

MADRESSAH - ZIA - UL - BADR
(ASSOCIATION INCORPORATED UNDER SECTION 21)
REGISTRATION NO: 91/02206/08
ANNUAL FINANCIAL STATEMENTS
29 FEBRUARY 1996

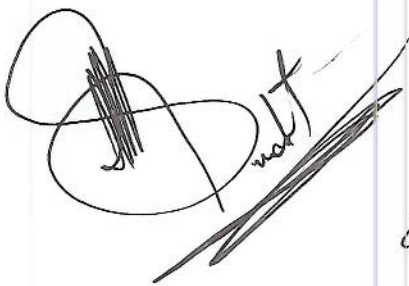
CONTENTS

PAGE

Report of the independent auditors	1
Balance sheet	2
Income statement	3
Notes to financial statements	4

APPROVAL

The financial statements were approved by the Trustees on 13 October, 2000 and are signed by them.

A large, stylized handwritten signature in black ink, appearing to be a cursive name.A handwritten signature in black ink, enclosed within a rectangular box with a scalloped right edge.

)
) TRUSTEES
)
)



HAROON TAKOLIA & CO
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Public Accountants and Auditors

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QUALIFIED REPORT OF THE INDEPENDENT AUDITORS
TO THE TRUSTEES OF
MADRESSAH ZIA - UL - BADR

MUHTARAM

Assalaamu Alaikum

We have examined the annual financial statements set out on pages 2 to 4. These financial statements are the responsibility of the Executive Committee. Our responsibility is to report on these financial statements.

Scope

We conducted our audit in accordance with South African Auditing Standards. These standards require that we 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 included in the financial statements,
- assessing the accounting principles used and the significant estimates made by management, and
- evaluating the appropriateness of the overall financial statement presentation.


We consider that our audit procedures were appropriate in the circumstance to express our opinion presented below.

Qualification

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

Audit Opinion

Except for the effects of any adjustments which might have been necessary had it been possible for us to extend our examination of income and cash expenses, in our opinion these financial statements fairly present the financial position of the Organisation at 29 February, 1996 and the results of its operations for the year then ended in conformity with generally accepted accounting practice.


Chartered Accountants (S.A.)
12 June, 2001.

MADRESSAH - ZIA - UL - BADR

2.

BALANCE SHEET AT
29 FEBRUARY 1996

	<u>Note</u>	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u>
<u>FUNDS EMPLOYED</u>				
<u>GENERAL FUND</u>				
Balance at beginning of the year		520,229	23,804	544,033
Net surplus for the year		601,703	582	602,285
		<u>1,121,932</u>	<u>24,386</u>	<u>1,146,318</u>
<u>EMPLOYMENT OF FUNDS</u>				
FIXED ASSETS	2	931,162	-	931,162
INVESTMENTS	3	155,000	-	155,000
<hr/>				
<u>CURRENT ASSETS</u>				
Cash resources	4	<u>52,573</u>	<u>24,386</u>	<u>76,959</u>
<u>CURRENT LIABILITY</u>				
Accounts payable		<u>16,803</u>	<u>-</u>	<u>16,803</u>
<hr/>				
<u>NET CURRENT ASSETS</u>		<u>35,770</u>	<u>24,386</u>	<u>60,156</u>
		<u>1,121,932</u>	<u>24,386</u>	<u>1,146,318</u>

MADRESSAH - ZIA - UL - BADR
INCOME STATEMENT FOR THE YEAR
29 FEBRUARY 1996

3.

	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u>
INCOME	941,893	220,203	1,162,096
EXPENDITURE AND DISTRIBUTION	340,190	219,621	559,811
Bank charges	657	678	1,335
Depreciation	1,161	-	1,161
Hostel expenses	96,045	1,225	97,270
Insurance	1,300	-	1,300
Interest expense	69	-	69
Legal expenses	6,515	-	6,515
Preliminary expenses written off	907	-	907
Rates, water and electricity	34,080	-	34,080
Repairs and maintenance	7,898	-	7,898
Salaries and wages	161,605	-	161,605
Security	1,453	-	1,453
Student welfare	28,500	217,718	246,218
NET SURPLUS for the year transferred to General fund	<u>601,703</u>	<u>582</u>	<u>602,285</u>

	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u> R
1. ACCOUNTING POLICIES			
The financial statements are prepared on the historical cost basis, consistent with previous years and incorporate the following principle accounting policies :			
1.1 <u>Fixed assets</u>			
Land and buildings are not depreciated. Furniture and equipment are depreciated at 10% p.a. on the reducing balance method.			
1.2 <u>Income and Expenditure</u>			
Income and expenditure are brought to account as and when recorded and incurred respectively.			
2. FIXED ASSETS	<u>931,162</u>	<u>-</u>	<u>931,162</u>
Furniture and equipment	19,203	-	19,203
book value at beginning of the year	5,364	-	5,364
additions	15,000	-	15,000
depreciation	(1,161)	-	(1,161)
Land and buildings	911,959	-	911,959
at cost	420,000	-	420,000
improvements capitalised	491,959	-	491,959
Erf 1365, 1366, 1369, 1371, 1373 and 1374 Jeppestown Township, measuring 982 (one thousand and eighty two) square metres, acquired on 25 June 1982.			
Fixed assets are depreciated as stated in note 1.			
3. INVESTMENTS			
Loan investment in associate MEG Properties (Pty) Ltd	<u>155,000</u>	<u>-</u>	<u>155,000</u>
4. CASH RESOURCES	<u>52,573</u>	<u>24,386</u>	<u>76,959</u>
Cash at bank	52,151	24,386	76,537
Petty cash	422	-	422