

EASTERN CAPE



**COMMUNITY
CHEST**



THE COMMUNITY CHEST OF THE EASTERN CAPE

68th ANNUAL REPORT 2020



“Enhancing communities, restoring hope”

MISSION STATEMENT

To improve lives by mobilising the caring power of communities to advance the "Common Good".

VISION STATEMENT

We envision a Province where all individuals and families achieve their human potential through education, income stability and healthy lives.

"In support of vulnerable communities the Community Chest will be the conscience of the Eastern Cape".

OUR VALUES

The Community Chest as a value centered organisation will ensure:

EQUITY

ACCOUNTABILITY

CARING

PASSION

ETHICAL STANDARDS

SOCIAL JUSTICE

INNOVATION

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CHAIRPERSON'S REPORT

- *Andrew Mackenzie*

It has certainly been an interesting year for not only the Community Chest but also the world. As we look back, we can only wonder what opportunity the year would have held if it were not for the COVID-19 pandemic and the catastrophic impact it has had on humanity and the global economy.

Prior to the lockdown, The Community Chest has certainly not escaped the impact of the sluggish economy as big business and the public cut back on expenses wherever possible. Like many NPO's in our region this had a severe impact on much needed incoming revenue.

Throughout all these challenges, the Community Chest has continued with its efforts and has been hard at work distributing donations into our community. This would not have been possible without donations from the likes of Clover, Woolworths, Shoprite, Spar, Albany, and many others. Thousands of products have been distributed to the needy, and the Community Chest staff have been at the frontline ensuring that those less fortunate receive these donated items.

The Community Chest has also engaged on numerous projects and events, including the Winter Woolly Campaign which received three times the amount of clothing donations from the previous year. The ever popular Ladies Tea held at Fairview Race Course was a huge success and a similar result for the Women's Day Event which saw numerous sponsors come on board as we paid tribute to the women for making the much needed difference in our community.

A special word of thanks to the Ezethu Development Trust. Their kind donation has made it possible for the Chest to upgrade its vehicles. This safe, reliable mobility allows the Community Chest to visit and deliver product, food and services across our city.

To the board of the Community Chest, thank you for your time and valuable input, and to Selwyn and the amazing staff at the Chest, your service is simply inspiring.

The Community Chest has been a beacon of hope to many in a very challenging time, but it is a completely self-funded, not for profit entity and it needs citizens and businesses in Nelson Mandela Bays support. I appeal to anyone reading this report, to support the Community Chest in any way you can, so it can continue to deliver the unbelievable work it does in the communities in our metropole, as it has done for many years, and will continue to do for many more with your help.

Yours in community development

Andrew MacKenzie

Acting Chairman

Community Chest of the Eastern Cape

CHIEF EXECUTIVE OFFICER'S REPORT

- *Selwyn Willis*



Since taking over in July 2019, my first objective was to revive the Community Chest brand and bring about the relevance it held for so many years. We set a new course for the way forward which included a move from Newton Park to Walmer. The new property, which has visible branding on the outside wall, has become a landmark as we receive and welcome our beneficiaries and guests who enjoy spending time with us.

The stifled economy proved challenging for many businesses and corporates who were reluctant to spend their CSI funding due to the political instability and the downgrading by ratings agencies to Junk status. Despite all this, our campaigns gained significant momentum with new partnerships formed. Our Winter Woolly Drive last year collected 3 times more than the previous year. This largely in part to our new partner SPAR for assisting us in our drive to achieve a record turnout. The campaign ran throughout the region and held much success with many of our community members benefitting from the drive.

Other events including the Charity Race day, a once off Women's Day event and our popular Annual Ladies Tea also yielded positive reviews with some of our guests deciding to book in advance for the following year. 2019 ended with a donation of a Christmas tree from The Bridge Shopping Centre which we set up in Central in our quest to bring about a festive mood in that community. The tree coincidentally tied in with our Tree of Joy campaign where we distributed gifts to our charity partners.

The last quarter of our financial year could be termed "the calm before the storm" as we were introduced to COVID 19. It tested our resolve in so many ways however, Community Chest positioned itself as an agency of choice in advocating on behalf of NPO's in the Nelson Mandela Bay areas and surrounds to assist wherever possible and we will continue to do so. We continued to support our community partners with the supply of food and in kind donations when needed.

2019 clearly showed that success in our communities can only be achieved through credible partnerships and collaboration. We rely on financial support to make a difference in our communities and call on our corporate friends in business for their support in order for us to continue our good work in the community. In this way, we can bring about much needed change by enhancing our communities and restoring hope.

Thank you

Selwyn Willis

Chief Executive Officer

Community Chest of the Eastern Cape



TREASURER'S REPORT

- *Luvuyo Mbolekwa*

We are meeting in a very challenging period, when COVID-19 pandemic has triggered global economic instability, which has put our country in a highly constrained fiscal position. The full economic damage caused by COVID-19 and the lockdowns is uncertain. A clearer understanding of where the damage has occurred and how significant it is, could take many months, even years. While the magnitudes are unknown, it is already obvious that we will see a rapid decline in wages, increasing unemployment and widespread closures of companies.

A brief overview of the financial results of the Community Chest.

This report is based on the audited annual financial statements of the Community Chest of the Eastern Cape for the year ended 31 March 2020. Despite the challenging, uncertain economic conditions and climate that govern the environment under which we currently operate, the operating results for the financial year under review reflect positive progress. Revenue, which is made up of donations income and grant in aid, amounted to R1.6 million, thereby representing an annual increase of R418,973 (34.4%) on prior year results. Of this revenue, donations income amounted to R857,264, and has increased by R261,973 (44%) on the prior year. Grant in aid amounted to R776,000, representing an annual increase of R156,000 (25.2%) on prior year. Grants to member societies, amounted to R495,685, which has slightly decreased compared to prior year by R8,584 (1.7%). Other income, amounted to R37,564 was received from SETA with gratitude.

Operating expenditure, equating to R1.6 million, represents a modest increase of R63,977 (4%) on the prior year. This is the result of various and continued initiatives implemented by management, in promoting a cost-conscious and effective overall control environment. The deficit generated from operations, amounted to R347,108, thereby representing 54% improvement from prior year. This deficit is funded by income generated from the sale of fixed asset.

Community Chest financial operations remain stable and we continue to remain cost efficient, innovative and creative in our approach, thereby ensuring the long-term future and sustainability of the Eastern Cape Community Chest. I would like to express my gratitude and appreciation to all Donors, Beneficiaries, Management, Staff and the Board for the dedication and commitment to the Community Chest and in assisting in realising the objectives of the Community Chest.

Thank you

Luvuyo Mbolekwa

Treasurer

Community Chest of the Eastern Cape

BOARD MEMBERS



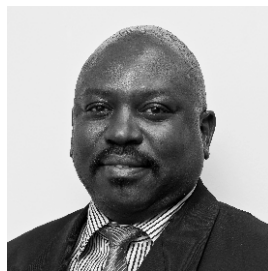
ANDREW MACKENZIE
Chairperson



KHOLISWA MAKALIMA
Vice Chairperson



LUVUYO MBOLEKWA
Treasurer



PRINCE MATONSI
Member

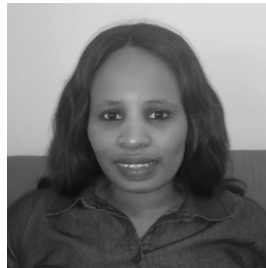


GIMANI NTETHE
Member

COMMUNITY CHEST STAFF MEMBERS



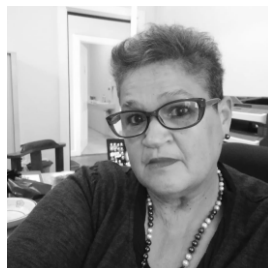
SELWYN WILLIS
Chief Executive Officer



NOSIPHO NJOKWANA
PA / Finance Officer



COLETTE THERON
Marketing Manager



SANDY ABDOLL
Project Manager



LINDI GOLIATH
Office Assistant

OUR FUNDING CRITERIA

LIMITATIONS ON FUNDING

The Chest allocates funds for programme and project running expenses. It does not fund:

- Capital expenditure such as; Office Equipment & Furniture, TV's, Tablets, DVD Players
- Once off events such as Xmas Parties, Staff Parties, Fun Runs, Launches, High Teas
- Trusts
- Umbrella bodies or organisations
- Start-up costs
- Non-operating costs
- Salaries & Stipends, Petrol, Taxi Fares, etc.

Beneficiaries shall not solicit financial aid for operating or maintenance expenses in any form from any corporate funder listed as a donor in the Chest's most recent Annual Report : eg: **The Nelson Mandela Bay Municipal Grant in Aid.**

CRITERIA FOR FUNDING

The project or programme must

- Be supported by the community
- Address the needs of the community
- Not duplicate existing services
- Not discriminate against any section
- Have sound financial controls
- Have a governing body with a formal Constitution
- Have regular board meetings
- Conduct an Annual General Meeting and produce an Annual Report
- Produce audited Financial Statements or an Accounting Officer's Report
- Be registered as a Non-Profit Organisation
- Have bank account in the name of the Organisation
- All supporting documents must be certified.

APPLICATION PROCEDURE

The Chest will distribute Funding Application forms towards the end of each year.

Applicants may call at the Chest office to collect a copy of the Application Form or request that an electronic copy be forwarded to them.

Applicants must submit the Application Form and supporting documentation to the Chest by not later than the indicated closing date for submissions, Date will be specified on the application form.

Electronic or faxed copies of the Application Form and supporting documentation will not be accepted. In particular, applicants must sign the Application Form and its conditions in the original.

The Chest will review and analyse each application and reserves the right to conduct assessment site visits for established and/or new applicants.

The Chest may, in its discretion, require applicants to attend a clarification meeting(s).

ALLOCATIONS

Applicants should not anticipate that successful applications in previous years will automatically result in further annual allocations. Each year, applications will be reviewed on their merits at that time and any allocation will be dependant to a large extent on the availability of funds at any particular time.



**EVERY NEW
CHALLENGE
CREATES AN
OPPORTUNITY
TO DO EVEN
GREATER
THINGS.**



Dave's World
DESIGN + ADVERTISING

EVENTS & SPECIAL PROJECTS

FAIRVIEW CHARITY RACE DAY

Horseracing is a popular sport in South Africa, with regular race days throughout the country. Fairview Racecourse and World Sport Betting once again collaborated with us to raise much needed funds at one of their biggest race days. The Community Chest charity race day was hosted on the 10th May 2019.

Corporates were invited to a Wild West theme event and everybody dressed accordingly. They had the opportunity to promote their businesses, enjoy great benefits, entertained their special clients or staff, whilst fulfilling their corporate social responsibility.

Apart from selling races, the Race Association sponsored a social function after the races and allowed The Community Chest to host an auction to raise additional funds.

All proceeds were used towards our educational projects.

EASTER

Children from the Toddlers Inn Day Care had an art project.

They made cut out Easter bunnies with Easter Eggs.

They donated these to two of our beneficiaries, Telletubbies 24/7 Day Care and Latitha Ilanga Educare.

WINTER WOOLLY DRIVE

The Community Chest annual Winter Woolly Drive kicked off on a high note this year when SPAR EC announced their participation. We would like to thank them for their valued support in restoring hope and bringing warmth to the vulnerable.

We would like to acknowledge all the participating SPAR retailers who served as drop off points. The Winter Woolly drive enabled us to receive and deliver these much needed essentials directly to those who are in need.

This year's annual intersection collection was done by the Community Chest and assisted by staff from Relay Ambulance Services on Friday, 2nd August at the William Moffet/Cape Road intersection. We had great media support from PE Express during the campaign. SPAR EC also gave coverage in all their leaflets for the duration of the drive. We had radio interviews on Kingfisher FM and 5 Algoa Bus busses were branded throughout the month.

We would like to thank the following schools for their participation: Pearson High School, Lorraine Primary, Kammaland Lorraine, Toddlers Inn Day Care and Sunflower Montessori School.

WOMEN'S DAY CELEBRATION

- 9th August 2019

Community Chest and The Reeva Steenkamp Foundation had a joint venture in hosting a fundraising event at the Fairview Race Course.

This was a once off event that took place on Women's Day, Friday, 9th August 2019.

The race day was dedicated to all women in our community, who spend their days working or looking after their families. We felt that it was time to offer all the hardworking women, a chance to relax and be spoiled!

For many of the ladies this was their first experience at the races. The day was filled with entertainment and laughter.

All the funds raised at this event was distributed to two shelters for abused women and children, in support of the fight against gender based violence.

COMMUNITY CHEST LADIES TEA

- 5th October 2019

Our annual "Ladies Tea" was held on the 5th October 2019. We were devastated when our loyal supporter of this event, The Summerstrand Hotel, went into liquidation.

Fairview Racecourse came to our rescue and offered us their venue free of charge. This is the first year that we were sold out, days before the event. It was a huge success and much needed funds was generated. In addition to that, we received maximum marketing exposure through social media and networking with new prospective donors.

Corporates and the public supported this event by purchasing tickets. Each lady received a goodie bag filled with various sponsored items, the value of which was in excess of the price of the ticket.

Dial a Brew spoiled each lady with a pair of earrings and Wimpy Greenacres gave coffee vouchers away. Our theme for this year was "fauna and flora " which was complimented by a Lavender pot plant on each table sponsored by Elands Nursery. SPAR EC sponsored all the sweet treats as well as the bags for the sponsored items. The welcome drinks was sponsored by Spier Winery and Clover.

We hosted an auction which generated a substantial amount. Niqui Cloete Barras, our Master of Ceremonies, entertained our guests with her comedic and singing talent. We had three amazing speakers this year. Henriette Visser from Schuinville Express Pharmacy gave important tips on everyday health issues. Ronel Gouws shared her life experiences when her son was murdered and how she learned to cope and deal with the trauma thereof. Rose Gower, Psychologist, spoke about life's daily challenges.

Soul Good was one of the sponsors and spoiled the ladies with their bistro coffee in various flavours. The ladies could also have their faces painted with floral motifs by the talented Selmarie. There was also several branded stalls where the ladies could browse and shop during the interval.

WOOLWORTHS LORRAINE FOOD PROJECT

We have been supported by this project, for almost ten years. We collected food thrice a week and distributed it to our Soup kitchens, Day care centres, Old age homes, community projects and the homeless. This project has made a huge impact in our communities and feeds approximately 600 people a month. We would like to thank Woolworths Lorraine for their continued support in helping us make a difference where it is most needed.

DISASTER MANAGEMENT

The Community Chest is the preferred agency of choice when disaster occurs. The hardest hit is the informal settlements where the risk of fires and floods are rampant. We assisted vulnerable families who endured these terrible disasters with much needed clothing, blankets, food parcels and household goods.

CHRISTMAS TREE OF JOY

This initiative started as a request by corporates looking to do something special for needy children at our Day Care Centres for Christmas. Many of them do not know the meaning of Christmas. It's a time of giving and sharing. Toddlers Inn Day Care in Newton Park spoiled one of our ECD projects. This gesture has brought so much happiness and joy to the kids, most of whom have never experienced the pleasure of receiving and opening gifts at Christmas.

The Bridge donated a large Christmas Tree with decorations. We donated it to the Healing Hands Foundation. It was displayed in front of their building. Central is known for their high crime. The tree created a festive atmosphere in the neighbourhood.

SPAR SANITARY TOWEL PROJECT

The aim of this project was to "keep a girl child in school" Community Chest collaborated with Khazimla to distribute the sanitary towels to vulnerable girls.

GRANT IN AID FUNDING

Grant in Aid funding was drastically reduced by 38% compared to the previous financial year. 52 organisations was approved. 33 was daycare centres, 1 skills development, 4 healthcare and the rest of 14 was allocated to soup kitchens, community gardens, Shelters for abused woman and children and old age homes.

During the year we hosted several workshops to train beneficiaries on:

- How to complete the grant application form and what supporting documents had to accompany it
 - How to utilise the funds
 - How to submit their financial feedback on the funding they received and what original documents had to accompany it.
- The aim of these workshops was to root out the abuse of donor funds.

VIVA GYM LOST PROPERTY

We would like to thank Jean Gouws and his team for supporting us through their Lost Property Department. All unclaimed items such as clothing and sporting goods is donated to us and we then hand it over to sports clubs in disadvantaged communities.

JOHNSON & JOHNSON PROJECT

Donations from J & J was drastically reduced due to restructuring at their company. We received a total of 606kg of toiletries in June 2019, which was distributed to various beneficiaries in East London and the surrounding areas. The need for these goods is in huge demand and we hope that this project will get back to the footing it was in the past.

MANDELA DAY

MANDISA TONI

Local businesswoman, Marilyne Hansen De Vos, drew our attention to MANDISA TONI, a young lady in her early 20's who hails from an impoverished township in Addo. Due to various health problems, Mandisa is physically disabled and confined to a wheelchair. The wheelchair she had was broken and falling apart.

The Healing Hands foundation kindly donated a brand new wheelchair, a large Fluffy toy & bedding from Viva Gym was handed over to her on Mandela Day. Mandisa, being bedridden also needed full time care and we managed to obtain accommodation for her at Cheshire Homes Cleary Park, thanks to Hilary Bolton and her team.

ECIPA

For the past couple of years, we received a cash donation from ECIPA, spearheaded by Dr. Geoff Govender and Dr. Sean Volkwyn.

This year's R15,000-00 was spent on groceries for the following two old age homes:

*Gelvan Park Old Age Home & Frail Care Centre
in Gelvan Park*

Ekuphumleni Old Age Home in Zwide

These two organisations found themselves in dire straits when funding expected from the Dept. of Social Development for four months was not received. As a result thereof, their pantries were empty and they were unable to feed their residents. Most of them are on chronic medication and need to have their meals before their medication.

HOMELESS IN NEWTON PARK

Thanks to the Woolworths PE Gardens, we were able to feed homeless families in a park in Newton Park. They also received clothing, bedding and toiletries.

DAVE'S WORLD DESIGN & ADVERTISING

We would like to thank the team at Dave's World for donating 67 tins of non-perishable food. It was donated to Day Care Centres.

ACKNOWLEDGEMENTS

Continental Tyres for the donation of tables and chairs to a feeding scheme and an aftercare facility for school children.

Caltex Eastern Cape Marketers for the donation of used tyres for a recycling project at community gardens and day care centres.



OBITUARY

We pay tribute to MONICA DAVIDS who established the HAVVEN CARE CENTRE in East London 20 years ago. Monica faced many health challenges this past year and prior to her passing, she was confined to a wheelchair, which was sponsored by Association for People with Physical Disabilities.

In addition to running her project, she also volunteered her services to us whenever we distributed donations in East London.

Sadly she succumbed to her illness at the beginning of 2020.

NEW BEGINNINGS!

Sadly due to the downturn in the economy, we faced a huge financial challenge and had to sell the property in Newton Park.

New premises, new CEO and newly elected Board members, heralded a positive change at the Community Chest of the Eastern Cape. We welcomed our new CEO, Selwyn Willis, who was appointed in July 2019.

We moved to new premises on 39 Heugh Road, Walmer.

A big thank you to our signage sponsors, Bright Sparx and Greg Adams from I-management for assisting us with the move.



PLEASE FEEL FREE TO VISIT US.

A YEAR OF EVENTS

FAIRVIEW CHARITY RACE DAY



EASTER



WOMEN'S DAY CELEBRATION



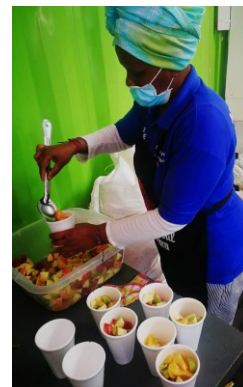
WINTER WOOLLY DRIVE



COMMUNITY CHEST LADIES TEA



WOOLWORTHS LORRAINE FOOD PROJECT



DISASTER MANAGEMENT



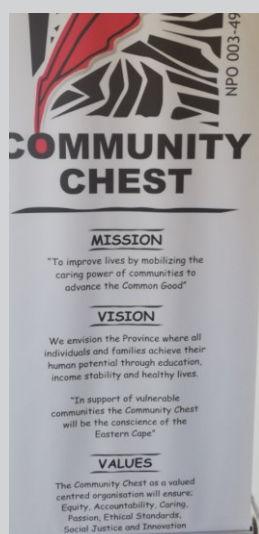
CHRISTMAS TREE OF JOY



MANDELA DAY



GRANT IN AID FUNDING



TYRES DONATION



JOHNSON & JOHNSON PROJECT



VIVA GYM LOST PROPERTY



RESTORING — HOPE —



ACKNOWLEDGEMENT TO OUR DONORS / SPONSORS

Adrenalin Addo
African Bank
Afrisave
Albany Bakery
Algoa Bay Council for the Aged
Algoa Foods
Amakhala Game Reserve
APD
APL Cartons
B.O.N Natural Oils
Bidvest Steiner
Black Cat
Blu Water Café
Boost Creation
Brightsparx
Brogan Mc Arthur
Bukani Print
Caltex Eastern Cape Marketer
Caltex Hobie Beach
Camelot
Caxton Magazines
Cerebos
City Lodge Hotel Group
Clover
Continental Tyre
Courtyard Hotel
Dave's World Design & Advertising
Dial A Brew
E.P. Herald
Eagle Ridge Spur
ECIPA
Efekto
Elands Nursery
Entyce
Fairview Racecourse
Famous Brand
Founders Lodge by Mantis Collection
Healing Hands Foundation
Heinz In Style

Herbal Life
House Of York
I-Management
Indigo Cosmetic
Jaggedged Edge Designs
Johnson & Johnson
Kammaland Lorraine
Karna Family
Kelly Nortje
Kelway Hotel
Kingfisher FM
KPMG
Kuzuko Lodge
La Casual
Leandra Grobler
Lorraine Primary School
Luister FM
Mastertons
Media 24
Misty Mountain
MRL Private Collection
Nadia Domingo
Oyster Creek Lodge
P.E. Hotel Group
Pautz Family
Paxton Hotel
PE Express
PE Hotel Group
Pearson High School
Perfect Tooling
Protea Marine Hotel
Protea Pharmacy
Race Association
Relay Ambulance Services
Rose Simpson
Rose Gowar and Associates
Schuin - Villa Express
Scissors Unisex Salon
Shaun Richter
Sherry Moorhouse
Shoprite Checkers

Sh'zen
Soroptomist International
Soul Brew
Spar Aliwal North
Spar Beetlestone
Spar Burt Road
Spar Despatch
Spar Eastern Cape
Spar Fig Tree
Spar Five Ways
Spar Graaff-Reinet
Spar Mirimar
Spar Mount Pleasant
Spar Newton Park
Spar Sherwood
Spar Spargs Beacon Bay
Spier Winery
Stadium Spar
Sun Boardwalk Hotel
Sunflower Montesorri School
The Beverage Company
The Bridge
The Kelway Hotel
The Pantry
The Willows Resort
Toddlers Inn Day Care
Tsitsikamma Crystal
Tsunami Studios
Unilever
Vanderstel Butchery
Vinimark
Viva Gym
Vovo Telo
Wimpy Greenacres
Wimpy PE Airport
Wolff & Johnstone
Woodlands Dairy
Woolworths PE Gardens
World Sport Betting
Zuurberg Mountain Village
- Addo

THANK YOU FOR MAKING A DIFFERENCE!

BENEFICIARIES

2019/2020

ACWV - Poplar
 ACWV - P.E. West
 Adcock Old Age Home
 Age in Action
 Algoa Bay Council for the Aged
 All Saints Outreach Program
 Amarissa Henning
 - Heinz In Style Mademoiselle
 2019
 Angel Network
 Aurora Special Care Centre
 Bavumeleni Daycare Centre
 Bet Sheekom
 Bright Angels Daycare
 Carehaven
 Cheshire Homes Cleary Estate
 Cheshire Homes Summerstrand
 CMR - Aliway North
 CMR - Despatch
 CMR - Port Elizabeth
 Colchester Primary School
 Cotlands
 Daffodils Daycare Centre
 Dias Farm School
 Dorcas Poverty Alleviation
 Drostdy Protective Workshop
 Ekuphumleni Old Age Home
 Emmanuel Educare
 Esinelitha Daycare Centre
 Free Kids & Happy Community
 Centre
 Gelvan Park Old Age Home
 Giving Gifts To Newborn
 Babies
 Has Daas Daycare
 Healing Hands Foundation
 Helen Davison
 Helenvale Centre of Hope
 Ibongolethu Daycare

Ilitha Toddlers Daycare
 Impumelelo Soup Kitchen
 Ingomsolwethu Educare
 Ivy Gcina Daycare Centre
 Jerusalem Ministries
 Jongilanga
 Kamvalethu Daycare Centre
 Khayaletu Youth Centre
 Khyamnandi Service Centre
 Khazimla
 Kids For Christ
 Koester Daycare
 Latitha Ilanga Daycare Centre
 Lavella Preschool
 Likusasa Lomama
 Lingeletu Soup Kitchen
 Little Ships Preschool
 Lusindiso Educare
 Luvbirds Daycare
 Makhukhanye Community
 Centre
 Malabar Educare Centre
 Malabar Old Age Home
 Mandisa Toni
 Maranatha Street Kids
 Margaret's Soup Kitchen
 Masibambisane
 Masikhulisane Soup Kitchen
 Masimanyane Daycare
 Mayibenathi Service Centre
 Merryvale School
 MES Shelter
 Methodist Homes for the Aged
 Metro Organisation for the
 Disabled
 Mickey & Minnie Daycare
 MSA Shelter
 Noah's Ark Daycare
 Nomonde Educare

Nompumelelo Daycare
 Nongcubeko Soup Kitchen
 Northwood Hospice
 NPO Cinderella Foundation
 On The Sparrow Special
 Needs School
 P.E.M.H. Capricorn House
 P.E.M.H. Herberg
 Phakamani Rape Crisis
 Port Elizabeth Mental Health
 Precious Jewels Centre
 Redhouse Benevolent Society
 Rotary Club Of Arcadia
 S.O.S. Children's Home
 Sakhabantwana Creche
 Sakhuluntu Educare
 Sakhuxolo Preschool
 Sange Sonke Daycare
 SANTA
 Seki Women's Foundation
 Senzokuhle Feeding Scheme
 Sibahle Daycare
 Siduli Daycare Centre
 Sikelele Daycare Centre
 Siloam Gospel
 Sisonke Sophumelela
 Siyahkuma Daycare
 Spahle Educare
 St. Vincent De Paul Society
 Takalani Daycare
 Teletubbies 24/7 Creche
 The Lord's Kitchen
 Vezokuhle Soup Kitchen
 Vision Impact Outreach
 Yokhuselo Haven
 Zamukuhle Educare
 Zizamele Daycare

COMMUNITY CHEST FUNDING PARTNERS

2019/2020

CORPORATE DONORS

Beachfront Traders
Collegiate High School
Credit Guarantee Insurance
E.P. Cricket
GBS Bank
Isuzu South Africa
Ladies Eleven Club
Laser Punch & Bend
Mendelson & Frost
Nelson Mandela Bay

Municipality
Schaeffler
Shoprite and Checkers
Spar Eastern Cape
T Birch & Co
Ezethe Development Trust
Vektronix

INDIVIDUAL DONORS

Adv B C Hacker
Dr McDonald
Mr A Daya & Family

Mr Dennise And
Rose Nwecombe
Prof H Snyman

Yvonne Field

TRUSTS

R M Tomlison Fam Trust
We & Sm Berry Will Trust
E H Hockley Trust

St Leger-Jesson
Ezethu Development Trust

GIVE AS YOU EARN 2019/2020

TOP TEN - "GIVE AS YOU EARN"

- | | | |
|---------------------|----------------------------------|------------------------|
| 1. NMB Municipality | Foundation of SA | 8. Standard Bank Staff |
| 2. GMSA | 5. Continental Tyre | 9. Vektronix E.L. |
| 3. Game Stores | 6. Welfit Oddy | 10. ABSA Staff |
| 4. Charities Aid | 7. First National Batteries E.L. | |

OTHER COMPANIES

1. Perfect Tooling
2. Price Waterhouse Coopers
3. Mondelezi
4. ASPEN Pharmacare PE
5. Schaeffler SA (pty) Ltd
6. Nelson Mandela Bay Business Chambers
7. Makro
8. Foschini
9. Industex
10. Eveready
11. CMR Uitenhage

12. UVIWE
13. Truworths
14. Volpes
15. Cape Produce Wool Co.
16. DHL
17. Spar Eastern Cape
18. National Industrial Council

19. Buffalo City Municipality
20. T Birch & Co
21. Cape Of Good Hope Woolcombers
22. Pelts Products
23. MBSA

INDIVIDUALS

1. L Lamprecht
2. Mrs A Laden
3. Mrs B Snyman
4. D O Russell
5. Carol Spies
6. J Vermaak
7. R Botha
8. S P Cadles
9. C Killerby
10. Deidre Nel
11. H Smith-Rainsford
12. W Vermaak
13. L Zeelie
14. G V Bradshaw
15. E Swiggelaar
16. M Rowan
17. V Venter

18. L A Wilson
19. A M Henri
20. D Enslin
21. M D Sauls
22. C C Reid
23. G M Thyssen
24. C Fourie
25. R V Johnson
26. V Deacon
27. D M Van Reenen
28. C G Dorfling
29. C B Cadle
30. B De Jager
31. Z Beyleveld
32. F Hendricks
33. B E Erasmus
34. S L Strydom

35. A V Saunders
36. D P Fortuin
37. E Van Zyl
38. S Purse
39. J Van Der Meir
40. P A Bernhardt
41. I T Meyer
42. H M Sharp
43. R A Williams
44. Y Field
45. W Vermaak
46. M V McGuinness
47. V N Dayile
48. R R Niekerk
49. M Rowman



The Community Chest of the Eastern Cape
(Registration number NPO 003-490)

**Annual Financial Statements
for the year ended 31 March 2020**



The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

General Information

Country of registration and domicile	South Africa
Nature of business and principal activities	Welfare support
Management Committee	A. Mackenzie (Chairperson) K. Makalima (Vice Chairperson) L. Mbolekwa (Treasurer) P. Matonsi G. Ntete R. Nyangeresi-Gatangi
Business address	39 Heugh Road Walmer Port Elizabeth 6070
Postal address	P O Box 34589 Newton Park Port Elizabeth 6045
Auditors	Moore WK Incorporated Chartered Accountants (SA) Registered Auditors 401 Cape Road Cotswold Port Elizabeth 6045 P.O. Box 7560 Newton Park Port Elizabeth 6055
Non-profit registration number	NPO 003-490
Level of assurance	These financial statements have been audited in compliance with the applicable requirements of the constitution of Community Chest of Eastern Cape and the requirements of the Non-Profit Organisations Act, 71 of 1997.
Preparer	The financial statements were independently compiled by: P.G. Kemp Chartered Accountant (SA)
Issued	08 September 2020

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

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The reports and statements set out below comprise the financial statements presented to the members of the Management Committee:

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The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Management Committee's Responsibilities and Approval

The Management Committee is required by the constitution of Community Chest of Eastern Cape, to maintain adequate accounting records and is 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 organisation as at the end of the financial year and the results of its operations and cash flows for the year then ended, in conformity with the basis of accounting as set out in Note 1 to the financial statements. The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with the basis of accounting as set out in Note 1 to the financial statements and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

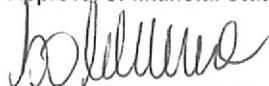
The Management Committee members acknowledge that they are ultimately responsible for the system of internal financial control established by the organisation and place considerable importance on maintaining a strong control environment. To enable the Management Committee to meet these responsibilities, the Management Committee 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 organisation and all employees are required to maintain the highest ethical standards in ensuring the organisation's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the organisation is on identifying, assessing, managing and monitoring all known forms of risk across the organisation. While operating risk cannot be fully eliminated, the organisation endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Management Committee is 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 Management Committee has reviewed the organisation's cash flow forecast for the year to 31 March 2021 and, in the light of this review and the current financial position, They are satisfied that the organisation has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the organisation's financial statements. The financial statements have been examined by the organisation's external auditors and their report is presented on pages 4 to 5.

Approval of financial statements



Committee Member

08 September 2020



Committee Member

**Moore Port Elizabeth**

401 Cape Road, Cotswold
Port Elizabeth, 6045
PO Box 7560, Newton Park
Port Elizabeth, 6055

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F +27 (0)86 540 5144

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www.moore-southafrica.com

Independent Auditor's Report

To the management committee of The Community Chest of the Eastern Cape

Qualified opinion

We have audited the financial statements of The Community Chest of the Eastern Cape set out on pages 8 to 18, which comprise the statement of financial position as at 31 March 2020, and the statement of surplus and deficit, statement of changes in funds and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effect of the matter described in the basis for qualified opinion section of our report, the financial statements present fairly, in all material respects, the financial position of The Community Chest of the Eastern Cape as at 31 March 2020, and its financial performance and cash flows for the year then ended in accordance with basis of accounting as set out in Note 1 to the financial statements and the requirements of the Non-Profit Organisation Act, 1997 (Act 71 of 1997).

Basis for qualified opinion

In common with similar organisations, it is not feasible for The Community Chest of the Eastern Cape to institute controls over donations and fundraising income prior to the initial entry of the transactions in the accounting records. There were no satisfactory alternative other procedures that we could perform in these circumstances. Accordingly, it was impractical for us to extend our examination beyond the receipts actually recorded. Consequently, we were unable to determine whether any further adjustments were necessary to revenue, as well as other income as disclosed in the statement of surplus and deficit.

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the entity in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the corresponding sections of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Other information

The management committee is responsible for the other information. The other information comprises the Detailed Income Statement. Other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independent Auditor's Report

Responsibilities of the management committee for the Financial Statements

The management committee is responsible for the preparation and fair presentation of the financial statements in accordance with Note 1 to the financial statements and the requirements of the Non-Profit Organisation Act, 1997 (Act 71 of 1997), and for such internal control as the management committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management committee is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management committee either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management committee.
- Conclude on the appropriateness of the management committee's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the management committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Moore WK Incorporated
Chartered Accountants (SA)
Registered Auditor



Per. J. Verwey
Director

16 September 2020

401 Cape Road
Cotswold
Port Elizabeth
6045

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Management Committee's Report

The Management Committee has pleasure in submitting their report on the financial statements of The Community Chest of the Eastern Cape for the year ended 31 March 2020.

1. Nature of business

The Community Chest of the Eastern Cape is engaged in welfare support and operates principally in South Africa.

The Community Chest aims to dignify the individual through the alleviation of poverty and distress. It provides volunteer and professional expertise in community development, project management, resource distribution and brings together people concerned with the welfare of those less fortunate.

2. Review of financial results and activities

The financial statements have been prepared in accordance with an entity specific basis of accounting as set out in Note 1 to the Financial Statements and the requirements of the constitution of Community Chest of the Eastern Cape. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the organisation are set out in these financial statements.

3. Management Committee

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

Management Committee	Appointment date
A. Mackenzie (Chairperson)	
K. Makalima (Vice Chairperson)	
L. Mbolekwa (Treasurer)	
P. Matonsi	
G. Ntete	
R. Nyangeresi-Gatangi	24/08/2020

The following committee members served out the two year cycle as board members:

A. Barr

4. Events after the reporting period

On 23 March 2020, the president of South Africa announced that South Africa will enter a nationwide lockdown for 21-days with effect from midnight on Thursday 26 March 2020. The lockdown, is part of efforts to curb the rapid spread of the Coronavirus in the country.

Management's plans to deal with the effects of the COVID-19 outbreak and whether there is material uncertainty over the organisation's ability to continue as a going concern. Management will consider the specific circumstances that relate to the organisation's operations and the relevant events that existed in their jurisdiction at that time. At the date of issue of the financial statements, it was not possible to determine the exact impact of COVID-19 on the organisation, but it is possible that there could be a negative impact on future cash flows.

5. Going concern

The committee members believe that the organisation 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 committee members have satisfied themselves that the organisation is in a sound financial position and that it has access to sufficient funding to meet its foreseeable cash requirements. The committee members are not aware of any new material changes that may adversely impact the organisation. The committee members 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 organisation.

6. Auditors

Moore WK Incorporated continued in office as auditors for the organisation for 2021.

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Management Committee's Report

7. Date of authorisation for issue of financial statements

The financial statements have been authorised for issue by the board members on 08 September 2020. No authority was given to anyone to amend the financial statements after the date of issue.

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Statement of Financial Position as at 31 March 2020

	Notes	2020 R	2019 R
Assets			
Non-Current Assets			
Fixed Assets	2	-	1,603,461
Investments	3	1,890,997	1,317,355
		1,890,997	2,920,816
Current Assets			
Trade and other receivables	4	803,714	13,115
Cash and cash equivalents	5	853,549	396,125
		1,657,263	409,240
Total Assets		3,548,260	3,330,056
Funds and Liabilities			
Funds			
Special Funds	6	1,004,736	504,736
Accumulated reserves		2,014,283	2,361,391
		3,019,019	2,866,127
Liabilities			
Current Liabilities			
Trade and other payables	7	511,381	436,641
Provisions	8	17,860	27,288
		529,241	463,929
Total Funds and Liabilities		3,548,260	3,330,056

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Statement of Surplus and Deficit

	Notes	2020 R	2019 R
Revenue		1,633,264	1,215,291
Grants to member societies		(495,685)	(504,269)
Gross surplus		1,137,579	711,022
Other income	9	37,564	-
Operating expenses		(1,625,920)	(1,561,943)
Operating deficit	10	(450,777)	(850,921)
Investment revenue		103,669	94,769
Deficit		(347,108)	(756,152)
Other comprehensive income		-	-
Total comprehensive deficit for the year		(347,108)	(756,152)

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Statement of Changes in Funds

	Funded Projects R	Special funds R	Accumulated reserves R	Total Funds R
Balance at 01 April 2018	767,986	767,986	2,865,913	3,633,899
Deficit for the year	-	-	(756,152)	(756,152)
Other comprehensive income	-	-	-	-
Total comprehensive deficit for the year	-	-	(756,152)	(756,152)
Funds received	(316,282)	(316,282)	-	(632,564)
Funds utilised	150,010	150,010	-	300,020
Funds transferred to Donations Income	(96,978)	(96,978)	-	(193,956)
Funds written back	-	-	96,978	96,978
Correction to Accumulated reserves	-	-	154,652	154,652
Total changes	(263,250)	(263,250)	251,630	(11,620)
Balance at 01 April 2019	504,736	504,736	2,361,391	2,866,127
Deficit for the year	-	-	(347,108)	(347,108)
Other comprehensive income	-	-	-	-
Total comprehensive deficit for the year	-	-	(347,108)	(347,108)
Funds Received	500,000	500,000	-	500,000
Total changes	500,000	500,000	-	500,000
Balance at 31 March 2020	1,004,736	1,004,736	2,014,283	3,019,019
Notes	6			

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Statement of Cash Flows

	Notes	2020 R	2019 R
Cash flows from operating activities			
Cash receipts		880,229	1,240,453
Cash paid to suppliers, employees and member societies		(1,366,732)	(1,875,574)
Cash used in operations	13	(486,503)	(635,121)
Interest income		103,669	94,769
Net cash from operating activities		(382,834)	(540,352)
Cash flows from investing activities			
Purchase of fixed assets	2	-	(185,900)
Proceeds from Sale of fixed assets	2	1,413,900	-
Net movement in Investments		(573,642)	637,875
Donations of fixed assets		-	170,900
Net cash from investing activities		840,258	622,875
Total cash movement for the year		457,424	82,523
Cash at the beginning of the year		396,125	313,602
Total cash at end of the year	5	853,549	396,125

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The financial statements have been prepared in accordance with the organisation's constitution and the guidelines as per the Non-Profit Organisations Act, 71 of 1997. These guidelines require the preparation of the financial statements, which indicate with suitable particulars, money received and expenditure incurred by the Non-Profit Organisation during the financial year, and its assets and liabilities at the end of the financial year concerned. The organisation applied an entity specific basis of accounting as described below. The financial statements have not been prepared in accordance with the International Financial Reporting Standards or Standards of Generally Recognised Accounting Practice. The financial statements are prepared on the accrual basis of accounting in terms of which the effects of transactions and other events are recognised when they occur and they are recorded and reported in the period to which they relate. The financial statements have been prepared on the historical cost basis, except for Land and Buildings which are stated at the revalued amount, and incorporate the principal accounting policies set out below. The financial statements are presented in South African Rands. These accounting policies are consistent with the previous period.

1.1 Significant judgements and sources of estimation uncertainty

Critical judgements in applying accounting policies

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the financial statements.

Key sources of estimation uncertainty

The following are key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

Useful lives of fixed assets

The organisation reviews the estimated useful lives of the fixed assets when changing circumstances indicate that they may have changed since the most recent reporting date. During the current year, the Management Committee determined that the useful lives and residual values are still appropriate in terms of the accounting policy framework and no changes were required.

Provisions

Provisions are inherently based on assumptions and estimates using the best information available. Additional disclosure of these estimates of provisions are included in note 8 - Provisions.

1.2 Fixed Assets

Fixed Assets are tangible items that:

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

An item of fixed assets is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the organisation, and the cost of the item can be measured reliably.

Fixed Assets are initially measured at cost. Cost includes all costs incurred to bring the asset to the location and condition necessary for it to be able to be capable of operating in the manner intended by management.

Cost includes costs incurred initially to acquire or construct an item of fixed assets 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 fixed assets, the carrying amount of the replaced part is derecognised.

Subsequent to initial recognition, fixed assets is measured at cost less accumulated depreciation and any accumulated impairment losses, except for land and buildings which are stated at revalued amounts. The revalued amount is the fair value at the date of revaluation less any subsequent accumulated depreciation and impairment losses.

Any increase in an asset's carrying amount, as a result of a revaluation, is recognised in other comprehensive income and accumulated in the revaluation surplus in funds. The increase is only recognised in surplus or deficit to the extent that it reverses a revaluation decrease of the same asset previously recognised in surplus or deficit.

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Accounting Policies

1.2 Fixed Assets (continued)

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 as follows:

Item	Depreciation method	Average useful life
Furniture and fixtures	Straight line	1 year
Motor vehicles	Straight line	1 year
Office equipment	Straight line	1 year
Computer equipment	Straight line	1 year
Computer software	Straight line	1 year

Each part of the asset that has 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.

Impairment tests are performed on fixed assets when there is an indicator that they may be impaired. When the carrying amount of an item of fixed assets is assessed to be higher than the estimated recoverable amount, an impairment loss, equal to the excess of the carrying amount over the recoverable amount, is recognised immediately in surplus or deficit for assets which are not revalued. In the case of revalued assets, the impairment loss is recognised in other comprehensive income and accumulated in the revaluation surplus in equity against any existing credit relating to the same asset. Any remaining impairment loss is recognised in surplus or deficit.

1.3 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price. This includes transaction costs, except for the financial instruments which are measured at fair value through surplus and deficit.

Financial instruments at amortised cost

Debt instruments, as defined, are subsequently measured at amortised cost using the effective interest rate method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless an arrangement effectively constitutes a financing transaction.

At each reporting 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.

Financial instruments at fair value

All other financial instruments are measured at fair value through surplus and deficit.

1.4 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

Operating leases – lessee

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

1.5 Impairment of assets

The organisation assesses at each reporting date whether there is any indication that fixed assets may be impaired.

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Accounting Policies

1.5 Impairment of assets (continued)

If there is any indication that the asset may be impaired, the recoverable amount is estimated for the individual asset. If it is not possible to estimate the recoverable amount of the individual asset, the recoverable amount of the cash-generating unit to which the asset belongs is determined.

1.6 Employee benefits

Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as leave pay and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

1.7 Government grants

Grants that do not impose specified future performance conditions are recognised in income when the grant proceeds are receivable.

Grants that impose specified future performance conditions are recognised in income only when the performance conditions are met.

Grants received before the revenue recognition criteria are satisfied are recognised as a liability.

Grants are measured at the fair value of the asset received or receivable.

1.8 Revenue

Revenue from donations is recognised when all of the following conditions have been satisfied:

- the amount of revenue can be reliably measured;
- it is probable that the economic benefits associated with the transaction will flow to the organisation and;
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Interest is recognised, in surplus or deficit using the effective interest rate method.

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Notes to the Financial Statements

	2020 R	2019 R
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2. Fixed Assets

	2020			2019		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Land and buildings	-	-	-	1,603,461	-	1,603,461
Furniture and fixtures	25,100	(25,100)	-	7,000	(7,000)	-
Motor vehicles	323,873	(323,873)	-	323,873	(323,873)	-
Office equipment	58,571	(58,571)	-	76,671	(76,671)	-
IT equipment	30,343	(30,343)	-	30,343	(30,343)	-
Total	437,887	(437,887)	-	2,041,348	(437,887)	1,603,461

Reconciliation of fixed assets - 2020

	Opening balance	Disposals	Closing balance
Land and buildings	1,603,461	(1,603,461)	-

Reconciliation of fixed assets - 2019

	Opening balance	Additions	Depreciation	Closing balance
Land and buildings	1,603,461	-	-	1,603,461
Furniture and fixtures	-	18,100	(18,100)	-
Motor vehicles	-	152,800	(152,800)	-
Office equipment	-	15,000	(15,000)	-
	1,603,461	185,900	(185,900)	1,603,461

Other information

Fully depreciated property, plant and equipment still in use	437,887	437,887
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Details of properties

Erf 1316 Newton Park Port Elizabeth

Title Deed T4839/2018 - situated at 126 Second Avenue, Newton Park, Port Elizabeth

The property was sold in August 2019

- Purchase price: 2018	-	1,400,000
- Additions and capitalised costs	-	203,461
	-	1,603,461

3. Investments

Investments

Stanlib Collective Investment	1,890,997	1,317,355
The investment accrues interest at a repo linked rate		

Non-current assets

At fair value	1,890,997	1,317,355
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The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Notes to the Financial Statements

	2020 R	2019 R
4. Trade and other receivables		
Accounts Receivable	-	100
Deposits	15,000	10,850
Prepayments	12,714	2,165
NMBM Grant in Aid	776,000	-
	803,714	13,115
5. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Cash on hand	22	1,000
Bank balances	822,879	277,158
Short-term deposits	30,648	117,967
	853,549	396,125
6. Funded Projects		
Airport Company	24,497	24,497
Airports Company SA	68,991	68,991
ECDC	6,160	6,160
ECIPA Blankets	1,017	1,017
ECPACC Jazz East London	3,790	3,790
Ezethu Development Trust	501,013	1,013
Meropa Funding CSI	24,871	24,871
Nompumelelo (East London)	(5,202)	(5,202)
PASCAP (East London)	85,010	85,010
PASCAP Music Tuition	27,211	27,211
Buffalo City Fund	267,378	267,378
	1,004,736	504,736
7. Trade and other payables		
Accrued expenses	4,668	930
Trade payables	503,653	433,783
Workman's Compensation Liability	3,060	1,928
	511,381	436,641

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Notes to the Financial Statements

	2020 R	2019 R
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8. Provisions

Reconciliation of provisions - 2020

	Opening balance	Additions	Total
Provision for leave pay	27,288	(9,428)	17,860

Reconciliation of provisions - 2019

	Opening balance	Additions	Total
Provision for leave pay	37,425	(10,137)	27,288

The leave pay provision is recognised based on the leave due to employees at the financial year end and determined based on the current remuneration of employees. No adjustment has been made for any annual salary increases as the assumption is made that leave will be taken within 6 months of the year end and before the next salary increment is implemented in accordance with the requirements of the relevant legislation, thereby limiting estimation uncertainty.

9. Other income

Seta Grant	37,564	-
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10. Operating deficit

Operating deficit for the year is stated after accounting for the following:

Operating lease charges

Premises

• Contractual amounts	95,237	14,772
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Loss on realisation of fixed assets

(189,561) -

Depreciation on fixed assets

- 185,900

Employee costs

787,629 962,131

11. Taxation

The Community Chest of the Eastern Cape is a Public Benefit Organisation that has been approved by the Commissioner of the South African Revenue Services in terms of section 30(3) of the South African Income Tax Act. As a result the receipts and accruals of the organisation are exempt from taxation in terms of Section 10 (1) cN of the South African Income Tax Act.

12. Auditor's remuneration

Fees	38,870	40,250
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The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Notes to the Financial Statements

	2020 R	2019 R
13. Cash used in operations		
Deficit for the year	(347,108)	(756,152)
Adjustments for:		
Depreciation and amortisation	-	185,900
Loss on sale of fixed assets	189,561	-
Interest received	(103,669)	(94,769)
Movements in Leave pay provision	(9,428)	(10,137)
Fixed Assets donated	-	(18,100)
Correction of bank	-	1,852
Changes in working capital:		
Trade and other receivables	(790,599)	43,262
Trade and other payables	74,740	179,295
Movement in Funds	500,000	(166,272)
	(486,503)	(635,121)

14. Commitments

Operating leases – as lessee (expense)

Minimum lease payments due

- within one year	178,384	51,984
- in second to fifth year inclusive	281,472	138,624
	459,856	190,608

Operating lease payments represent rentals payable by the organisation for certain of its office equipment and building. Leases are negotiated for an average term of 3-5 years. No contingent rent is payable.

15. 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, contingent obligations and commitments will occur in the ordinary course of business.

The ability of the organisation to continue as a going concern is dependent on a number of factors. The most significant of these is that the Management Committee continues to procure funding for the ongoing operations for the organisation in order to maintain the solvency and liquidity of the organisation.

16. Events after the reporting period

The financial statements were authorised for issue on 23 September 2020 by the Management Committee of the organisation.

On 23 March 2020, the president of South Africa announced that South Africa will enter a nationwide lockdown for 21-days with effect from midnight on Thursday 26 March 2020. The lockdown, is part of efforts to curb the rapid spread of the Coronavirus in the country.

Management's plans to deal with the effects of the COVID-19 outbreak and whether there is material uncertainty over the organisation's ability to continue as a going concern. Management will consider the specific circumstances that relate to the organisation's operations and the relevant events that existed in their jurisdiction at that time. At the date of issue of the financial statements, it was not possible to determine the exact impact of COVID-19 on the organisation, but it is possible that there could be a negative impact on future cash flows.

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Detailed Income Statement

	Notes	2020 R	2019 R
Revenue			
Donations received		857,264	595,291
Grant-in-aid		776,000	620,000
		1,633,264	1,215,291
Grants made			
Grants to member societies		(495,685)	(504,269)
Gross profit		1,137,579	711,022
Other income			
Seta income		37,564	-
Interest received		103,669	94,769
		141,233	94,769
Expenses (Refer to page 20)		(1,625,920)	(1,561,943)
Deficit for the year		(347,108)	(756,152)

The Community Chest of the Eastern Cape

(Registration number: NPO 003-490)

Financial Statements for the year ended 31 March 2020

Detailed Income Statement

	Notes	2020 R	2019 R
Operating expenses			
Accounting fees		47,560	-
Advertising		8,816	1,210
Auditors remuneration	12	38,870	40,250
Bad debts: Movement in Provision		-	(4,000)
Bank charges		17,416	24,546
Cleaning		4,855	3,860
Computer expenses		16,290	23,708
Consulting fees		-	4,091
Depreciation, amortisation and impairments		-	185,900
Employee costs		787,629	962,131
Event costs		45,951	6,203
Gifts		-	1,000
Insurance		34,186	35,811
Lease rentals on operating lease		95,237	14,772
Legal expenses		650	-
Loss on sale of fixed assets		189,561	-
Motor vehicle expenses		75,062	112,357
Payroll Expenses		11,710	13,520
Postage		863	1,050
Printing and stationery		67,999	64,716
Repairs and maintenance		12,372	19,965
Sanitary towel project		80,000	-
Security		6,945	7,807
Staff welfare		4,825	5,311
Subscriptions		8,351	(5,216)
Telephone and fax		34,162	28,552
Training		23,666	-
Travel - local		4,234	-
Water & Electricity		8,710	14,399
		1,625,920	1,561,943




COMMUNITY CHEST MARKETING

Community Chest would like to extend our sincere thanks to
Tsunami Studios for the professional and informative
corporate video.

An additional thank you to Boost Creative Solutions
for their narration of the video.

We would also like to acknowledge Dave's World Design &
Advertising for their invaluable contribution towards
Community Chest. We are eternally grateful for their creative
support and in reviving our image in the market place.



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Banking Details

Bank: First National Bank

Account No: 62055249786

Branch code: 250109

Branch name: Greenacres

Find us on



Community Chest
of the Eastern Cape