Advocates for the Prevention of HIV in Africa

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

Trading as

APHA (NPC)

(Registration Number 2019/376125/08)

Annual Financial Statements

for the year ended 28 February 2025

Independently Reviewed Financial Statements

Prepared by: S.P. Zikhali

Reviewed by: P.J. Kuleile

Professional designation: Independent Reviewer (SA)

INDEX

GENERAL INFORMATION

COUNTRY OF INCORPORATION AND DOMICILE	South Africa
REGISTRATION NUMBER	2019/376125/08
NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES	The non-profit company is dedicated to supporting civil society, communities and health care workers in their fight to prevent the spread of HIV in South Africa.
DIRECTORS	LG Bekker MT Warren TB Ngcingwana YA Raphael N Naidoo
MEMBERS	V Dubula-Majola N Zakwe L Majila
REGISTERED OFFICE	Mozart Lane Noordwyk Gauteng 1685
BANKERS	First National Bank
SARS Reference Numbers	
Tax number	9958995160
Pay As You Earn Registration Number	7400809705
LEVEL OF ASSURANCE	These financial statements have been reviewed.
Independent reviewers	GAS Independent Review (Pty) Ltd Centex Close Sandton Gauteng 2196

DIRECTORS' RESPONSIBILITIES AND APPROVAL

The directors 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. These annual financial statements have been prepared in accordance with the IFRS for SMEs® Accounting Standard as issued by the International Accounting Standards Board (IASB®) and it is their responsibility to ensure that the annual financial statements satisfy the financial reporting standards with regards to form and content and present fairly the statement of financial position, results of operations and business of the non-profit company, and explain the transactions and financial position of the business of the non-profit company at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the non-profit company 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 non-profit company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set 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 non-profit company and all employees are required to maintain the highest ethical standards in ensuring the non-profit company's business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the non-profit company is on identifying, assessing, managing and monitoring all known forms of risk across the non-profit company. While operating risk cannot be fully eliminated, the non-profit 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 going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the directors have no reason to believe that the non-profit company will not be a going concern in the foreseeable future. The annual financial statements support the viability of the non-profit company.

The independent reviewers are responsible for independently reviewing and reporting on the non-profit company's annual financial statements. The independent reviewers report is presented on page 7.

The annual financial statements set out on pages 8 to 17, and the supplementary information set out on pages 18 to 19 which have been prepared on the going concern basis, were approved by the directors and were signed on 1 April 2025 on their behalf by:

The external reviewers are responsible for independently reviewing and reporting on the non-profit company's annual financial statements. The annual financial statements have been examined by the non-profit company's independent reviewers and their report is presented on page 7.

The annual financial statements set out on pages 8 to 17, and the supplementary information set out on pages 18 to 19 which have been prepared on the going concern basis, were approved by the directors and were signed on 1 April 2025 on their behalf by:

LG Bekker	MT Warren

DIRECTORS' RESPONSIBILITIES AND APPROVAL

yvette Raphael

TB Ngcingwana

YA Raphael

N Naidoo

DIRECTORS' REPORT

The directors present their report for the year ended 28 February 2025.

1. Review of activities

Main business and operations

The non-profit company is dedicated to supporting civil society, communities and health care workers in their fight to prevent the spread of HIV in South Africa. There were no major changes herein during the year.

The operating results and statement of financial position of the non-profit company are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. Going concern

The annual 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 directors are not aware of any new material changes that may adversely impact the non-profit company. The directors 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 non-profit company.

The annual financial statements have been prepared on the going concern basis, since the directors have every reason to believe that the non-profit company has adequate resources in place to continue in operation for the foreseeable future.

3. Events after reporting date

All events subsequent to the date of the annual financial statements and for which the applicable financial reporting framework requires adjustment or disclosure have been adjusted or disclosed.

4. Directors

The directors of the non-profit company during the year and up to the date of this report are as follows:
LG Bekker
MT Warren
TB Ngcingwana
YA Raphael
N Naidoo

DIRECTORS' REPORT

5. Members

The members at the end of the year is:

V Dubula-Majola
N Zakwe
L Majila

6. Independent Reviewers

GAS Independent Review (Pty) Ltd were the independent reviewers for the year under review.

REPORT OF THE INDEPENDENT REVIEWER

To the Members of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

We have reviewed the annual financial statements of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC set out on pages 8 to 17, which comprise the statement of financial position as at 28 February 2025, and the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the annual financial statements, including a summary of significant accounting policies.

Directors' Responsibility for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of these annual financial statements in accordance with the IFRS for SMEs Accounting Standard as issued by the International Accounting Standards Board

Independent Reviewer's Responsibility

Our responsibility is to express a conclusion on these annual financial statements. We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Annual Financial Statements (ISRE 2400 (Revised)). ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the annual financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of annual financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The independent reviewer performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these annual financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these annual financial statements do not present fairly, in all material respects, the financial position of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC as at 28 February 2025, and its financial performance and cash flows for the year then ended in accordance with the IFRS for SMEs Accounting Standard as issued by the International Accounting Standards Board.

	1 April 2025
GAS Independent Review (Pty) Ltd	**Centex Close**
Per: P.J. Kuleile	**Sandton**
Independent Reviewer (SA)	**Gauteng**
Professional Accountant (SA)	**2196**

STATEMENT OF FINANCIAL POSITION

Figures in R	Notes	2025	2024
ASSETS			
Non-current assets			
Property, plant and equipment	3	75,126	28,875
Current assets			
Cash and cash equivalents	4	821,248	1,206,769
Total assets		**896,374**	**1,235,644**
EQUITY AND LIABILITIES			
Equity			
Accumulated surplus		877,744	1,211,894
Liabilities			
Current liabilities			
Provisions	5	18,630	15,283
Trade and other payables	6	-	8,467
Total current liabilities		**18,630**	**23,750**
Total equity and liabilities		**896,374**	**1,235,644**

STATEMENT OF COMPREHENSIVE INCOME

Figures in R	Notes	2025	2024
Grant income	7	4,922,260	5,121,876
Administrative expenses	8	(121,310)	(150,357)
Other expenses	9	(5,257,246)	(3,853,791)
(Deficit) / surplus from operating activities		**(456,296)**	**1,117,728**
Finance income	10	122,146	85,894
Finance costs		-	(2)
(Deficit) / surplus for the year		**(334,150)**	**1,203,620**

STATEMENT OF CHANGES IN EQUITY

Figures in R	Accumulated surplus	Total
Balance at 1 March 2023	8,274	8,274
Changes in equity		
Surplus for the year	1,203,620	1,203,620
Total comprehensive income for the year	1,203,620	1,203,620
Balance at 29 February 2024	**1,211,894**	**1,211,894**
Balance at 1 March 2024	1,211,894	1,211,894
Changes in equity		
Deficit for the year	(334,150)	(334,150)
Total comprehensive income for the year	(334,150)	(334,150)
Balance at 28 February 2025	**877,744**	**877,744**

STATEMENT OF CASH FLOWS

Figures in R	Note	2025	2024
Cash flows (used in) / from operations			
Cash receipts from customers		**4,922,260**	**5,121,876**
Cash paid to suppliers and employees		**(5,348,537)**	**(4,002,607)**
Net cash flows (used in) / from operations		**(426,277)**	**1,119,269**
Interest paid		-	(2)
Interest received		122,146	85,894
Net cash flows (used in) / from operating activities		**(304,131)**	**1,205,161**
Cash flows used in investing activities			
Purchase of property, plant and equipment		(81,390)	(35,000)
Cash flows used in investing activities		**(81,390)**	**(35,000)**
Net (decrease) / increase in cash and cash equivalents		**(385,521)**	**1,170,161**
Cash and cash equivalents at beginning of the year		1,206,769	36,610
Cash and cash equivalents at end of the year	**4**	**821,248**	**1,206,771**

ACCOUNTING POLICIES

1. General information

ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC ('the non-profit company') is dedicated to supporting civil society, communities and health care workers in their fight to prevent the spread of HIV in South Africa.

The non-profit company is incorporated as a Non-Profit Company and domiciled in South Africa. The address of its registered office is Mozart Lane, Noordwyk, Gauteng, 1685.

2. Basis of preparation and summary of significant accounting policies

The financial statements of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC have been prepared in accordance with the IFRS for SMEs Accounting Standard as issued by the International Accounting Standards Board. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment property, certain property, plant and equipment, biological assets and derivative financial instruments at fair value. They are presented in South African Rand.

The preparation of financial statements in conformity with the IFRS for SMEs Accounting Standard as issued by the International Accounting Standards Board requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the non-profit company's accounting policies.

The principal accounting policies applied in the preparation of these annual financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Property, plant and equipment

Property, plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the directors.

The non-profit company adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the non-profit company. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to surplus or deficit during the period in which they are incurred.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method. The estimated useful lives range as follows:

Asset class	Useful life / depreciation rate
Fixtures and fittings	6 years
Office equipment	3 years
Computer equipment	3 years
Telephone Equipment	5 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

ACCOUNTING POLICIES

Basis of preparation and summary of significant accounting policies continued...

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other gains / (losses)' in the statement of comprehensive income.

2.2 Financial instruments

Trade and other receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the non-profit company will not be able to collect all amounts due according to the original terms of the receivables.

Trade and other receivables are classified as debt instruments and loan commitments at amortised cost.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown in current liabilities on the statement of financial position.

Trade and other payables

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

2.3 Provisions

Provisions for restructuring costs and legal claims are recognised when: the non-profit company has a present legal or constructive obligation as a result of past events; it is probable that a transfer of economic benefits will be required to settle the obligation; and the amount can be reliably estimated. Restructuring provisions comprise lease termination penalties and employee termination payments. Provisions are not recognised for future operating losses.

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 passage of time is recognised as interest expense.

2.4 Grants

Grants are recognised at their fair value in profit or loss where there is a reasonable assurance that the grant will be received and the non-profit company has complied with all attached conditions. Grants received where the non-profit company has yet to comply with all attached conditions are recognised as a liability (and included in deferred income within trade and other payables) and released to income when all attached conditions have been complied with. Grants received are included in 'other income' in profit or loss.

Borrowing costs

All borrowing costs are recognised in surplus or deficit in the period in which they are incurred.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in R

3. Property, plant and equipment

Balances at year end and movements for the year

	Fixtures and fittings	Office equipment	Computer equipment		Telephone Equipment	Total
Reconciliation for the year ended 28 February 2025						
Balance at 1 March 2024						
At cost	-	-	52,999	-	-	**52,999**
Accumulated depreciation	-	-	(24,124)	-	-	**(24,124)**
Carrying amount	**-**	**-**	**28,875**	**-**	**-**	**28,875**
Movements for the year ended 28 February 2025						
Additions from acquisitions	10,599	11,997	46,997	-	11,797	**81,390**
Depreciation	(1,404)	(3,177)	(28,683)	-	(1,875)	**(35,139)**
Property, plant and equipment at the end of the year	**9,195**	**8,820**	**47,189**	**-**	**9,922**	**75,126**
Closing balance at 28 February 2025						
At cost or revaluation	-	-	99,996	19,419	9,922	**129,337**
Accumulated depreciation	-	-	(52,807)	(1,404)	-	**(54,211)**
Carrying amount	**-**	**-**	**47,189**	**18,015**	**9,922**	**75,126**
Reconciliation for the year ended 29 February 2024						
Balance at 1 March 2023						
At cost	-	-	17,999	-	-	**17,999**
Accumulated depreciation	-	-	(7,430)	-	-	**(7,430)**
Carrying amount	**-**	**-**	**10,569**	**-**	**-**	**10,569**

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in R

Property, plant and equipment continued...

Movements for the year ended 29 February 2024						
Additions from acquisitions	-	-	35,000	-	-	**35,000**
Depreciation	-	-	(16,694)	-	-	**(16,694)**
Property, plant and equipment at the end of the year	**-**	**-**	**28,875**	**-**	**-**	**28,875**
Closing balance at 29 February 2024						
At cost	-	-	52,999	-	-	**52,999**
Accumulated depreciation	-	-	(24,124)	-	-	**(24,124)**
Carrying amount	**-**	**-**	**28,875**	**-**	**-**	**28,875**

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in R	2025	2024

4. Cash and cash equivalents

4.1 Cash and cash equivalents included in current assets:

Cash		
Balances with banks	821,248	1,206,769

4.2 Net cash and cash equivalents

Current assets	821,248	1,206,769

5. Provisions

5.1 Provisions comprise:

Provision for audit fees	18,630	15,283
Current portion	**18,630**	**15,283**

5.2 Details of other provisions

Provision

Provision is made for the current year's independent review fee, which is expected to finalise and be paid within 6 months.

6. Trade and other payables

Trade and other payables comprise:

Trade creditors	-	467
Salary Control	-	8,000
Total trade and other payables	**-**	**8,467**

7. Grants

Grants comprises:

Grants received	4,922,260	5,121,876

8. Administrative expenses

Administrative expenses comprise:

Accounting fees	54,135	48,113
Independent reviewers - fees	18,630	17,008
Bank charges	11,034	10,407
Computer expenses	3,096	15,000
Telephone and internet	34,415	59,829
Total administrative expenses	**121,310**	**150,357**

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

Figures in R	2025	2024

9. Other expenses

Other expenses comprise:

Consulting fees	608,095	187,421
Depreciation	35,139	16,694
Employee benefit expenses	1,588,472	1,679,833
Ground staff - Data	115,083	-
Legal expense	-	28,750
Payroll fees	5,882	5,998
Postage	3,000	3,770
Printing and stationery	121,612	11,188
Project meeting expenses	2,196,647	1,713,929
Travel - Local	583,316	206,208
Total other expenses	**5,257,246**	**3,853,791**

10. Finance income

Finance income comprises:

Interest received	122,146	85,894

DETAILED INCOME STATEMENT

Figures in R	Notes	2025	2024
Grants	7		
Grants received		4,922,260	5,121,876
Administrative expenses	8		
Accounting fees		(54,135)	(48,113)
Bank charges		(11,034)	(10,407)
Computer expenses		(3,096)	(15,000)
Independent reviewer fees		(18,630)	(17,008)
Telephone and internet		(34,415)	(59,829)
		(121,310)	**(150,357)**
Other expenses	9		
Consulting fees		(608,095)	(187,421)
Depreciation - property, plant and equipment		(35,139)	(16,694)
Employee costs - executives and managers		(1,075,257)	(945,729)
Employee costs - salaries		(513,215)	(734,104)
Ground staff - Data		(115,083)	-
Legal expense		-	(28,750)
Payroll fees		(5,882)	(5,998)
Postage		(3,000)	(3,770)
Printing and stationery		(121,612)	(11,188)
Project meeting expenses		(2,196,647)	(1,713,929)
Travel - Local		(583,316)	(206,208)
		(5,257,246)	**(3,853,791)**
(Deficit) / surplus from operating activities		**(456,296)**	**1,117,728**
Finance income	10		
Interest received		122,146	85,894
Finance costs			
Interest Paid		-	(2)
(Deficit) / surplus for the year		**(334,150)**	**1,203,620**

INCOME TAX COMPUTATION

Figures in R	Notes	2025	2024
(Deficit) / surplus before tax		(334,150)	1,203,620
Credit Adjustments (increase net profit / decrease net loss) (insert as positive)			
Tax exemption		330,803	(1,203,620)
		330,803	(1,203,620)
Taxable deficit		**(3,347)**	-
Normal tax		-	-

NOTICE OF MEETING

To the members of ADVOCATES FOR THE PREVENTION OF HIV IN AFRICA NPC

Notice is hereby given that the annual general meeting of the company will be held at Johannesburg on 1 April 2025 at 10h00 for the following purposes:

1. Consideration of the annual financial statements.

2. To discuss any other matter that may be brought up at the annual general meeting.

Any member who is not able to attend the meeting may appoint a proxy on the form of proxy approved by the company which should be lodged with the secretaries of the company at least forty-eight hours before the meeting. The proxy need not also be a member.

By order of the board

for
Secretaries
1 April 2025