

THE MCLEAN TRUST
(Registration number IT9711)
ANNUAL FINANCIAL STATEMENTS
for the year ended 28 February 2013

Harris Dowden & Fontaine
Chartered Accountants (S.A.)
Registered Auditors
Issued 17 June 2015

**THE MCLEAN TRUST
FINANCIAL STATEMENTS
for the year ended 28 February 2013**

The reports and statements set out below comprise the annual financial statements presented to trustees:

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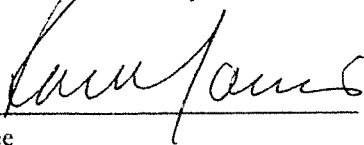
Approval

The trustees 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 generally accepted accounting practice and in the manner required by the Companies Act, 1973.

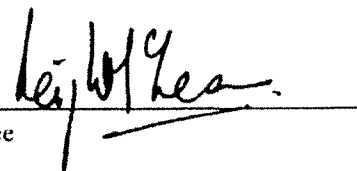
The trustees are also responsible for the trust's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the trustees 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 trustees have every reason to believe that the trust has adequate resources in place to continue in operation for the foreseeable future.

The financial statements which appear on pages 3 to 10 were approved by the trustees on 17 June 2015 and signed on their behalf by:



Trustee



Trustee



**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE MCLEAN TRUST**

We have audited the annual financial statements of THE McLEAN TRUST, which comprise the balance sheet as at 28 February 2013, and the income statement, for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Trustees Responsibility for the annual financial statements

The trustees are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the 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 statements of 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 annual 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 annual 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 annual financial statements.

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

Emphasis of matter

It is not feasible for the trust to institute accounting controls over collections from donations prior to the initial entry of these collections in the accounting records. Accordingly, it was impractical for us to extend our examination beyond the receipts actually recorded.

In our opinion, except for the matters set out in the preceding paragraph, the annual financial statements present fairly, in all material respects, the financial position of THE McLEAN TRUST as at 28 February 2013, and its financial performance for the year then ended in accordance with generally accepted accounting practice.

**Harris Dowden & Fontaine
Chartered Accountants (S.A.)
Registered Auditors**

THE MCLEAN TRUST
BALANCE SHEET
as at 28 February 2013

	Notes	2013 R	2012 R
Assets			
Non-current assets			
Fixed assets	2	6	6
Investments	3	107 495	107 495
		<u>107 501</u>	<u>107 501</u>
Current assets			
Accounts receivable		86 000	-
Bank balances		45 976	60 555
		<u>131 976</u>	<u>60 555</u>
Total assets		<u><u>239 477</u></u>	<u><u>168 056</u></u>
Reserves and liabilities			
Reserves			
Reserve	4	100 000	100 000
Capital account	5	180 392	180 392
Revenue account	6	(289 113)	(278 602)
		<u>(8 721)</u>	<u>1 790</u>
Current liabilities			
Accounts payable		24 004	16 003
Donations in advance		224 194	150 263
		<u>248 198</u>	<u>166 266</u>
Total equity and liabilities		<u><u>239 477</u></u>	<u><u>168 056</u></u>

THE MCLEAN TRUST
INCOME STATEMENT
for the year ended 28 February 2013

	Note	2013 R	2012 R
Income			
Dividends received		6 463	6 603
Interest received - cash on call		96	-
Interest received - current account		167	220
		<u>6 726</u>	<u>6 823</u>
Total income		<u>6 726</u>	<u>6 823</u>
Expenditure			
Auditors' remuneration		8 000	8 000
Bank charges		6 811	6 933
Total expenditure		<u>14 811</u>	<u>14 933</u>
		(8 085)	(8 110)
Net Contribution towards Phedisang Project	9	<u>(2 426)</u>	<u>(2 700)</u>
Net deficit		<u>(10 511)</u>	<u>(10 810)</u>

THE MCLEAN TRUST
NOTES TO THE FINANCIAL STATEMENTS
at 28 February 2013

1 Basis of preparation

The principal accounting policies of the Trust, which are set out below are consistent with those applied in the previous year.

1.1 Investments

Marketable securities are carried at cost less amounts written off.

Adjustments are made to cost only where, in the opinion of the trustees, the investment is impaired. Where an investment has been impaired, it is recognised as an expense in the period in which the impairment is identified.

1.2 Fixed assets

All fixed assets are initially recorded at cost and any impairment in value.

Assets are depreciated to a nominal value in the year of acquisition.

1.3 Going concern

These financial statements have been prepared on the basis of a going concern as the Trustees are of the opinion that the increase in the value of investments together with the Reserve for the Phedisang Project will result in an excess of assets over liabilities.

	2013			2012		
	Cost / valuation	Accumulated depreciation	Carrying value	Cost / valuation	Accumulated depreciation	Carrying value
<i>Owned assets</i>						
Office equipment	9 904	9 898	6	9 904	9 898	6

The carrying amounts of fixed assets can be reconciled as follows:

	Carrying value at beginning of year	Carrying value at end of year
2013		
<i>Owned assets</i>		
Office equipment	6	6

THE MCLEAN TRUST
NOTES TO THE FINANCIAL STATEMENTS
at 28 February 2013

	2013	2012
	R	R
3. Investments		
Listed shares at cost	<u>107 495</u>	<u>107 495</u>
Market value of listed shares	<u>160 945</u>	<u>149 974</u>
The trust held investments in the following companies:		
	<i>Number of ordinary shares</i>	
	2013	2012
Listed		
BHP Billiton PLC	224	224
MTN Group	348	348
African Banks Investments	1 200	1 200
In terms of the latest accounting practice (IAS 39) investments in listed companies should be shown at their market value at the balance sheet date. The Trustees are of the opinion that this would not add value to the financial statements. The required information is fully disclosed in the notes to the financial statements.		
4. Reserve		
Reserve required in order to continue operating the Phedisang Project if there are no further incoming funds		
Opening balance	<u>100 000</u>	<u>100 000</u>
Closing balance	<u>100 000</u>	<u>100 000</u>
5. Capital account		
Balance at beginning of year	180 392	162 562
Movement during year:		
- Surplus arising from disposal of investments	<u>-</u>	<u>17 830</u>
Balance at end of year	<u>180 392</u>	<u>180 392</u>
6. Taxation		
No provision has been made for 2013 taxation as the trust is exempt in terms of Section 10 of the Income Tax Act.		
7. Revenue Account		
Balance at beginning of year	(278 602)	(267 792)
Excess of income over expenditure for the year	<u>(10 511)</u>	<u>(10 810)</u>
Balance at end of year	<u>(289 113)</u>	<u>(278 602)</u>

THE MCLEAN TRUST
NOTES TO THE FINANCIAL STATEMENTS
at 28 February 2013

	2013 R	2012 R
8. Contribution - Phedisang Project		
Income - source		
Deferred income brought forward	150 265	159 856
South African Individuals	<u>(104 588)</u>	<u>31 821</u>
Debit orders	102 100	104 400
Monthly	10 900	11 400
Single donations	6 609	66 286
Less: Deferred to carried forward (see below)	<u>(224 197)</u>	<u>(150 265)</u>
South African Corporates	37 500	50 000
International	<u>206 565</u>	<u>159 414</u>
	289 742	401 091
Food donations in kind	<u>215 317</u>	<u>161 468</u>
	<u>505 059</u>	<u>562 559</u>
Expenditure		
Operational costs - Limpopo (to beneficiaries: food, prep) -paid	240 385	299 125
Computers in Limpopo	46 933	3 553
Salaries	153 221	176 556
Costs for volunteers incl. food, accomodation & travel	4 892	46 254
Travel to Limpopo -visits & monitoring	27 521	-
Fundraising costs incl. newsletter	2 352	1 075
Repairs and maintenance	2 484	1 520
Admin and committee expenses	13 625	24 472
Bank charges	6 958	4 466
Student support	9 114	8 238
	<u>507 485</u>	<u>565 259</u>
Net surplus/(deficit)	<u><u>(2 426)</u></u>	<u><u>(2 700)</u></u>
<p>The South African government pays a major portion of the funding of Phedisang. This includes the cost of food and stipends for the workers at the Phedisang centres.. This income and expenditure is no longer reflected in these accounts.</p> <p>The project took delivery of foodstuffs during the year kindly donated by Tiger Brands.</p>		
Deferred Income		
South African Individuals		
Single donations	51 240	21 500
South African Corporates	26 000	31 500
International	<u>146 957</u>	<u>97 265</u>
Total	<u>224 197</u>	<u>150 265</u>

THE MCLEAN TRUST
NOTES TO THE FINANCIAL STATEMENTS
at 28 February 2013

Phedisang - Corporate Donors

Dennis Williams Designs
 DRA Projects SA (Pty) Ltd
 L E Corder Consultants
 L.C.T.Solutions
 Michelle Clifford & Associates

South African Donors

Bill & Jill Alexander	Bellew family
Christopher Bennett	Russell Boltman
Noel Bunn	Teresa Bunn
Mark & Clare Cresswell	Michael Crossley
Jean Davies	Roland & Caron Elferink
David Ferguson	Susan Ferguson
Alastair Franklin	Alec Freund
Kathryn Gawith	Helen Harding
Vanessa Hendricks	Bronwen Jones
Richard Lascaris	Mpho Letlape
Michele Magwood	Samantha Manning
Diana Melck	Harry Melck
Brian & Caron Mosehla	Meryl O'Mahoney
Michael & Kathie O'Malley	David Oxenham
Margaret Richards	Victoria Ross
Mike & Birgit Sankey	Greg Sheppard
Richard & Liz Steyn	Paul Theron
Debbie Vintcent	Clare MacKenzie
Wynne Westaway	Darryl Wright
Fiona Wynne-Jones	Susan MacKenzie
Andrew & Sarah Reckling	

International Donors

Linda Berlot Jacqueline Monique Ferreira

THE MCLEAN TRUST
NOTES TO THE FINANCIAL STATEMENTS
at 28 February 2013

In - Kind Donations and Volunteers

In - Kind Donations

Tiger Brands Ltd - basic food-stuffs, delivered
 Dennis Williams Designs - Johannesburg office accomodation
 Rhodean School - shoes
 Else Marais - clothes
 Darryl Wright - Christmas presents
 Webber Wentzel - all legal services

Hoedspruit Farmers - surplus produce

Frank Boetl

Volunteers

Christie Hotard US Peace Corps 15/10/2006 to 15/09/2008
 Nick Redding US Peace Corps 3/04/2008 to 29/03/2010
 Wendy Kingston US Peace Corps 25/03/2010 to date

Current Volunteers

Heather Bellew general assistance
 Giles Davis accounting
 Roland Elferink website maintenance

Roedean School Visit 07 - 12 August 2012

Beth Crankshaw, Didi Tsitsi, Jemma Dawson, Khanyisile Petersen, Lindiwe Makgalemele,
 Jolyne Vangu, Naadhirah Loonat, Rebecca Henning, Megan Kenny, Lamis Essop, Emma Ho,
 Gaitlin Gaynor, Berdine Andre, Shazia Hajee, Tessa Frewen, Zahra Kazee,
 Catherine Gordan-Grant, Shazia Patel

THE MCLEAN TRUST
NOTES TO THE FINANCIAL STATEMENTS
at 28 February 2013

Trustees

The following were the trustees of the trust during the year under review:

L S McLean

P L A Davis

P J Ramsey

Board of the Phedisang Project

The following were board members during the year under review:

Dr Paul Davis

Maria Kgabo

Edwin Letty

Ledile Mphahlele

Pru Ramsey

Phedisang is run as an integral part of The McLean Trust. The separate Board manages Phedisang, giving long-term direction and supervising operations.