



The Shoshana Foundation Trust
(Registration number IT416/210)
Annual financial statements
for the year ended 28 February 2022

Howard Joel and Company
Chartered Accountants (SA)
Registered Auditors

Issued 20 June 2023

The Shoshana Foundation Trust

(Registration number: IT416/210)

Annual Financial Statements for the year ended 28 February 2022

General Information

Country of incorporation and domicile	South Africa
Type of trust	Charitable Trust
Trustees	Aronowitz S D Black G D Katz R E Levitt J G
Auditors	Howard Joel and Company Chartered Accountants (SA) Registered Auditors Ground floor Block B Pellmeadow Office Park 60 Civin Drive Bedfordview 2007
Trust registration number	IT416/210
Tax reference number	930032605

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

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Trustees' Responsibilities and Approval

The trustees are required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the trust as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the basis of accounting described in Note 1.

The annual financial statements are prepared in accordance with the basis of accounting described in Note 1 and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

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

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

The trustees have reviewed the trust's cash flow forecast for the year to 28 February 2023 and, in the light of this review and the current financial position, they are satisfied that the trust has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the trust's annual financial statements. The annual financial statements have been examined by the trust's external auditors and their report is presented on page 4.

The annual financial statements set out on pages 6 to 13, which have been prepared on the going concern basis, were approved by the trustees on 20 June 2023 and were signed on its behalf by:



Black G D

Katz R E

Independent Auditor's Report

To the Trustees of The Shoshana Foundation Trust

Opinion

We have audited the annual financial statements of The Shoshana Foundation Trust (the trust) set out on pages 8 to 13, which comprise the statement of financial position as at 28 February 2022, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements of The Shoshana Foundation Trust for the year ended 28 February 2022 are prepared, in all material respects, in accordance with the basis of accounting described in Note 1 to the annual financial statements and the requirements of the Trust Property Control Act 57 of 1988.

Basis for Opinion

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 Annual Financial Statements section of our report. We are independent of the trust in accordance with the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of annual financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the annual financial statements, which describes the basis of accounting. The annual financial statements are prepared in accordance with the trust's own accounting policies to satisfy the financial information needs of the trust's trustees. As a result, the annual financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Information

The trustees are responsible for the other information. The other information comprises the information included in the document titled The Shoshana Foundation Trust annual financial statements for the year ended , which includes the Trustees' Report as required by the Trust Property Control Act 57 of 1988, which we obtained prior to the date of this report. The other information does not include the annual financial statements and our auditor's report thereon.

Our opinion on the annual 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 annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual 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.

Responsibilities of the Trustees for the Annual Financial Statements

The trustees are responsible for the preparation of the annual financial statements in accordance with the basis of accounting described in Note 1 to the annual financial statements and the requirements of the Trust Property Control Act 57 of 1988, for determining that the basis of preparation is acceptable in the circumstance and for such internal control as the trustees determine is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the trustees are responsible for assessing the trust'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 trustees either intend to liquidate the trust or to cease operations, or have no realistic alternative but to do so.

Independent Auditor's Report


Auditor's Responsibilities for the Audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual 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 annual 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 annual 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 trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' 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 trust'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 annual 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 trust to cease to continue as a going concern.

We communicate with the trustees 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.



Howard Joel and Company
T F Subotzky
Partner
Chartered Accountants (SA)
Registered Auditors

20 June 2023
Johannesburg

The Shoshana Foundation Trust

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Trustees' Report

The trustees was formed in terms of a deed donation and trust by the Trustees dated 22 February 2010 as amended.

1. The trust

The trust was formed in terms of a deed donation and trust by the Trustees dated Monday, 22 February 2010 as amended.

2. Nature of business

The Shoshana Foundation Trust was formed in South Africa and operates as a charitable trust within the non-profit sector. The trust operates in South Africa.

There have been no material changes to the nature of the trust's business from the prior year.

3. Review of financial results and activities

The annual financial statements have been prepared in accordance with Entity specific basis of accounting. 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 trust are set out in these annual financial statements.

4. Trustees' benefits

5. Trustees

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

Trustees

Aronowitz S D

Black G D

Katz R E

Levitt J G

6. Events after the reporting period

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

7. Auditors

Howard Joel and Company continued in office as auditors for the trust for 2022.

They will continue in office for the 2023 financial year.

8. Date of authorisation for issue of annual financial statements

The annual financial statements have been authorised for issue by the trustees on Tuesday, 20 June 2023. No authority was given to anyone to amend the annual financial statements after the date of issue.

Practitioner's Compilation Report

To the trustees of The Shoshana Foundation Trust

We have compiled the annual financial statements of The Shoshana Foundation Trust, as set out on pages 8 - 13, based on information you have provided. These annual financial statements comprise the statement of financial position of The Shoshana Foundation Trust as at 28 February 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these annual financial statements on the basis of accounting described in Note 1 to the annual financial statements. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These annual financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these annual financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the basis of accounting described in Note 1 to the annual financial statements.

D Smith
Partner
Chartered Accountant (S.A.)
Howard Joel and Company

20 June 2023
Johannesburg

The Shoshana Foundation Trust

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Statement of Financial Position as at 28 February 2022

Figures in Rand	Note(s)	2022	2021
Assets			
Current Assets			
Cash and cash equivalents	2	2 340 675	2 794 985
Total Assets		2 340 675	2 794 985
Equity and Liabilities			
Equity			
Trust capital	3	500	500
Accumulated surplus		2 340 175	2 794 485
		2 340 675	2 794 985
Total Equity and Liabilities		2 340 675	2 794 985

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Statement of Comprehensive Income

Figures in Rand	Note(s)	2022	2021
Revenue			
Donations received		2 360 319	3 981 851
Interest received		82 211	72 943
		2 442 530	4 054 794
Operating expenses			
Bank charges		1 437	1 568
Donations		2 894 383	2 737 687
Functions		-	84 374
Gifts		-	750
IT expenses		1 020	941
		2 896 840	2 825 320
(Deficit) surplus for the year		(454 310)	1 229 474

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Statement of Changes in Equity

Figures in Rand	Trust capital	Accumulated surplus	Total equity
Balance at 01 March 2020	500	1 565 011	1 565 511
Surplus for the year	-	1 229 474	1 229 474
Balance at 01 March 2021	500	2 794 485	2 794 985
Deficit for the year	-	(454 310)	(454 310)
Balance at 28 February 2022	500	2 340 175	2 340 675
Note(s)	3		

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Statement of Cash Flows

Figures in Rand	Note(s)	2022	2021
Cash flows from operating activities			
Cash (used in) generated from operations	5	<u>(454 310)</u>	<u>1 229 474</u>
Total cash movement for the year		(454 310)	1 229 474
Cash at the beginning of the year		<u>2 794 985</u>	<u>1 565 511</u>
Total cash at end of the year	2	<u>2 340 675</u>	<u>2 794 985</u>

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Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The annual financial statements have been prepared on a going concern basis in accordance with the accounting policies as set out below. The annual financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Revenue

Revenue is recognised to the extent that the trust has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the trust. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

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

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Notes to the Annual Financial Statements

Figures in Rand	2022	2021
2. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balances	<u>2 340 675</u>	<u>2 794 985</u>
3. Trust capital		
Capital account / Trust capital		
Balance at beginning of year	<u>500</u>	<u>500</u>
4. Taxation		
The trust is a tax exempt organisation in terms of section (10)(1)(d)(iv)(bb) of the Income Tax Act.		
5. Cash (used in) generated from operations		
(Deficit) surplus before taxation	<u>(454 310)</u>	<u>1 229 474</u>