

**LUTHERAN COMMUNITY OUTREACH FOUNDATION LCOF NPC**  
(Registration number 2017/664022/08)

Annual Financial Statements  
for the year ended 31 December 2024

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## General Information

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<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Non profit company
<b>Directors</b>	OJ Melato (Non-executive Director) RM Koehne (Non-executive Director) TT Mogashoa (Non-executive Director) R Michel (Executive Director) MT Magoro (Non-executive Director)
<b>Registered office</b>	30 Edith Cavell Street Hillbrow 2001
<b>Postal address</b>	PO Box 17098 Hillbrow 2038
<b>Auditors</b>	CollinsWalt Inc. Chartered Accountants (SA) Registered Auditor 903184
<b>Tax reference number</b>	9037732279
<b>NPO Number</b>	230-521
<b>PBO number</b>	930063735
<b>PAYE reference number</b>	7540784701
<b>VAT reference number</b>	4530253543
<b>Level of assurance</b>	These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.
<b>Preparer</b>	The annual financial statements were independently compiled by: PC van der Walt Professional Accountant (SA)
<b>Issued</b>	12 May 2025

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

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# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## Directors' Responsibilities and Approval

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The directors are required by the Companies Act 71 of 2008, 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 company 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 International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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

The directors 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 directors have reviewed the company's cash flow forecast for the year to 31 December 2025 and, in the light of this review and the current financial position, They are satisfied that the company 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 company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on pages 4 to 5.

The annual financial statements set out on pages 6 to 15, which have been prepared on the going concern basis, were approved by the board on 12 May 2025 and were signed on its behalf by:

### Approval of annual financial statements



OJ Melato



RM Koehne



# CollinsWalt Inc

Chartered Accountants SA  
Geoktrooieerde Rekenmeesters SA

2<sup>nd</sup> Floor, The Terrace Building, 3 Eaton Terrace,  
New Redruth (Alberton), 1449  
PO Box 1198, Vanderbijlpark, 1900  
011 865 0515 | 011 865 0516 | 073 209 5897

## Independent Auditor's Report

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### To the directors of Lutheran Community Outreach Foundation (Hillbrow)

#### Qualified Opinion

We have audited the annual financial statements of Lutheran Community Outreach Foundation LCOF NPC (the company) set out on pages 6 to 15, which comprise the statement of financial position as at 31 December 2024, statement of comprehensive income, statement of changes in reserves 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, except for the possible effect of the matter described in the basis for qualified opinion section of our report, the annual financial statements present fairly, in all material respects, the financial position of Lutheran Community Outreach Foundation LCOF NPC as at 31 December 2024, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

#### Basis for Qualified Opinion

In common with similar organisations, it is not feasible for the organisation to institute accounting controls over cash collections and goods received as donations prior to initial entry of the collections in the accounting records. Accordingly it was impracticable for us to extend our examination beyond the receipts actually recorded.

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 company 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 annual 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.

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 on the other information obtained prior to the date of this auditor's report, 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 Directors for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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Director/Registered Auditor: JK Collins CA(SA) Practice No (IRBA): 903184 Comp Reg No: 2012/017194/21

Executive Manager: PC van der Walt AGA(SA) Professional Accountant (SA)

[www.collinswalt.co.za](http://www.collinswalt.co.za)



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# CollinsWalt Inc

Chartered Accountants SA  
Geoktrooleerde Rekenmeesters SA

2<sup>nd</sup> Floor, The Terrace Building, 3 Eaton Terrace,  
New Redruth (Alberton), 1449  
PO Box 1198, Vanderbijlpark, 1900  
011 865 0515 | 011 865 0516 | 073 209 5897

## Independent Auditor's Report

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### 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 company'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 company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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.

*CollinsWalt Inc*

CollinsWalt Inc.  
JK Collins  
Director  
Chartered Accountants (SA)  
Registered Auditor  
903184

12 May 2025  
Hillbrow

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Director/Registered Auditor: JK Collins CA(SA) Practice No (IRBA): 903184 Comp Reg No: 2012/017194/21

Executive Manager: PC van der Walt AGA(SA) Professional Accountant (SA)

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# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## Statement of Financial Position as at 31 December 2024

Figures in Rand	Note(s)	2024	2023
<b>Assets</b>			
Non-Current Assets			
Property, plant and equipment	2	5 167 718	4 854 820
Current Assets			
Trade and other receivables	3	416 790	271 532
Cash and cash equivalents	4	256 103	1 609 765
		<b>672 893</b>	<b>1 881 297</b>
<b>Total Assets</b>		<b>5 840 611</b>	<b>6 736 117</b>
<b>Reserves and Liabilities</b>			
<b>Reserves</b>			
Non-distributable reserves		413 400	413 400
Retained surplus		4 252 548	4 963 162
		<b>4 665 948</b>	<b>5 376 562</b>
<b>Liabilities</b>			
Current Liabilities			
Trade and other payables	5	7 565	191 578
Deferred income	6	1 167 098	1 167 977
		<b>1 174 663</b>	<b>1 359 555</b>
<b>Total Reserves and Liabilities</b>		<b>5 840 611</b>	<b>6 736 117</b>

# Lutheran Community Outreach Foundation LCOF NPC

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## Statement of Comprehensive Income

Figures in Rand	Note(s)	2024	2023
<b>Revenue</b>			
Corporate		954 648	262 964
Foreign sponsors		10 349 720	9 728 918
Government funding		1 217 388	1 244 907
	7	<b>12 521 756</b>	<b>11 236 789</b>
<b>Other income</b>			
Rental income		137 758	157 533
Surplus on disposal of assets		10 583	30 693
	8	<b>148 341</b>	<b>188 226</b>
<b>Operating expenses</b>			
Accounting and audit fees		(51 760)	(89 500)
Advertising		(35 424)	(25 355)
Bad debts		-	(453)
Bank charges		(17 791)	(16 970)
Cleaning		(10 079)	(7 441)
Depreciation		(416 997)	(363 869)
Equipment expenses		(128 638)	(61 415)
Food purchases		(47 870)	(68 532)
Functions, camps and workshops		(71 148)	(134 691)
Insurance		(106 966)	(105 364)
Legal and professional fees		(241 553)	(197 204)
Maintenance and renovations		(50 138)	(64 285)
Municipal expenses		(230 535)	(214 213)
Personnel expenses		(7 472 552)	(6 003 231)
Printing and stationery		(43 742)	(93 699)
Project specific costs		(3 623 825)	(3 719 669)
Rent and levies		(471 006)	(527 649)
Security		(146 169)	(146 527)
Small assets		(17 618)	(6 406)
Telecom expenses		(98 577)	-
Telephone and fax		-	(103 046)
Training		(66 128)	(112 419)
Vehicle and transport cost		(201 443)	(245 167)
		<b>(13 549 959)</b>	<b>(12 307 105)</b>
<b>Surplus / (deficit)</b>			
Interest received		155 348	222 143
Finance costs		-	(615)
		<b>155 348</b>	<b>221 528</b>
<b>Surplus / (deficit)</b>			
		<b>(724 514)</b>	<b>(660 562)</b>

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

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## Statement of Changes in Reserves

Figures in Rand	Non-distributable reserves	Retained surplus	Total reserves
<b>Balance at 01 January 2023</b>	<b>413 400</b>	<b>5 623 722</b>	<b>6 037 122</b>
<b>Surplus / (deficit)</b>		<b>(660 560)</b>	<b>(660 560)</b>
<b>Balance at 01 January 2024</b>	<b>413 400</b>	<b>4 963 162</b>	<b>5 376 562</b>
<b>Surplus / (deficit)</b>		<b>(724 514)</b>	<b>(724 514)</b>
Prior year adjustments		13 900	13 900
<b>Total changes</b>		<b>13 900</b>	<b>13 900</b>
<b>Balance at 31 December 2024</b>	<b>413 400</b>	<b>4 252 548</b>	<b>4 665 948</b>

# Lutheran Community Outreach Foundation LCOF NPC

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## Statement of Cash Flows

Figures in Rand	Note(s)	2024	2023
<b>Cash flows from operating activities</b>			
Cash generated from (used in) operations	9	(789 698)	(1 968 041)
Interest income		155 348	222 143
Finance costs		-	(615)
<b>Net cash from operating activities</b>		<b>(634 350)</b>	<b>(1 746 513)</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(828 436)	(524 855)
Disposal of property, plant and equipment	2	109 124	97 495
<b>Net cash from investing activities</b>		<b>(719 312)</b>	<b>(427 360)</b>
<b>Total cash movement for the year</b>		<b>(1 353 662)</b>	<b>(2 173 873)</b>
Cash at the beginning of the year		1 609 765	3 783 638
<b>Total cash at end of the year</b>	4	<b>256 103</b>	<b>1 609 765</b>

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## Accounting Policies

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### 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 International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual 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 assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes 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 subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Average useful life
Buildings	Straight line	20 years
Plant and machinery	Straight line	10 years
Furniture and fixtures	Straight line	7 years
Motor vehicles	Straight line	12 years
Office equipment	Straight line	7 years
IT equipment	Straight line	7 years
Computer software	Straight line	3 years
Solar energy units	Straight line	5 years

Gains and losses on disposals are recognised in surplus or deficit.

#### 1.2 Financial instruments

##### Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through surplus or deficit) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

##### Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest 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 the 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 there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in surplus or deficit.

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## Accounting Policies

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### 1.2 Financial instruments (continued)

#### Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

### 1.3 Tax

#### Tax expenses

In accordance with section 10(1)(cN) as read with section 30 of the Income Tax Act, the organisation is exempt from income tax and donations tax. Thus no provision for tax is made in the financial statements.

### 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 - lessor

Operating lease income is recognised as an income 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 receipt of payments is 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.

#### 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.

Any contingent rents are expensed in the period they are incurred.

### 1.5 Impairment of assets

The company assesses at each reporting date whether there is any indication that property, plant and equipment may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in surplus or deficit.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in surplus or deficit.

### 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.

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## Accounting Policies

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### 1.7 Provisions and contingencies

Provisions are recognised when the company has an obligation at the reporting date as a result of a past event; it is probable that the company will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

### 1.8 Revenue

Revenue is recognised to the extent that the company 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 company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Revenue from donations are recognised as and when receipts are received in the bank accounts of the company.

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.

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

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## Notes to the Annual Financial Statements

Figures in Rand

### 2. Property, plant and equipment

	2024			2023		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Buildings	4 933 395	(1 127 270)	3 806 125	4 402 999	(880 600)	3 522 399
Computer software	9 000	(9 000)	-	9 000	(9 000)	-
Furniture and fixtures	159 049	(147 586)	11 463	159 049	(142 021)	17 028
IT equipment	192 615	(142 089)	50 527	192 615	(127 587)	65 029
Motor vehicles	1 622 514	(357 231)	1 265 283	1 452 312	(247 002)	1 205 310
Office equipment	156 720	(141 065)	15 655	156 720	(135 847)	20 873
Plant and machinery	323 113	(307 613)	15 501	323 113	(305 260)	17 853
Sewing equipment	11 900	(11 900)	-	11 900	(11 900)	-
Solar energy units	268 696	(265 532)	3 164	268 696	(262 368)	6 328
<b>Total</b>	<b>7 677 002</b>	<b>(2 509 286)</b>	<b>5 167 718</b>	<b>6 976 404</b>	<b>(2 121 585)</b>	<b>4 854 820</b>

#### Reconciliation of property, plant and equipment - 2024

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Buildings	3 522 399	530 396	-	(246 670)	3 806 125
Furniture and fixtures	17 028	-	-	(5 565)	11 463
IT equipment	65 029	-	-	(14 502)	50 527
Motor vehicles	1 205 310	298 040	(98 541)	(139 526)	1 265 283
Office equipment	20 873	-	-	(5 218)	15 655
Plant and machinery	17 853	-	-	(2 352)	15 501
Solar energy units	6 328	-	-	(3 164)	3 164
	<b>4 854 820</b>	<b>828 436</b>	<b>(98 541)</b>	<b>(416 999)</b>	<b>5 167 718</b>

#### Reconciliation of property, plant and equipment - 2023

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Buildings	3 742 549	-	-	(220 150)	3 522 399
Furniture and fixtures	22 593	-	-	(5 565)	17 028
IT equipment	60 643	16 999	-	(12 613)	65 029
Motor vehicles	873 543	507 856	(66 802)	(109 287)	1 205 310
Office equipment	31 609	-	-	(10 736)	20 873
Plant and machinery	20 205	-	-	(2 352)	17 853
Solar energy units	9 492	-	-	(3 164)	6 328
	<b>4 760 634</b>	<b>524 855</b>	<b>(66 802)</b>	<b>(363 869)</b>	<b>4 854 820</b>

#### Other information

The property as per property, plant and equipment is owned by the Evangelical Lutheran Congregation Johannesburg - Church of Peace. Part of the above property consists of two buildings, namely the Youth Centre and Counselling Centre that were erected by the Lutheran Community Outreach Foundation LCOF NPC (The Foundation) situated in Hillbrow. There is a memorandum of understanding in place between the Evangelical Lutheran Congregation Johannesburg - Church of Peace and the Foundation where the Congregation agrees to the use of its property by the Foundation in order to enable the Foundation to achieve their goals. The intended usage of the properties will be in accordance with the Foundation's mission and vision. The Foundation is also responsible for the maintenance of these buildings and for paying of levies, cleaning, rental and service fees. Should the Foundation cease to exist, the property, both old and new, will revert back to the Evangelical Lutheran Congregation Johannesburg - Church of Peace.

A register containing the information required by Regulation 25(3) of the Companies Regulations, 2011 is available for inspection at the registered office of the company.

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## Notes to the Annual Financial Statements

Figures in Rand	2024	2023
<b>3. Trade and other receivables</b>		
Deposits	31 478	94 772
Staff loans	1 687	(824)
Trade receivables	213 110	157 728
VAT	170 515	19 856
	<b>416 790</b>	<b>271 532</b>
<b>4. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Bank balances	22 698	39 803
Cash on hand	54 334	67 272
Money market accounts	174 089	1 502 690
Ebucks	4 982	-
	<b>256 103</b>	<b>1 609 765</b>
<b>5. Trade and other payables</b>		
Credit card	(2 410)	(3 506)
Debtors with credit balances	20 150	6 153
Payroll liabilities	(10 175)	188 931
	<b>7 565</b>	<b>191 578</b>
<b>6. Deferred income</b>		
Bread for the World	214 384	214 384
Rand Merchant Bank	952 714	953 593
	<b>1 167 098</b>	<b>1 167 977</b>

# Lutheran Community Outreach Foundation LCOF NPC

(Registration number: 2017/664022/08)

Annual Financial Statements for the year ended 31 December 2024

## Notes to the Annual Financial Statements

Figures in Rand	2024	2023
<b>7. Revenue</b>		
<b>Corporate</b>	954 648	262 964
<b>Foreign sponsors</b>		
Bread for the World	3 562 193	4 374 097
ELM	4 619 392	3 686 766
Lutheran World Federation	-	694 453
Terre Des Hommes Deutschland	979 299	973 602
Other	1 188 835	-
<b>Government funding</b>		
Department of Social Development	1 217 388	1 244 907
<b>Individuals</b>	-	-
	<b>12 521 755</b>	<b>11 236 789</b>
<b>8. Other income</b>		
Rental income	137 758	157 533
Surplus on sale of assets and liabilities	10 583	30 693
	<b>148 341</b>	<b>188 226</b>
<b>9. Cash generated from (used in) operations</b>		
(Deficit) surplus before taxation	(724 514)	(660 560)
<b>Adjustments for:</b>		
Depreciation and amortisation	416 997	363 869
Surplus on sale of assets	(10 583)	(30 693)
Interest received	(155 348)	(222 143)
Finance costs	-	615
Movement in reserves	13 900	-
<b>Changes in working capital:</b>		
Trade and other receivables	(145 258)	(35 961)
Trade and other payables	(184 013)	61 880
Deferred income	(879)	(1 445 048)
	<b>(789 698)</b>	<b>(1 968 041)</b>