

REPORT OF THE BOARD OF TRUSTEES IN RESPECT OF THE YEAR ENDED 31 MARCH 2005

PROGRESS IN 2004/2005 FY

In this financial year the council has focused mainly on putting systems and policies in place to ensure better functioning of the council. In that context, the following documentation has been developed:

In this financial year the council has focused mainly on putting systems and policies in place to ensure better functioning of the council. In that context, the following documents has been developed, that is, the rules of procedures, communication strategy, terms of reference for sub-committee on AIDS in the Department of Defence, terms of reference for the Executive Committee, conflict of interest document, guideline for submission of proposals to Global Fund, Rapid Assessment Tool for the Provincial AIDS Council, the proposed new terms of reference for the Provincial AIDS Council and the Financial Operating Procedures.

Meetings and workshops have been held as follows:

- a) 4 SANAC meetings
- b) 2 Executive Committee meetings
- c) 2 sector workshops
- d) Sector representation and participation in World Aids Day Celebrations in Cape Town
- e) International AIDS Conference, Thailand
- f) 1 SANAC Trust meeting
- g) Participation in the Global Fund Partnership Forum, Thailand
- h) Participation in the Global Fund CCM Capacity Building Workshop, Zambia

GLOBAL FUND

SANAC was appointed as the Country Coordinating Mechanism (CCM) for the Global Fund in 2002. The role of the CCM is to review, evaluate and make recommendations on the proposal submitted for funding prior to forwarding the recommendations to the Global Fund. The CCM is also charged with ensuring that there is to ensure continued funding of the programme. As per Global Fund Fiduciary Arrangements guidelines, the CCM is also responsible for receiving and reviewing programmatic and financial reports periodically, ensuring that progress is made and quality data reported. Over and above this, the CCM is supposed to evaluate performance of Global Fund approved programmes in implementing a programme and submit requests for continued funding.

This year the following was achieved:

- (a) A Call for Proposals was issued in local newspapers;
- (b) Workshop with PAC's and national NGO's to orientate applicants on submission guidelines was held;
- (c) A Technical Review Panel was appointed (not remunerated)
- (c) A consultant to assist in writing an integrated country proposal was employed.

In terms of disbursing funds to implementing partners, R206, 644, 531 has been disbursed to date.

The table below illustrates disbursements against total allocations by Global Fund per grant: 2004 to March 2005.

Organisation	Amount Approved	Amount Received	Amount Outstanding
Round 1			
Soul City	\$2 354 000	\$2, 354,000 (100%)	\$0
Kwazulu Natal	\$26 741 529	\$12 873 4561	\$13 868 073
Love life	\$12 000 000	\$12,000,000 (100%)	\$0
Round 2			
NDOH	\$8 414 000	NIL	\$8 414 000
Round 3			
Western Cape	\$15 521 456	\$4,461,538 (29%)	\$11,059,18
TOTAL IN USD	\$65 030 985	\$31, 729,312	\$33,301,659
TOTAL IN RANDES	R422 701 403	R206, 644, 531 (49%)	R216, 056,872

Note: Amounts in Rands Based on conversion rate of : \$1 = R6.50

1One Disbursement for 2 quarters in Quarter 1

h African National AIDS Trust, Annual Report

REPORT OF THE BOARD OF TRUSTEES IN RESPECT OF THE YEAR ENDED 31 MARCH 2005

CONCLUDING COMMENTS

There has been progress for financial year 2004/05. Financial Operating Procedures have been adopted and therefore the Trust will be fully operational as of the financial year 2005/06.

MR. T D MSELEKU

Accounting Authority for Board of Trustees:
SOUTH AFRICAN NATIONAL AIDS TRUST

SECTION 2 Human Resources Oversight Report

During the year under review the Trust had employed seven permanent employees. The Secretariat carries out the administrative and technical duties of SANAC and is appointed by the Department of Health's HIV and AIDS unit. The Department of Health has published a comprehensive set of data on human resources in its own annual report.

REPORT OF THE AUDITOR-GENERAL TO PARLIAMENT, ON THE FINANCIAL STATEMENTS OF THE AFRICAN NATIONAL AIDS TRUST FOR THE YEAR ENDED 31 MARCH 2005

1. AUDIT ASSIGNMENT

The financial statements as set out on pages 137 to 139, for the year ended 31 March 2005, have been audited in terms of section 188 of the Constitution of the Republic of South Africa, 1996 (Act No. 108 of 1996), read with sections 4 and 20 of the Public Audit Act, 2004 (Act No. 25 of 2004). These financial statements, the maintenance of effective control measures and compliance with relevant laws and regulations are the responsibility of the accounting officer. My responsibility is to express an opinion on these financial statements, based on the audit.

2. NATURE AND SCOPE

2.1 AUDIT OF FINANCIAL STATEMENTS

The audit was conducted in accordance with Statements of South African Auditing Standards. Those standards require that I plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement.

An audit includes:

- examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements,
- assessing the accounting principles used and significant estimates made by management, and
- evaluating the overall financial statement presentation.

Furthermore, an audit includes an examination, on a test basis, of evidence supporting compliance in all material respects with the relevant laws and regulations which came to my attention and are applicable to financial matters.

The audit was completed in accordance with Auditor-General Directive No. 1 of 2005.

I believe that the audit provides a reasonable basis for my opinion.

3. AUDIT OPINION

In my opinion, the financial statements fairly present, in all material respects, the financial position of the South African National Aids Trust at 31 March 2005 and the results of its operations and cash flows for the year then ended, in accordance with prescribed accounting practice and in the manner required by the PFMA.

4. EMPHASIS OF MATTER

Without qualifying the audit opinion expressed above, attention is drawn to the following matters:

4.1. OPERATIONAL ACTIVITIES OF THE TRUST

The limited operation of the Trust was reported in the previous financial year and has not improved. This resulted in the objectives of the Trust, as set out in the Trust Deed, not being achieved. The Deed of Trust stipulates that there should at all times be not less than 7 (seven) Trustees. Attention is drawn to the Report of the Board of Trustees that indicates that there were only 5 (five) Trustees in the year under review.

4.2. MATERIAL ADJUSTMENTS

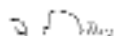
The annual financial statements were submitted to the office on 30 May 2005 as required by the PFMA. An accrual for rent amounting to R53 078 was not provided for in the financial statements, and the amended financial statements were received on 26 July 2005.

4.3. PRIOR YEAR EXPENSE PAID IN CURRENT YEAR

An amount of R 531 438 was paid for rent as disclosed in Note 2 to the annual financial statements. Included in this amount is a prior year expense of R8 808 for water and electricity which was paid in September 2004.

5. APPRECIATION

The assistance rendered by the staff of the South African National Aids Trust during the audit is sincerely appreciated.



AH Muller for Auditor-General

Pretoria

28 July 2005



AUDITOR - GENERAL

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

SOUTH AFRICAN NATIONAL AIDS TRUST

Balance Sheet

at 31 March 2005

	Note	2004/2005 R	2003/2004 R
Assets			
Current Assets			
Cash	5	33,342,339	32,838,433
Total Assets		33,342,339	32,838,433
Equity & Liabilities			
Accumulated Funds		33,289,261	32,838,433
Accounts payable		53,078	
Total Equity		33,342,339	32,838,433

SOUTH AFRICAN NATIONAL AIDS TRUST

Income Statement

for the year ended 31 March 2005

	Notes	2004/2005 R	2003/2004 R
Income			
Donations Received	1		769,917
Interest Received		1,036,507	1,991,890
Net Income		1,036,507	2,761,807
Expenses			
Administrative	2	585,679	572,264
Professional & Special Services	3		87,824
Net expenses		585,679	660,088
Net Surpluses		450,828	2,101,719

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

SOUTH AFRICAN NATIONAL AIDS TRUST

Statement of Changes in Capital and Reserves

for the year ended 31 March 2005

	2004/2005 R	2003/2004 R
Opening balance 01 April	32,838,433	30,736,714
Net Income for the year	503,906	2,101,719
Balance 31 March 2005	33,342,339	32,838,433

SOUTH AFRICAN NATIONAL AIDS TRUST

Cash Flow Statement

for the year ended 31 March 2005

	Notes	2004/2005 R	2003/2004 R
CASH FLOW FROM OPERATING ACTIVITIES			
Net cash flow generated by operating activities	4	503,906	2,101,719
Net cash flow generated by operating activities		503,906	2,101,719
Cash flows from investing activities		-	-
Cash flows from financing activities		-	-
Net increase in cash & cash equivalents		503,906	2,101,719
Cash & cash equivalents at beginning of period		32,838,433	30,736,714
Cash & cash equivalents at end of period	5	33,342,339	32,838,433

SOUTH AFRICAN NATIONAL AIDS TRUST

NOTES ON THE ANNUAL FINANCIAL STATEMENT

FOR THE YEAR ENDED 31 MARCH 2005

	2004/2005 R	2003/2004 R
1. Donation Received		
South African Broadcasting Cooperation	-	769,917
	-	769,917
2. Administrative		
Banking Fees	1,163	1,150
Rent	584,516	571,114
	585,679	572,264
3. Professional & Special Services		
Conference	-	52,484
Consultants	-	35,340
	-	87,824
4. Net cash flow generated by operating activities		
Net surplus as per Income Statement	450,828	2,101,719
Accruals	53,078	
	503,906	2,101,719
5. Cash & cash equivalents		
Corporate bank account	33,342,339	32,838,433
	33,342,339	32,838,433
6. Lease Commitment		
Rental for building	581,912	-
	581,912	-
7. Accruals		
Rental for building	48,493	-
Water and Lights	4,585	-
	53,078	-
8. Fruitless & wasteful expenditure		
Incident: Disciplinary Steps taken/criminal proceedings		
Rental of Building	-	571,114

**Financial Statements of the
King George V Silver Jubilee
Fund for Tuberculosis**

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**KING GEORGE V SILVER JUBILEE FUND
FOR TUBERCULOSIS
ANNUAL FINANCIAL STATEMENTS**
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Approval of the Financial Statements:

The financial statements set out on pages 145 to 147 are hereby approved.



DR M E TSHABALALA-MSIMANG

for Board of Trustees

**KING GEORGE V SILVER JUBILEE FUND FOR
TUBERCULOSIS**

KING GEORGE V SILVER JUBILEE FUND FOR TUBERCULOSIS REPORT OF THE BOARD OF TRUSTEES IN RESPECT OF THE YEAR ENDED 30 JUNE 2005

General review

The Fund was established in 1935. The Trust deed stipulates that the Fund is to be controlled by a Board of Trustees and only the interest earned on capital invested may be used to make grants to suitable institutions.

The trustees pursue a policy of investing in long-term, income-producing assets in order to accomplish the objective of the trust fund. The trust funds are mainly invested at the Public Investment Commissioner.

Financial result and state of affairs

The financial results for the year under review are reflected in the Statement of Financial Performance and the financial position of the Fund at 30 June 2005 is set out in the Statement of Financial Position.

No material fact or circumstances have occurred between the Statement of Financial position and the date of this report.

Distributions to beneficiaries

The trustees have not distributed income to beneficiaries during the reporting year to ensure an increase in the accumulated funds that will consequently result in an increase in future interest earnings.

Trustees

The current members of the Board are:

Dr M E Tshabalala-Msimang	Minister of Health
Mr TD Mseleku	Director-General of Health
Justice P Langa	Chief Justice of South Africa
Dr J S Loubser	Medical Association of South Africa
Prof J Myers	University of Cape Town: Medical School
Dr NL Becker	Chairman of the Natal Anti-Tuberculosis Association

Signed on behalf of the Board of Trustees: King George V Silver Jubilee Fund for Tuberculosis.



DR M E TSHABALALA-MSIMANG

Board of Trustees

King George V Silver Jubilee Fund for Tuberculosis

REPORT OF THE AUDITOR-GENERAL TO THE PARLIAMENT ON THE FINANCIAL STATEMENTS OF THE KING GEORGE V SILVER JUBILEE FUND FOR TUBERCULOSIS FOR THE YEAR ENDED 30 JUNE 2005

1. AUDIT ASSIGNMENT

The financial statements as set out on pages 145 to 147, for the year ended 30 June 2005, have been audited in terms of section 188 of the Constitution of the Republic of South Africa, 1996 (Act No. 108 of 1996), read with sections 4 and 20 of the Public Audit Act, (Act No.25 of 2004). These financial statements, the maintenance of effective control measures and compliance with relevant laws and regulations are the responsibility of the accounting authority. My responsibility is to express an opinion on these financial statements, based on the audit.

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The audit was conducted in accordance with Statements of South African Auditing Standards. Those standards require that I plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement.

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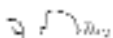
I believe that the audit provides a reasonable basis for my opinion.

3. AUDIT OPINION

In my opinion, the financial statements fairly present, in all material respects, the financial position of the Fund at 30 June 2005 and the results of the operations and cash flows for the year then ended, in accordance with prescribed accounting practice and in the manner required by the relevant act.

4. APPRECIATION

The assistance rendered by the staff of National Department of Health during the audit is sincerely appreciated.



A H Muller for Auditor-General
Pretoria
28 July 2005



AUDITOR-GENERAL

THE FINANCIAL STATEMENTS OF THE KING GEORGE V SILVER JUBILEE FUND FOR TUBERCULOSIS FOR THE YEAR ENDED 30 JUNE 2005

Statement of Financial Performance

for the Year ended 30 June 2005

	2004/2005 R	2003/2004 R
REVENUE		
Interest received	36,603	42,083
EXPENDITURE		
Sundry expenses	65	52
NET SURPLUS FOR THE YEAR	36,538	42,031

Statement of Financial Position

for the Year as at 30 June 2005

	Note	2004/2005 R	2003/2004 R
ASSETS			
Non-current assets			
Investments	2	563,431	526,644
Current assets			
Accrued income		2,753	3,002
NET ASSETS		566,184	529,646
EQUITY			
Capital and reserves			
Capital fund		286,789	286,789
Accumulated funds		279,395	242,857
Total equity		566,184	529,646

THE FINANCIAL STATEMENTS OF THE KING GEORGE V SILVER JUBILEE FUND FOR TUBERCULOSIS FOR THE YEAR ENDED 30 JUNE 2005

Statement of Changes in Equity for the Year ended 30 June 2005

	2004/2005 R	2003/2004 R
Balance at 1 July 2004	529,646	487,615
Net surplus for the period	36,538	42,031
Balance at 30 June 2005	566,184	529,646

Cash Flow Statement for the Year ended 30 June 2005

	Note	2004/2005 R	2003/2004 R
Cash flows from operating activities			
Interest received		36,603	42,083
Change in non-cash items (interest accrued)		249	1,702
Sundry expenses		-65	-52
Net cash flow from operating activities		36,787	43,733
Net increase in cash and cash equivalents		36,787	43,733
Cash and cash equivalents at beginning of period		526,644	482,911
Cash and cash equivalents at end of period	2	563,431	526,644

KING GEORGE V SILVER JUBILEE FUND FOR TUBERCULOSIS

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2005

1 Accounting policies

The fund's financial statements have been prepared on the historical cost basis. These policies are, in all material respects, consistent with those applied in the previous financial year.

The principal accounting policies of the fund are as follows:

1.1 Investments

Investments are stated at cost. In case of a decline in the value of the investment the carrying value will be used to disclose the effect of the devaluation/decline in value.

1.2 Interest

Interest earned is recognised on the accrual basis.

1.3 Donations received

Donations received are not recognised in the income statement but are regarded as part of capital of the Capital Fund.

2 Investments

	2004/2005 R	2003/2004 R
Investments held at cost are:		
Corporation for Public Deposits	5,194	4,832
Public Investment Commissioners	558,237	521,812
	<u>563,431</u>	<u>526,644</u>