

SOUTH AFRICAN MONITORING AND EVALUATION
(Association Incorporated under Section 21)

(Registration number 2005/043931/08)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2010

SOUTH AFRICAN MONITORING AND EVALUATION (Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Promote Monitoring and Evaluation as a practice that benefits society
Directors	Prof. Fanie Cloete Ms. Candice Morkel Mr. Kola Jolaolu Ms. Anzél Schönfeldt Dr. Donna Rae Podems Dr. Sefiso B. Khumalo Ms. Christel Jacob Mr. David Molapo Dr. Zodwa Ngobese Ms. Mairy Tsigoida Dr. Ray Basson
Registered office	26 7th Avenue Parktown North 2193
Postal address	PO Box 923 Parklands 2121
Bankers	Investec Private Bank
Auditor's	Boshoff Visser Incorporated Chartered Accountants (S.A.) Registered Auditor
Company registration number	2005/043931/08
Tax reference number	9038/068/17/8

SOUTH AFRICAN MONITORING AND EVALUATION (Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Index

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

Index	Page
Report of the Independent Auditors	3 - 4
Directors' Report	5 - 6
Balance Sheet	7
Income Statement	8
Statement of Changes in Equity	9
Cash Flow Statement	10
Accounting Policies	11 - 12
Notes to the Financial Statements	13 - 14

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

Detailed Income Statement	15
---------------------------	----

Report of the Independent Auditors

To the shareholders of SOUTH AFRICAN MONITORING AND EVALUATION

We have audited the accompanying financial statements of SOUTH AFRICAN MONITORING AND EVALUATION, which comprise the directors' report, the balance sheet as at 28 February 2010, the income statement, the statement of changes in equity and cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes, as set out on pages 5 to 14.

Directors' Responsibility for the Financial Statements

The company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with the South African Statement of Generally Accepted Accounting Practice for Small and Medium-sized Entities, and in the manner required by the Companies Act of 1973. 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 the directors, 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 a basis for our audit opinion.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the fact that we were unable to agree an amount included in revenue to supporting documentation due to the fact that the income (and related expenditure) is run through a bank account of a separate entity.

As in the case of similar organisations, it is not customary to implement accounting controls over the collection of cash from fees, sponsorships, donations and other income prior to the initial entry in the accounting records. Accordingly, it was impractical to extend our examination beyond the receipts actually recorded.

Accounting and Secretarial Duties

Without qualifying our opinion, we draw your attention to the fact that with the written consent of all shareholders, we have performed certain accounting and secretarial duties.

Supplementary Information

We draw your attention to the fact that the supplementary information set out on page 15 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.


Boshoff Visser Incorporated
Registered Auditor

SOUTH AFRICAN MONITORING AND EVALUATION (Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Directors' Report

The directors submit their report for the year ended 28 February 2010.

1. Review of activities

Main business and operations

The company is engaged in promoting and developing the practice of monitoring and evaluation in the public interest in South Africa. It was founded in November 2005 as a non-profit (section 21) association and operates principally in South Africa.

The operating results and state of affairs of the company are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. Post balance sheet events

The directors are not aware of any matter or circumstance arising since the end of the financial year that would materially affect the financial position of the company.

3. Authorised and issued share capital

There were no changes in the authorised or issued share capital of the company during the year under review.

4. Dividends

No dividends were declared or paid to shareholders during the year.

5. Directors

The directors of the company during the year and to the date of this report are as follows:

Name	Nationality
Prof. Fanie Cloete	RSA
Ms. Candice Morkel	RSA
Mr. Kola Jolaolu	RSA
Ms. Anzél Schönfeldt	RSA
Dr. Donna Rae Podems	RSA
Dr. Sefiso B. Khumalo	RSA
Ms. Christel Jacob	RSA
Mr. David Molapo	RSA
Dr. Zodwa Ngobese	RSA
Ms. Mairy Tsigoida	RSA
Dr. Ray Basson	RSA

**SOUTH AFRICAN MONITORING AND EVALUATION
(Association Incorporated under Section 21)**

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Directors' Report

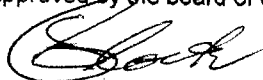
6. Secretary

The company had no secretary during the year and is not required to appoint one.

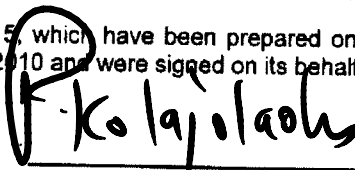
7. Auditor's

Boshoff Visser Incorporated will continue in office in accordance with section 270(2) of the Companies Act.

The financial statements set out on pages 5 to 15, which have been prepared on the going concern basis, were approved by the board of directors on 20 August 2010 and were signed on its behalf by:



Prof. Fanie Cloete



Mr. Kola Jolaolu

SOUTH AFRICAN MONITORING AND EVALUATION (Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Balance Sheet

Figures in Rand	Note(s)	2010	2009
Assets			
Non-Current Assets			
Property, plant and equipment	2	3,675	6,125
Current Assets			
Trade and other receivables	3	50,864	143,490
Cash and cash equivalents	4	24,347	41,595
		75,211	185,085
Total Assets		78,886	191,210
Reserves and Liabilities			
Reserves			
Retained income		73,886	174,448
Liabilities			
Current Liabilities			
Trade and other payables	5	5,000	16,762
Total Equity and Liabilities		78,886	191,210

SOUTH AFRICAN MONITORING AND EVALUATION
(Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Income Statement

Figures in Rand	Note(s)	2010	2009
Revenue	6	181,613	96,482
Operating expenses		(284,045)	(198,466)
Operating surplus (loss)		(102,432)	(101,984)
Investment revenue	7	1,870	15,494
Surplus (loss) for the year		(100,562)	(86,490)

**SOUTH AFRICAN MONITORING AND EVALUATION
(Association Incorporated under Section 21)**

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Statement of Changes in Equity

Figures in Rand	Retained income	Total reserves
Balance at 01 March 2008	260,938	260,938
Changes in equity		
Loss for the year	(86,490)	(86,490)
Total changes	(86,490)	(86,490)
Balance at 01 March 2009	174,448	174,448
Changes in equity		
Profit for the year	(100,562)	(100,562)
Total changes	(100,562)	(100,562)
Balance at 28 February 2010	73,886	73,886

Note(s)

SOUTH AFRICAN MONITORING AND EVALUATION (Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Cash Flow Statement

Figures in Rand	Note(s)	2010	2009
Cash flows from operating activities			
Cash used in operations	8	(19,118)	(227,487)
Interest income		1,870	15,494
Net cash from operating activities		(17,248)	(211,993)
Cash flows from investing activities			
Purchase of property, plant and equipment	2	-	(7,350)
Total cash movement for the year		(17,248)	(219,343)
Cash at the beginning of the year		41,595	260,938
Total cash at end of the year	4	24,347	41,595

SOUTH AFRICAN MONITORING AND EVALUATION (Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Accounting Policies

1. Presentation of Financial Statements

The financial statements have been prepared in accordance with the South African Statement of Generally Accepted Accounting Practice for Small and Medium-sized Entities, and the Companies Act of 1973. 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.

These accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Costs include costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Property, plant and equipment is carried at cost less accumulated depreciation and any impairment losses.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, which is as follows:

Item	Average useful life
IT equipment	3 years

The residual value, depreciation method and the useful life of each asset are reviewed at each annual reporting period if there are indicators present that there is a change from the previous estimate.

Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item and have significantly different patterns of consumption of economical benefits is depreciated separately over its useful life.

1.2 Financial instruments

Financial instruments at amortised cost

Financial instruments may be designated to be measured at amortised cost less any impairment using the effective interest method. These include trade and other receivables, loans and trade and other payables. At the end of each reporting period date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If so, an impairment loss is recognised.

1.3 Tax

Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

Current tax liabilities (assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the tax authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the reporting period date.

SOUTH AFRICAN MONITORING AND EVALUATION (Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Accounting Policies

1.3 Tax (continued)

Tax expenses

Current tax and deferred taxes are charged or credited directly to equity if the tax relates to items that are credited or charged, in the same or a different period, directly to equity.

1.4 Revenue

Interest is recognised, in profit or loss, using the effective interest rate method.

Membership and conference fees received are accounted for on a cash basis.

1.5 Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

**SOUTH AFRICAN MONITORING AND EVALUATION
(Association Incorporated under Section 21)**

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Notes to the Financial Statements

Figures in Rand	2010	2009
-----------------	------	------

2. Property, plant and equipment

	2010			2009		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
IT equipment	7,350	(3,675)	3,675	7,350	(1,225)	6,125

Reconciliation of property, plant and equipment - 2010

	Opening Balance	Depreciation	Total
IT equipment	6,125	(2,450)	3,675

Reconciliation of property, plant and equipment - 2009

	Opening Balance	Additions	Depreciation	Total
IT equipment	-	7,350	(1,225)	6,125

A register containing the information required by paragraph 22(3) of Schedule 4 of the Companies Act is available for inspection at the registered office of the company.

3. Trade and other receivables

Trade receivables	-	143,490
Prepayments	50,864	-
	50,864	143,490

4. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	24,347	41,595
---------------	--------	--------

**SOUTH AFRICAN MONITORING AND EVALUATION
(Association Incorporated under Section 21)**

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Notes to the Financial Statements

Figures in Rand	2010	2009
5. Trade and other payables		
Trade payables	-	16,762
Provisions	5,000	-
	5,000	16,762
6. Revenue		
Sponsorships received	123,543	55,632
Membership fees	58,070	40,850
	181,613	96,482
7. Investment revenue		
Interest revenue		
Bank	1,870	15,494
8. Cash used in operations		
Surplus (loss) before taxation	(100,562)	(86,490)
Adjustments for:		
Depreciation and amortisation	2,450	1,225
Interest received	(1,870)	(15,494)
Changes in working capital:		
Trade and other receivables	92,626	(143,490)
Trade and other payables	(11,762)	16,762
	(19,118)	(227,487)
9. Directorship		

We wish to draw your attention to the fact that during the current financial period under audit, the company had 11 active directors. According to the articles of association of the company, it specifies that no less than 5 or more than 10 directors should be appointed.

SOUTH AFRICAN MONITORING AND EVALUATION
(Association Incorporated under Section 21)

(Registration number 2005/043931/08)

Financial Statements for the year ended 28 February 2010

Detailed Income Statement

Figures in Rand	Note(s)	2010	2009
Revenue			
Sponsorships received		123,543	55,632
Membership fees		58,070	40,850
	6	181,613	96,482
Other income			
Interest received	7	1,870	15,494
Operating expenses			
Accounting fees		(7,375)	(4,525)
Advertising		(17,100)	-
Auditors remuneration		(5,000)	(5,000)
Bank charges		(2,419)	(1,235)
Conference expenses		(56,388)	(43,417)
Consulting fees		(9,995)	(70,315)
Depreciation, amortisation and impairments		(2,450)	(1,225)
Employee costs		(35,623)	-
Entertainment		-	(1,391)
Information technology expenses		(50,502)	(31,669)
Postage		(937)	-
Printing and stationery		(3,762)	(5,780)
Travel & accommodation		(47,594)	(33,909)
Workshop & conference presenters		(44,900)	-
		(284,045)	(198,466)
Surplus (loss) for the year		(100,562)	(86,490)