

BUSINESS FIGHTING CRIME
(Registration No. 049-709-NPO)

ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2010

BUSINESS FIGHTING CRIME

ANNUAL FINANCIAL STATEMENTS for the year ended 31 December 2010

COMPANY INFORMATION

Registration number:	2002/026810/08
Registered address:	Chamber House Royal Showgrounds Commercial Road Pietermaritzburg 3201
Business address:	Chamber House Royal Showgrounds Commercial Road Pietermaritzburg 3201
Postal address:	P O Box 11734 Dorpspruit 3206
Auditors:	PricewaterhouseCoopers Inc. Pietermaritzburg
Bankers:	

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REPORT OF THE DIRECTORS
for the year ended 31 December 2010

The directors are responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The auditors are responsible to report on the fair presentation of the financial statements. The financial statements have been prepared in accordance with International Financial Reporting Standards and in the manner required by the Companies Act of South Africa.

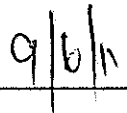
The directors are also responsible for the company's systems of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements and to adequately safeguard, verify and maintain accountability of assets, and to prevent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

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

The financial statements set out on pages 4 to 10 was approved by the board of directors and are signed on their behalf.



Chairman



Date



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BUSINESS FIGHTING CRIME

We have audited the annual financial statements of Business Fighting Crime, which comprise the statement of financial position as at 31 December 2010, and the statements of comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 4 to 10.

Members' Responsibility for the Financial Statements

The committee members are responsible for the preparation and fair presentation of these financial statements in accordance with South African Statements of Generally Accepted Accounting Practice. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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Executive: S P Kana (Chief Executive Officer) T P Blandin de Chatain D J Fölscher G M Khumalo S Subramoney F Tonelli
Resident Director in Charge: D R P Fourie
The Company's principal place of business is at 2 Eglin Road, Sunninghill where a list of directors' names is available for inspection.
PricewaterhouseCoopers Inc is an authorised financial services provider.

VAT reg.no. 4950174682.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

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

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Business Fighting Crime as at 31 December 2010, and its financial performance and its cash flows for the year then ended in accordance with South African Statements of Generally Accepted Accounting Practice and in the manner required by the Companies Act of South Africa.

A handwritten signature in black ink, appearing to read 'DRP Fourie', is written over the printed name of the auditor.

PricewaterhouseCoopers Inc
Director: DRP Fourie
Registered Auditor
Block C
21 Cascades Crescent
Cascades
Pietermaritzburg
3201

Date: 9 June 2011

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STATEMENT OF FINANCIAL POSITION for the year ended 31 December 2010

	Notes	2010 R	2009 R
ASSETS			
Non-current assets			
Investments	2	874 143	852 389
Current assets			
Trade and other receivables		2 489	-
Cash and cash equivalents		16 471	24 726
Total assets		893 103	877 115
EQUITY AND LIABILITIES			
Capital and reserves			
Accumulated funds		882 610	864 311
Current liabilities			
Trade and other payables		10 493	12 804
Total equity and liabilities		893 103	877 115

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STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2010

	Notes	2010 R	2009 R
Income			
Donations received	3	70 460	129 710
Interest received		56 964	79 333
		<u>127 424</u>	<u>209 043</u>
Less expenditure		109 125	175 144
Auditor's remunerations		2 280	3 238
Administration fees		56 772	56 772
Advertising		-	-
Bank charges		581	1 577
Project expenses	4	43 246	108 918
Interest		-	22
Meeting expenses		2 802	4 455
Other expenses		3 444	162
		<u>18 299</u>	<u>33 899</u>
Net profit for the year		18 299	33 899
Other comprehensive income		-	-
Total comprehensive income		18 299	33 899

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STATEMENT OF CHANGES IN EQUITY for the year ended 31 December 2010

	Accumulated profit R
Year ended 31 December 2010	
Balance at 1 January 2010	864 311
Profit for the year	18 299
Balance at 1 January 2010	<u><u>882 610</u></u>
Year ended 31 December 2009	
Balance at 1 January 2009	830 412
Profit for the year	33 899
Balance at 31 December 2009	<u><u>864 311</u></u>

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CASH FLOW STATEMENT
for the year ended 31 December 2010

	Notes	2010 R	2009 R
Cash flow from operating activities		13 499	30 214
Cash utilised in operating activities	5.1	(43 465)	(49 097)
Interest received		56 964	79 333
Interest paid		-	(22)
Cash flow from investing activities			
Investments		(21 754)	(26 894)
Increase / (decrease) in cash and cash equivalents		(8 255)	3 320
Cash and cash equivalents at beginning of the year		24 726	21 406
Cash and cash equivalents at end of year		16 471	24 726

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

1 Basis of preparation

The financial statements are prepared on the historical cost basis and incorporate the following principle accounting policies, which have been consistently applied in all material respects:

1.1 Revenue recognition

Income comprises mainly of donations which is accounted for on the receipt of funds.

1.2 Investments

Investments are stated at cost.

1.3 Taxation

Business Fighting Crime is exempt from normal income tax and donations tax in terms of section 10(1) of the Income Tax Act, hence no provision for taxation has been made.

1.4 Financial instruments

Measurement

Financial instruments are initially measured at cost, which includes transaction costs. Subsequent to initial recognition, these instruments are measured as set out below.

Trade and other payables

Trade and other payables are measured at cost at balance sheet date.

Cash and cash equivalents

Cash and cash equivalents are measured at fair value at balance sheet date.

	2010 R	2009 R
2 Investments		
PSG – Corporate Saver Call	874 143	852 389

3 Gross revenue

Gross revenue comprises donations.

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

	2010 R	2009 R
4 Project expenses		
Project 1		
Lifeline	6 439	-
Project 2		
IMS Project	532	-
Project 3		
Xposure Advertising	2 736	-
Project 4		
Safe City	10 493	32 861
Project 5		
Hilton SAPS – CCTV System	-	17 726
Project 6		
SAPS Alexandra Road	-	12 435
Project 7		
NPA Children's Day	-	6 148
Project 8		
Repairs at SAP Loop Street	-	18 314
Project 9		
Dr Grahm Wright	2 291	-
Project 10		
Royal Show exhibit	20 755	12 989
Project 11		
White Collar Crime conference	-	8 445
	43 246	108 918

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NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2010

	2010 R	2009 R
5 Notes to the cash flow statement		
5.1 Cash utilised in operating activities		
Net surplus	18 299	33 899
Adjustments for:		
Investment income	(56 964)	(79 333)
Finance costs	-	22
	<u>(38 665)</u>	<u>(45 412)</u>
Movements in working capital		
(Decrease) / increase in accounts payable	(2 311)	(3 685)
(Increase)/decrease in accounts receivable	(2 489)	-
	<u>(43 465)</u>	<u>(49 097)</u>