compiling the financial statements in conformity with generally recognised accounting practice in South Africa.

The trustees are also responsible for the system of internal financial control. This is designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability for assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the trustees to indicate that any material breakdown in the functioning of these controls, procedures and systems had occurred during the year under review.

The financial statements have been prepared on the going concern basis, since the trustees have every reason to believe that the trust has adequate resources in place to continue in operation for the foreseeable future.

chartered accountant cape town south africa

Peter Bourne
Registered Auditor
Chartered Accountant

Tel: 021 650 2287
Cell: 083 300 2287
Fax: 021 650 2285
Email: pbourne@mweb.co.za

P.O. Box 34095, Rhodes Gift, 7707
97-99 Gabriel Road, Plumstead, 7800

Associate Professor   PJM Bourne CA(SA)RA   Pr Number 938548E   Registered Auditor - Licence Nr RA390   Registered Tax Practitioner: ODD79B4

Compilation Report of the Accounting Professional
To the Trustees of The SACS '69 Trust

On the basis of information reflected in the accounting records of the trust, I have compiled, in accordance with Statement of International Standards on Related Services, ISRS4410 on compilation engagements, the financial statements of the trust for the year ended 28 February 2018 as set out on pages 2 to 6.

The trustees are responsible for this financial information. I have not audited or reviewed the financial statements and therefore express no assurance thereon.

I am not fully independent of the Trust owing to the fact that, although not a Trustee, I am actively involved in Trustee's meetings.

Chartered Accountant (SA)
Registered Auditor
Cape Town
31 May 2018

THE SACS '69 TRUST
(Number IT 361/2015(C))

Report of the trustees
for the year ended 28 February 2018

Nature of business

The Trust was established in 2015 and manages a Scholarship Fund,

The Trust is a Registered Public Benefit Organisation (PBO Number 930049542) and, as such, is entitled to issue S18A Tax Deduction Certificates to donors.

The purpose of the Trust is to solicit donations from members of the SACS Matriculation Class of 1969 with the intention of establishing an endowment fund able to award a minimum of one scholarship annually in perpetuity. The Trustees initially believed that this would require a total capital sum of R1 000 000 (One Million Rand).

The Trustees awarded the first scholarship, a five year full scholarship, in 2016 on the basis that the five years of this scholarship will be covered by future donation commitments, particularly considering a single commitment of R50 000 for the five years.

At the accounting date, the Trust had received donations totalling R485 837 and had a total capital of R295 866 after accounting for investment income and the costs of the scholarship in the first four years. By the date of this report, the total capital had increased to R347 193. Donations have been received from a total of 25 members of the 1969 class.

Sustainability

Despite having achieved a surplus of approximately R300 000 over the first three years, the trust has subsequently not been successful in achieving its objective of raising R1 million and the funds available to the Trust remain in the R300 000 to R350 000 range.

Futhermore, since the trust was established in 2015, investment returns in South Africa have decreased significantly, whilst school fees have decreased. As a result, the capital of the Trust has not grown significantly and a reassessment of current levels of investment returns and school fees suggests that a realistic long term sustainable objective would be funding of R2 million.

The current scholarship ends at the end of 2020 and the present financial position of the Trust is that, without further donations, the Trust will not be able to award another full scholarship, although it will be in a position to provide limited financial assistance to a pupil or pupils.

Review of operations

In our opinion the financial statements adequately reflect the financial position and results of operations of the Trust for the accounting period and no further explanations are required.

Users should, however note that, as a result of the fact that the Trust has a financial year end of 28 February as opposed to the academic year running from 1 January to 31 December, the results for specific years are not directly comparable.

The interrelationship between year on year income and expenditure is explained in more detail in note 3 on page 6 of the financial statements.

Report of the trustees (continued)
for the year ended 28 February 2018

Trustees

TBA Fish
B Fuchs
RD Kemp

Accounting Officer

PJM Bourne (CA(SA)) RA

Business and postal address

C/o Peter Bourne
97 Gabriel Road
Plumstead
7800

PO Box 490
Plumstead
7801

THE SACS '69 TRUST
(Number IT 361/2015(C))

Statement of financial position
at 28 February 2018

	Note	2018 R	2017 R
Assets			
Funds invested			
Bank Balance - Investment Account		**295 866**	**295 248**
		295 866	**295 248**
Equity and liabilities			
Accumulated funds			
Capital fund		**295 866**	**295 248**
		295 866	**295 248**

Statement of comprehensive income
for the year ended 28 February 2018

	Note	2018 R	2017 R
Gross Revenue		**50 694**	**156 780**
Donations		**36 276**	**141 080**
Interest		**14 418**	**15 700**
Expenditure		**50 076**	**121 934**
Bank charges		**201**	**184**
Legal fees – Formation of trust		**-**	**-**
Scholarships		**49 875**	**121 750**
Surplus for the year		**618**	**34 846**

THE SACS '69 TRUST
(Number IT 361/2015(C))

Statement of changes in capital
for the year ended 28 February 2018

	Note	2018 R	2017 R
Changes in equity			
Capital at beginning of year		**295 248**	**260 402**
Surplus for the year transferred to Capital fund		**618**	**34 846**
Capital at end of year		**295 866**	**295 248**
Capital at end of year			
Capital fund		**295 866**	**295 248**
Balance at beginning of year		**295 248**	**260 402**
Surplus for the year		**618**	**34 846**
Capital at end of year		**295 866**	**295 248**

Notes to the financial statements
for the year ended 28 February 2018

1. Accounting policies

The financial statements have been prepared in accordance with generally recognised accounting practice using the modified cash basis of accounting.

2. Taxation

Provision has not been made for taxation as the income of the Trust is allocated for the purposes for which the Trust was established.

THE SACS '69 TRUST
(Number IT 361/2015(C))

Statement showing comparable Income and Expenditure of the Trust
Academic Year 2016 – Financial year ended 28 February 2018

	R	
Academic Year 2016 – Financial year ended 29 February 2016		
Adjusted (Comparable) Income for the year	365 939	
Per financial statement	315 939	
Donation income expected February 2016 received after year end	50 000	1
Adjusted (Comparable) Income for the year	(94 137)	
Per financial statement	55 537	
School fees paid after year end	38 600	2
Adjusted Retained Surplus for 2016 after Initial Donations	**271 802**	**3**
Academic Year 2017 – Financial year ended 28 February 2017		
Adjusted (Comparable) Income for the year	106 780	
Per financial statement	156 780	
2016 Adjustment as above	(50 000)	1
Adjusted (Comparable) Income for the year	(83 334)	
Per financial statement	121 934	
2016 Adjustment as above	(38 600)	2
Adjusted Surplus for 2017	**23 446**	
Surplus brought forward from 2016	271 802	3
Adjusted Retained Surplus at end 2017	**295 248**	**4**
Academic Year 2018 – Financial year ended 28 February 2018		
Adjusted (Comparable) Income for the year	100 694	
Per financial statement	50 694	
Donation income expected February 2016 received after year end	50 000	
Adjusted (Comparable) Income for the year	(94 426)	
Per financial statement	50 076	
School fees paid after year end	44 350	
Adjusted Surplus for 2018	**6 268**	
Surplus brought forward from 2017	295 248	4
Adjusted Retained Surplus at end 2018	**301 516**	