

# **Two Oceans Aquarium Education Foundation**

**(Registration Number IT0004322017)**

**Annual Financial Statements**

**for the year ended 31 March 2019**

**Independently Reviewed Financial Statements**

Prepared by: Peter Magner

Professional designation: Chartered Accountant (SA)

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Annual Financial Statements for the year ended 31 March 2019

## Index

---

	<b>Page</b>
General Information	2
Trustees' Responsibilities and Approval	3
Trustees' Report	4 - 5
Report of the Independent Reviewer	6
Report of the Compiler	7
Statement of Financial Position	8
Statement of Comprehensive Income	9
Statement of Changes in Trust Funds	10
Statement of Cash Flows	11
Accounting Policies	12 - 13
Notes to the Financial Statements	14 - 15
Supplementary information: Detailed Income Statement	16

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Annual Financial Statements for the year ended 31 March 2019

## General Information

---

<b>Country of Incorporation and Domicile</b>	South Africa
<b>Type of Trust</b>	Inter Vivos Trust
<b>Registration Number</b>	IT0004322017
<b>Nature of Business and Principal Activities</b>	Marine education, conservation and research
<b>Trustees</b>	G Diamond (Resigned after year end) P Garratt M Farquhar
<b>Registered Office</b>	Dock Road V&A Waterfront Cape Town
<b>Postal Address</b>	PO Box 50603 Waterfront 8002
<b>Level of Assurance</b>	These financial statements have been independently reviewed in compliance with the applicable requirements of the ISRE 2400 (Revised).
<b>Independent Reviewer</b>	Finance Studio Great Westerford 240 Main Road Cape Town 7700
<b>Preparer</b>	Iridium Business Solutions (Pty) Ltd Unit B, Cirtech House 12 Stibitz St Westlake Cape Town 7945

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Annual Financial Statements for the year ended 31 March 2019

## 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 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 trust, and explain the transactions and financial position of the business of the trust at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the trust and supported by reasonable and prudent judgements and estimates.

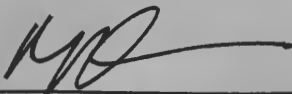
The trustees acknowledge that they are ultimately responsible for the system of internal financial control established by the trust and place considerable importance on maintaining a strong control environment. To enable the trustees to meet these responsibilities, the trustees set standards for internal 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 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 going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the trustees have no reason to believe that the trust will not be a going concern in the foreseeable future. The financial statements support the viability of the trust.

The independent reviewers are responsible for independently reviewing and reporting on the trust's annual financial statements. The independent reviewers report is presented on page 6.

The annual financial statements set out on pages 8 to 15, and the supplementary information set out on page 16 which have been prepared on the going concern basis, were approved by the trustees and were signed on 12 June 2020 on their behalf by:



---

M Farquhar

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Annual Financial Statements for the year ended 31 March 2019

## Trustees' Report

---

The trustees present their report for the year ended 31 March 2019.

### 1. Review of activities

#### Main business and operations

The principal activity of the trust is marine education, conservation and research. There were no major changes herein during the year.

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

### 2. Objective of the trust

The primary object of the trust is marine education, conservation and research.

### 3. Founder of the trust

The founder of the trust is Two Oceans Aquarium Trust.

### 4. Type of trust

Two Oceans Aquarium Education Foundation is an Inter Vivos trust.

### 5. 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.

### 6. 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.

The trustees are not aware of any matter or circumstance arising since the end of the financial year to the date of this report that could have a material effect on the financial position of the trust.

### 7. Trust capital

During the current financial year R100 was contributed to the trust.

### 8. Distribution

No distribution was awarded to the beneficiary during the year.

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Annual Financial Statements for the year ended 31 March 2019

## Trustees' Report

---

### 9. Trustees

The trustees of the trust during the year and up to the date of this report are as follows:

P Garratt

G Diamond (Resigned after year end)

M Farquhar

### 10. Comparative figures

The Trust is not presenting comparative information as this is the first set of IFRS for SME financial statements. The Trust commenced operations from 21 August 2018. The current year's results include only 9 months operations.

### 11. Independent Reviewers

Finance Studio (Pty) Ltd reviewed the annual financial statements for the year under review.



## Report of the Independent Reviewer

---

### To the Trustees of the Two Oceans Aquarium Education Foundation

We have reviewed the financial statements of Two Oceans Aquarium Education Foundation set out on pages 8 to 15, which comprise the statement of financial position as at 31 March 2019, and the statement of comprehensive income, the statement of changes in trust funds and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

### Trustee's Responsibility for the Annual Financial Statements

The trustees are responsible for the preparation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

### Independent Reviewer's Responsibility

Our responsibility is to express a conclusion on these financial statements. We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical 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 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 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 financial statements.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements of Two Oceans Aquarium Education Foundation are not prepared, in all material respects, in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

**Finance Studio SA (Pty) Ltd**

---

**Per: Carmen Dell CA(SA)**

**SAICA Membership number: 0804811**

**12 June 2020**

**Great Westerford**

**240 Main Road**

**Newlands**

**Cape Town**

**7700**

## Report of the Compiler

---

### To the Trustees of Two Oceans Aquarium Education Foundation

We have compiled the accompanying financial statements of Two Oceans Aquarium Education Foundation based on information you have provided. These financial statements comprise the statement of financial position of Two Oceans Aquarium Education Foundation as at 31 March 2019, the statement of comprehensive income, the statement of changes in trust funds, the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

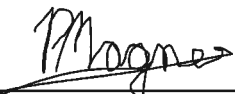
We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These 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 financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

**Iridium Business Solutions (Pty) Ltd**



**Peter Wagner**

**Chartered Accountant (SA)**

**9 June 2020**

**Unit B, Cirtech House**

**12 Stibitz St**

**Westlake**

**Cape Town**

**7945**



# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Financial Statements for the year ended 31 March 2019

## Statement of Financial Position

Figures in R	Notes	2019
<b>Current assets</b>		
Cash and cash equivalents	3	748,764
<b>Total current assets</b>		<u>748,764</u>
<b>Total assets</b>		<u>748,764</u>
<b>Trust funds and liabilities</b>		
<b>Trust funds</b>		
Capital contributions	4	100
Accumulated surplus		198,664
<b>Total trust funds</b>		<u>198,764</u>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Loan from group entity	5	550,000
<b>Total liabilities</b>		<u>550,000</u>
<b>Total trust funds and liabilities</b>		<u>748,764</u>

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Financial Statements for the year ended 31 March 2019

## Statement of Comprehensive Income

Figures in R

	Notes	2019
Revenue	6	750,117
Administrative expenses		(1,453)
Other expenses		(550,000)
<b>Surplus from operating activities</b>		<b>198,664</b>
<b>Surplus before tax</b>		<b>198,664</b>
Income tax expense	7	-
<b>Surplus for the year</b>		<b>198,664</b>

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Financial Statements for the year ended 31 March 2019

## Statement of Changes in Trust Funds

Figures in R	Trust capital	Retained income	Total
<b>Changes in trust funds</b>			
Surplus for the year	-	198,664	198,664
Total comprehensive income	-	198,664	198,664
Increase through contributions by founder	100	-	100
<b>Balance at 31 March 2019</b>	<b>100</b>	<b>198,664</b>	<b>198,764</b>
Notes	<b>4</b>		

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Financial Statements for the year ended 31 March 2019

## Statement of Cash Flows

Figures in R

	Note	2019
<b>Cash flows from operations</b>		
Surplus for the year		198,664
<b>Net cash flows from operations</b>		<u>198,664</u>
<b>Cash flows from financing activities</b>		
Proceeds from trust capital issued		100
Proceeds from other financial liabilities		550,000
<b>Cash flows from financing activities</b>		<u>550,100</u>
<b>Net increase in cash and cash equivalents</b>		<u>748,764</u>
<b>Cash and cash equivalents at end of the year</b>	3	<u>748,764</u>

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Financial Statements for the year ended 31 March 2019

## Accounting Policies

---

### 1. Basis of preparation and summary of significant accounting policies

The preparation of financial statements in conformity with the International Financial Reporting Standard for Small and Medium- sized Entities requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the trust's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

The principal accounting policies applied in the preparation of these annual financial statements are set out below.

#### 1.1 Financial instruments

##### Loan (from) group entity

This can include loans between holding entities, fellow subsidiaries, subsidiaries, joint ventures and associates and are recognised initially at fair value plus direct transaction costs.

The loan from group entity is classified as a debt instrument, and is initially measured at fair value plus transactions costs and subsequently measured at amortised cost using the effective interest method.

##### 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.

##### Trust capital

All funds of a capital nature received by the trust are accounted for directly to the Trust Capital account. This includes the original donation received by the trustees to establish the trust, as well as all donations received by the trustees since the trust's inception. This excludes capital gains and losses realised by the trust in the normal course of its business activities. Trust capital is reduced by any capital distributed by the trustees to any capital beneficiary.

#### 1.2 Revenue

Revenue is measured at the fair value of the consideration received or receivable. Revenue is shown net of value-added tax, returns, rebates and discounts.

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably; and
- it is probable that the economic benefits associated with the transaction will flow to the entity; and
- the stage of completion of the transaction at the end of the reporting period can be measured reliably; and
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Financial Statements for the year ended 31 March 2019

## Accounting Policies

---

### 1.3 Related parties

A related party is a person or entity with the ability to control or jointly control the other party, or exercise significant influence over the other party, or vice versa, or an entity that is subject to common control, or joint control. As a minimum, the following are regarded as related parties of the reporting entity:

- A person or a close member of that person's family is related to a reporting entity if that person:
  - has control or joint control of the reporting entity;
  - has significant influence over the reporting entity; or
  - is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.
- An entity is related to the reporting entity if any of the following conditions apply:
  - The entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
  - One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member);
  - Both entities are joint ventures of the same third party;
  - One entity is a joint venture of a third entity and the other entity is an associate of the third entity;
  - The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity;
  - The entity is controlled or jointly controlled by a person identified as a related party;
  - A person identified as having control or joint control over the reporting entity has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity);
  - The entity, or any member of a group of which it is a part, provides key management personnel services to the reporting entity or to the parent of the reporting entity.

A related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

### 2. Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Financial Statements for the year ended 31 March 2019

## Notes to the Financial Statements

Figures in R

2019

### 3. Cash and cash equivalents

Cash and cash equivalents comprise:

#### Cash

Balances with banks

748,764

**Total cash**

**748,764**

**Total cash and cash equivalents included in current assets**

**748,764**

**Net cash and cash equivalents**

**748,764**

### 4. Trust capital

#### Trust capital

Capital contribution

100

### 5. Loan from group entity

#### 5.1 Loan from group entity comprises:

##### Non interest bearing loan

Two Oceans Aquarium Trust

550,000

**550,000**

#### 5.2 Additional disclosures

This loan is unsecured, interest free and without any fixed terms of repayment. The loan has not been repaid within 12 months of the year end

### 6. Revenue

#### Revenue comprises:

Donations received

750,117

### 7. Income tax expense

#### Additional disclosures

The trust is an approved Public Benefit Organisation set out in section 30(3) of the Income Tax Act and is therefore tax exempt.

# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Financial Statements for the year ended 31 March 2019

## Notes to the Financial Statements

Figures in R

2019

### 8. Related parties

#### 8.1 Group entities

Trust Founder

Two Oceans Aquarium Trust

#### 8.2 Related party transactions and balances

	<u>Two Oceans Trust</u>	<u>Total</u>
<b>Year ended 31 March 2019</b>		
<b>Outstanding loan accounts</b>		
Amounts payable	(550,000)	<b>(550,000)</b>

### 9. 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.



# Two Oceans Aquarium Education Foundation

(Registration Number IT0004322017)

Annual Financial Statements for the year ended 31 March 2019

## Detailed Income Statement

Figures in R

	Notes	2019
<b>Revenue</b>	6	
Donations received		750,117
<b>Total revenue</b>		<u>750,117</u>
<b>Administrative expenses</b>		
Bank charges		(1,453)
<b>Total administrative expenses</b>		<u>(1,453)</u>
<b>Other expenses</b>		
Other expenses		(550,000)
<b>Total other expenses</b>		<u>(550,000)</u>
<b>Surplus before tax</b>		<u>198,664</u>
<b>Income tax</b>	7	
<b>Total income tax expense</b>		<u>-</u>
<b>Surplus for the year</b>		<u>198,664</u>