The Other Foundation
(Registration number IT1087/2014(6))
Financial statements
for the 3 months ended 31 December
2013
The Other Foundation
(Registration number IT1087/2014(6))
Financial Statements for the 3 months ended 31 December 2013

General Information

Country of incorporation and domicile
South Africa

Nature of business and principal activities
To carry on public benefit activities with an altruistic purpose with the focus on the provision of funds, assets, services or other resources by way of donation to lesbian, gay, bi-sexual, transgender and intersex advocacy groups and service organisations.

Trustees
Hugo Maxim Canham
Neville Arnold Kerr Gabriel
Laurel Ann Adams
Shaun George Samuels
Isabella Matambanadzo
Patricia Louise Watson
Xhanti Payi

Registered office
4th Floor
The Firs
Rosebank
Johannesburg
2132

Business address
4th Floor
The Firs
Cnr Craddock Street and Bierman
Rosebank
2132

Postal address
Postnet Suite 209
Private Bag X31
Saxonwold
2132

Bankers
Standard Bank

Auditors
BDO South Africa Inc.
Chartered Accountants (S.A.)
Registered Auditors
Registered Auditor

Trust registration number
IT1087/2014(6)
The Other Foundation
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The reports and statements set out below comprise the financial statements presented to the trustees:

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The following supplementary information does not form part of the financial statements and is unaudited:

| Detailed Income Statement                                             | 12   |

These financial statements have been audited in compliance with the applicable requirements of the Trust Deed.
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(Registration number IT1087/2014(6))  
Financial Statements for the 3 months ended 31 December 2013

Trustee’s Responsibilities and Approval

The Trustees are required in terms of the Trust Deed to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the trust as at the end of the financial period and the results of its operations and cash flows for the period then ended, in conformity with International Financial Reporting Standards for Small to Medium Enterprises. The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with International Financial Reporting Standards for Small to Medium Enterprises and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The trustees acknowledge that they are ultimately responsible for the system of internal financial control established by the trust and place considerable importance on maintaining a strong control environment. To enable the trustees to meet these responsibilities, the board of trustees sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the trust and all employees are required to maintain the highest ethical standards in ensuring the trust’s business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the trust is on identifying, assessing, managing and monitoring all known forms of risk across the trust. While operating risk cannot be fully eliminated, the trust endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The trustees are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The trustees have reviewed the trust’s cash flow forecast for the period to 31 December 2014 and, in the light of this review and the current financial position, they are satisfied that the trust has or has access to adequate resources to continue in operational existence for the foreseeable future.

[Signatures]

Trustee

Trustee
The Other Foundation  
(Registration number IT1087/2014(6))  
Financial Statements for the 3 months ended 31 December 2013

Trustees' Report

The Trustees have pleasure in submitting their report for the 3 months ended 31 December 2013.

1. Review of activities

The Other Foundation has its core business as to carry on public benefit activities with the focus on the provision of funds, assets, services or other resources by way of donation to lesbian, gay, bi-sexual, transgender and intersex advocacy groups and service organisations.

2. Review of financial results and activities

The Trust recorded a net profit after tax for the 3 months ended 31 December 2013 of R -. There is no profit or loss for the year since some of the grants received have not yet accrued and are deferred.

3. Trustees

The Trustees in office at the date of this report are as follows:

Trustees
Hugo Maxim Canham
Neville Arnold Kerr Gabriel
Laurel Ann Adams
Shaun George Samuels
Isabella Matambanadzo
Patricia Louise Watson
Xhanti Payl

4. Events after the reporting period

The Trustees are not aware of any material event which occurred after the reporting date and up to the date of this report.

5. Going concern

The trustees believe that the trust has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The trustees have satisfied themselves that the trust is in a sound financial position and that it has access to sufficient funds to meet its foreseeable cash requirements. The trustees are not aware of any new material changes that may adversely impact the trust. The trustees are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the trust.

6. Auditors

BDO South Africa Inc. was appointed in office as auditors for the company for 2013.
Independent Auditors' Report

To the trustee of the Other Foundation

We have audited the financial statements of the Other Foundation, as set out on pages 6 to 11, which comprise the statement of financial position as at 31 December 2013, and the statement of profit and loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Annual Financial Statements

The trust’s trustees are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small to Medium Enterprises and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditors’ 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 auditors’ 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of The Other Foundation as at 31 December 2013, and its financial performance and its cash flows for the 3 months then ended in accordance with International Financial Reporting Standards for Small Medium Enterprises, and the requirements of the Trust Deed.

Supplementary Information

Without qualifying our opinion, we draw attention to the fact that supplementary information set out on page 12 does not form part of the financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.

[Signature]
BDO South Africa Inc.
Registered Auditors
Per: Patricia Stock
Director
Registered Auditor
30 November 2015

BDO South Africa Incorporated
Registration number: 1995/002310/21
Practice number: 905316
VAT number: 4910148685

National Executive: S Dansie • H Bhaga-Muljee • BJ de Wet • HCS Lopes • B Bowell • FD Schneider • MS Stewart (Chief Executive) •
A van der Hoek
Office Managing Director: HCS Lopes

The company’s principal place of business is at 22 Wellington Road, Parktown, Johannesburg where a list of directors’ names is available for inspection. BDO South Africa Incorporated, a South African personal liability company, is a member of BDO Southern African Co-ordination (Pty) Ltd, a South African company, which in turn is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.
The Other Foundation  
(Registration number IT1087/2014(6))  
Financial Statements for the 3 months ended 31 December 2013

Statement of Financial Position as at 31 December 2013

<table>
<thead>
<tr>
<th>Figures in Rand</th>
<th>Note(s)</th>
<th>3 months ended 31 December 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>2</td>
<td>6 011 431</td>
</tr>
<tr>
<td><strong>Equity and Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Current Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Trade and other payables</td>
<td>4</td>
<td>51 296</td>
</tr>
<tr>
<td>Deferred income</td>
<td>3</td>
<td>5 960 135</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td></td>
<td>6 011 431</td>
</tr>
</tbody>
</table>
The Other Foundation  
(Registration number IT1087/2014(S))  
Financial Statements for the 3 months ended 31 December 2013

**Statement of Profit and loss and Other Comprehensive Income**

<table>
<thead>
<tr>
<th>Figures in Rand</th>
<th>Note(s)</th>
<th>3 months ended 31 December 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grant income</td>
<td>5</td>
<td>596 307</td>
</tr>
<tr>
<td>Operating expenses</td>
<td></td>
<td>(596 307)</td>
</tr>
<tr>
<td>Operating profit</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
The Other Foundation  
(Registration number IT1087/2014(6))  
Financial Statements for the 3 months ended 31 December 2013  

Statement of Cash Flows  

<table>
<thead>
<tr>
<th>Figures in Rand</th>
<th>Note(s)</th>
<th>3 months ended</th>
<th>31 December 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flows from operating activities</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash generated from operations</td>
<td>6</td>
<td>6 011 431</td>
<td></td>
</tr>
<tr>
<td>Total cash movement for the period</td>
<td></td>
<td>6 011 431</td>
<td></td>
</tr>
<tr>
<td>Total cash at end of the period</td>
<td>2</td>
<td>6 011 431</td>
<td></td>
</tr>
</tbody>
</table>
The Other Foundation  
(Registration number IT1087/2014(6))  
Financial Statements for the 3 months ended 31 December 2013  

Accounting Policies  

1. Presentation of Financial Statements  
The financial statements have been prepared in accordance with International Financial Reporting Standards for Small to Medium Enterprises, and the Trust Deed. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.  

1.1 Financial instruments  

Classification  
The trust classifies financial assets and financial liabilities into the following categories:  
- Loans and receivables  

Classification depends on the purpose for which the financial instruments were obtained / incurred and takes place at initial recognition.  

Initial recognition and measurement  
Financial instruments are recognised initially when the company becomes a party to the contractual provisions of the instruments.  

For financial instruments which are not at fair value through profit or loss, transaction costs are included in the initial measurement of the instrument.  

Regular way purchases of financial assets are accounted for at .  

Subsequent measurement  
Loans and receivables are subsequently measured at amortised cost, using the effective interest method, less accumulated impairment losses.  

Impairment of financial assets  
At each reporting date the company assesses all financial assets, other than those at fair value through profit or loss, to determine whether there is objective evidence that a financial asset or group of financial assets has been impaired.  

Where financial assets are impaired through use of an allowance account, the amount of the loss is recognised in profit or loss within operating expenses. When such assets are written off, the write off is made against the relevant allowance account. Subsequent recoveries of amounts previously written off are credited against operating expenses.  

Cash and cash equivalents  
Cash and cash equivalents comprise cash on hand and demand deposits. These are initially and subsequently recorded at fair value.  

1.2 Revenue  
Donor grants are recognised when there is reasonable assurance that:  
- the trust will comply with the conditions attached to them (usually revenue can be recognised once spent on valid expenditure for the project)  
- the trust will receive the grants
The Other Foundation
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Financial Statements for the 3 months ended 31 December 2013

Notes to the Financial Statements

Figures in Rand 3 months to 31 December 2013

2. Cash and cash equivalents

Cash and cash equivalents consist of:

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank balances</td>
<td>74 989</td>
</tr>
<tr>
<td>Short-term deposits</td>
<td>5 936 442</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>6 011 431</strong></td>
</tr>
</tbody>
</table>

3. Deferred income

Reconciliation of deferred income - 2013

<table>
<thead>
<tr>
<th></th>
<th>Opening balance</th>
<th>Funds received during the year</th>
<th>Funds utilised during the year</th>
<th>Interest earned during the year</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Deferred income</td>
<td>5 960 135</td>
<td>6 500 000</td>
<td>(596 307)</td>
<td>56 442</td>
<td>5 960 135</td>
</tr>
</tbody>
</table>

4. Trade and other payables

Hivos

5. Revenue

Atlantic Philanthropies

6. Cash generated from operations

Profit before taxation

Adjustments for:

Movements in deferred income

Changes in working capital:

Trade and other payables

5 960 135

51 296

6 011 431

7. Related parties

Relationships

Trustees

Hugo Maxim Canham
Neville Arnold Kerr Gabriel
Laurel Ann Adams
Shaun George Samuels
Isabella Matambanadzo
Patricia Louise Watson
Xhanti Payi

8. Key management emoluments

No emoluments were paid to the key management or any individuals holding a prescribed office during the 3 months.
9. Comparative figures

No comparative figures have been presented as these are the first financial statements of the trust.

10. Going concern

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities will occur in the ordinary course of business.

11. Events after the reporting period

The Trustees are not aware of any material event which occurred after the reporting date and up to the date of this report.
Detailed Income Statement

<table>
<thead>
<tr>
<th>Figures in Rand</th>
<th>Note(s)</th>
<th>3 months ended 31 December 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grant income</td>
<td></td>
<td>596 307</td>
</tr>
<tr>
<td>Atlantic Philanthropist</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating expenses</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Audit fees</td>
<td>10 431</td>
<td></td>
</tr>
<tr>
<td>Advertising</td>
<td>5 000</td>
<td></td>
</tr>
<tr>
<td>Bank charges</td>
<td>216</td>
<td></td>
</tr>
<tr>
<td>Board Meetings</td>
<td>81 909</td>
<td></td>
</tr>
<tr>
<td>Institutional Donors</td>
<td>35 586</td>
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<tr>
<td>IT expenses</td>
<td>10 260</td>
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<tr>
<td>Postage</td>
<td>188</td>
<td></td>
</tr>
<tr>
<td>Printing expenditure</td>
<td>1 644</td>
<td></td>
</tr>
<tr>
<td>Research and development costs</td>
<td>62 367</td>
<td></td>
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<tr>
<td>Staff Recruitment</td>
<td>139 177</td>
<td></td>
</tr>
<tr>
<td>Technical Support</td>
<td>248 206</td>
<td></td>
</tr>
<tr>
<td>Telephone</td>
<td>1 323</td>
<td></td>
</tr>
</tbody>
</table>

The supplementary information presented does not form part of the financial statements and is unaudited