

MADRESSAH ZIA - UL BADR  
(ASSOCIATION INCORPORATED UNDER SECTION 21)  
REGISTRATION NO: 1991/002206/08  
ANNUAL FINANCIAL STATEMENTS  
PBO: 930022993  
28 FEBRUARY 2013

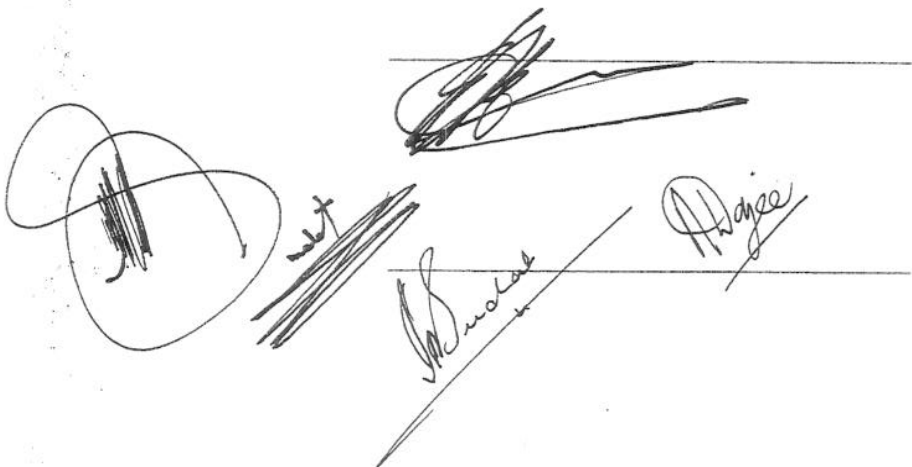
WORKING PAPERS FILE

The following report and statements are presented :

<u>CONTENTS</u>	<u>PAGE</u>
Report of the independent auditors	1
Balance sheet	2
Income statement	3
Notes to the financial statements	4 - 5

APPROVAL

The financial statements were approved by the Council of Theologians on 6 May, 2013 and are signed by them.

  
)  
)  
) COUNCIL  
) MEMBERS  
)  
)

REPORT OF THE INDEPENDENT AUDITORS  
TO THE MEMBERS OF  
MADRESSAH ZIA – UL BADR

We have audited the annual financial statements as set out on pages 2 to 5 for the year ended 28 February 2013. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

**Scope**

Except as discussed in the following paragraph, 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 believe that our audit provides a reasonable basis for our opinion.

**Audit Opinion**

In our opinion, these financial statements fairly present the financial position of the Association at year ended 28 February 2013 and the results of its operations and cash flow information for the year then ended in conformity with generally accepted accounting standards and in the manner required by the Companies Act.



Chartered Accountants (S.A.)

Registered Accountants and Auditors

Johannesburg

6 May 2013

MADRESSAH ZIA - UL BADR  
BALANCE SHEET AT  
28 FEBRUARY 2013

2.

	<u>Notes</u>	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u> R
<u>ASSETS</u>				
NON-CURRENT ASSETS				
Fixed assets	2	45 817	-	45 817
CURRENT ASSETS				
Cash and cash equivalents		451 464	133 444	584 908
TOTAL ASSETS		<u>497 281</u>	<u>133 444</u>	<u>630 725</u>
<u>RESERVES</u>				
RESERVES				
Accumulated funds		459 780	133 444	593 224
TOTAL RESERVES		<u>459 780</u>	<u>133 444</u>	<u>593 224</u>

MADRESSAH ZIA - UL BADR  
INCOME STATEMENT FOR THE YEAR ENDED  
28 FEBRUARY 2013

3.

	<u>Notes</u>	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u> R
INCOME		7 262 366	1 362 409	8 624 775
<hr/>				
Banquet income		661 300	-	661 300
Building fund income		4 619 675	-	4 619 675
Hostel income		1 003 860	-	1 003 860
Lillah income		729 631	-	729 631
qurbani income		247 900	-	247 900
Zakaat income		-	1 362 409	1 362 409
<hr/>				
EXPENDITURE AND DISTRIBUTION		8 255 445	1 908 336	10 163 781
<hr/>				
Bank charges		2 837	-	2 837
Banquet expenses		92 316	-	92 316
Building fund expenses		6 328 552	-	6 328 552
Cleaning material		11 877	-	11 877
Computer expenses		1 026	-	1 026
Depreciation		11 669	-	11 669
Electricity, water and utilities		429 906	-	429 906
Jalsa expenses		33 252	-	33 252
Insurance		16 654	-	16 654
General expenses		18 860	-	18 860
Printing, postage and stationery		2 260	-	2 260
Qurbani expenses		201 350	-	201 350
Repairs and maintenance		72 664	-	72 664
Salaries, wages and contributions		535 905	-	535 905
Telecommunications		6 000	-	6 000
Welfare expenses	4	490 317	1 908 336	2 398 653
<hr/>				
NET DEFICIT for the year		(993 079)	(545 927)	(1 539 006)
<hr/>				
ACCUMULATED FUNDS				
at beginning of the year		1 452 859	679 371	2 132 230
at end of the year		<u>459 780</u>	<u>133 444</u>	<u>593 224</u>

LILLAH  
R

ZAKAAT  
R

TOTAL  
R

1. ACCOUNTING POLICIES

The financial statements are prepared on the historical cost basis, consistent with prior years, and incorporate the following principle accounting policies :

1.1 Fixed assets

Land and buildings are not depreciated. Furniture and equipment are depreciated at 10% p. a. on the straight line method.

1.2 Income and Expenditure

Income and expenditure are brought into account as and when recorded and incurred respectively.

2. FIXED ASSETS

	45 817	-	45 817
Furniture and equipment book value at beginning of the year	45 815	-	45 815
depreciation	57 484 (11 669)	-	57 484 (11 669)
Land and buildings at nominal value	1	-	1
2.1 <u>MASJID</u> Erf 1372, 1375, and 1376, Jeppestown Township, measuring 998 (nine hundred and ninety eight ) square metres acquired on 28 February 2000.			
2.2 <u>HOSTEL</u> Erf 1371, 1373, and 1374, Jeppestown Township, measuring 998 (nine hundred and ninety eight ) square metres acquired on 25 June 1982.			
2.3 <u>FRAIL CARE CENTRE</u> Erf 1365, 1366, and 1369, Jeppestown Township, measuring 998 (nine hundred and ninety eight ) square metres acquired on 25 June 1982.			
2.4 <u>DARUL HIFZ COMPLEX</u> Erf 1367, 1368, and 1370, Jeppestown Township, measuring 998 (nine hundred and ninety eight ) square metres acquired on 10 October 2001.			
Stand 1137, 1138,1139,1140,1141 and 1952 vacant land. Fixed assets are depreciated as stated in note 1.	1		1

	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u> R
4. <u>WELFARE EXPENSES</u> These expenses were incurred for under privaliged students, and maintained at the hostel.			
5. <u>TAXATION</u> No provision has been made as the centre has been approved as a public benefits organisation in terms of section 30 of the Income Tax Act and the receipts and accruals in terms of section 10(1) (cN) of the act..			