

MADRESSAH ZIA - UL BADR
(ASSOCIATION INCORPORATED UNDER SECTION 21)
REGISTRATION NO: 1991/002206/08
ANNUAL FINANCIAL STATEMENTS
PBO: 930022993
28 FEBRUARY 2014

WORKING PAPERS FILE

The following report and statements are presented :

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APPROVAL

The financial statements were approved by the Council of Theologians on 15 April, 2014 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 2014. 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

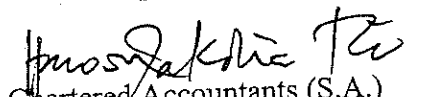
Except as discussed in the following paragraph, we conducted our audit in accordance with South African Auditing Standards. These standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. An audit includes:

- 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 2014 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
15 April 2014

MADRESSAH ZIA - UL BADR
BALANCE SHEET AT
28 FEBRUARY 2014

	Notes	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u> R
<u>ASSETS</u>				
NON-CURRENT ASSETS				43 997
Fixed assets	2	43 997	-	
CURRENT ASSETS				1 560 984
Cash and cash equivalents		765 602	795 382	
TOTAL ASSETS		<u>809 599</u>	<u>795 382</u>	<u>1 604 981</u>
<u>RESERVES</u>				
RESERVES				1 604 981
Accumulated funds		809 599	795 382	
TOTAL RESERVES		<u>809 599</u>	<u>795 382</u>	<u>1 604 981</u>

MADRESSAH ZIA - UL BADR
INCOME STATEMENT FOR THE YEAR ENDED
28 FEBRUARY 2014

	<u>Notes</u>	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u> R
INCOME		5 363 387	2 719 284	8 082 671
Banquet income		941 630	-	941 630
Building fund income		1 271 800	-	1 271 800
Frail care income		93 880	-	93 880
Hostel income		1 658 369	-	1 658 369
Lillah income		1 241 958	-	1 241 958
qurbani income		147 750	-	147 750
Sadaqah		8 000	-	8 000
Zakaat income		-	2 719 284	2 719 284
EXPENDITURE AND DISTRIBUTION		5 051 070	2 057 346	7 108 416
Banquet expenses		394 516	-	394 516
Building fund expenses		2 578 980	-	2 578 980
Cleaning material		20 259	-	20 259
Consulting fees		13 251	-	13 251
Depreciation		12 821	-	12 821
Electricity, water and utilities		405 585	-	405 585
Jalsa expenses		37 044	-	37 044
Insurance		27 278	-	27 278
Hostel expenses		406 551	-	406 551
Printing, postage and stationery		13 559	-	13 559
Qurbani expenses		150 500	-	150 500
Repairs and maintenance		68 783	-	68 783
Mothers home - renovations		250 300	-	250 300
Salaries, wages and contributions		616 753	-	616 753
Secretarial fees		7 735	-	7 735
Telecommunications		5 500	-	5 500
Welfare expenses	4	41 655	2 057 346	2 099 001
NET DEFICIT for the year		312 317	661 938	974 255
ACCUMULATED FUNDS				
at beginning of the year		497 282	133 444	630 726
at end of the year		<u>809 599</u>	<u>795 382</u>	<u>1 604 981</u>

MADRESSAH ZIA - UL BADR
NOTES TO THE FINANCIAL STATEMENTS
28 FEBRUARY 2014

<u>LILLAH</u>	<u>ZAKAAT</u>	<u>TOTAL</u>
R	R	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, all additions and acquisitions during the year under review are written off and shown at nominal value.

Fixed assets are depreciated on the straight line basis at the following rates :

Furniture and equipment	10% p. a.
Computer equipment	33.3% p. a.

1.2 Income and Expenditure

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

2. FIXED ASSETS

	43 997	-	43 997
Furniture and equipment	34 216	-	34 216
book value at beginning of the year	45 815	-	45 815
depreciation	(11 599)	-	(11 599)
Computer equipment	9 779	-	9 779
additions	11 000	-	11 000
depreciation	(1 221)	-	(1 221)
Land and buildings			
at nominal values	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.	1		1
Fixed assets are depreciated as stated in note 1.			

MADRESSAH ZIA - UL BADR
NOTES TO THE FINANCIAL STATEMENTS
28 FEBRUARY 2014
(Continued)

	<u>LILLAH</u> R	<u>ZAKAAT</u> R	<u>TOTAL</u> R
4. <u>WELFARE EXPENSES</u>			
These expenses were incurred for under priviliged 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..			