

**NATIONAL DEPARTMENT OF HEALTH - VOTE 16**  
**ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 31 March 2007**

NAME OF ORGANISATION	NATURE OF GIFT, DONATION OR SPONSORSHIP	2006/07	2005/06
UNAIDS	Attending a workshop; conference	593	-
Taiwanese Department: Health & Taiwan International Health Action	Attending training on medicines	32	-
UK Trade and Investment	Study visit	191	-
World Health Assembly	Attandance of Commonwealth Health meeting	154	-
Total		8 348	13 778

**NATIONAL DEPARTMENT OF HEALTH VOTE 16**  
**ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 31 March 2007**

**ANNEXURE 1N**

**STATEMENT OF LOCAL AND FOREIGN AID ASSISTANCE RECEIVED**

NAME OF DONOR	PURPOSE	OPENING BALANCE	REVENUE	EXPENDITURE	CLOSING BALANCE
			R'000	R'000	R'000
Received in kind					
Local:					
GMP Applicants	Travel and Subsistence: Inspection of GMP	-	371	371	-
Eli Lilly SA, Batswadi Pharmaceutical and Roche	Presidential Gala Dinner	-	500	500	-
Public Service Co-ordinating Bargaining Council	Attending a congress	-	40	40	-
Other (Local)	Other	-	97	97	-
Foreign:					
Belgian Tech Cooperation	Study tour	-	140	140	-
Department of International Development	Survey on the burden of diseases	-	3 000	3 000	-
Global Forum	Attendance on Health Research	-	42	42	-
Henry Schein Inc & Colgate	Attendance of a Senior Leaders Programme	-	74	74	-
Mexican Government	Attending a conference	-	343	343	-
Taiwanese Department: Health & Taiwan International Health Action	Attending training on medicines	-	32	32	-
UK Trade and Investment	Study visit	-	191	191	-
UNAIDS	Attending a workshop; conference	-	593	593	-
UNFPA	Conference package on Commemoration of National Women's month	-	975	975	-
UNICEF	Meeting, Conferences on International Society for Prevention of Child Abuse and Neglect (ISPCAN), Travel and Subsistence	-	68	68	-
USAID	Workshop, travel and subsistence and courses	-	223	223	-
World Health Organisation	Conferences, travel and subsistence	-	1 337	1 337	-
World Health Assembly	Attendance of Commonwealth Health Ministers meeting	-	154	154	-
Other (Foreign)	Other	-	168	168	-
Total		-	8 348	8 348	-

**NATIONAL DEPARTMENT OF HEALTH VOTE 16  
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for the year ended 31 March 2007**

**ANNEXURE 10**

**STATEMENT OF GIFTS, DONATIONS AND SPONSORSHIPS MADE AND REMISSIONS, REFUNDS AND PAYMENTS MADE AS AN ACT OF GRACE FOR THE YEAR ENDED 31 MARCH 2007**

NATURE OF GIFT, DONATION OR SPONSORSHIP	R'000
Made in kind	
Purchase of gifts for official purposes: National Health Services UK	1
Purchase of gifts for official purposes: World Health Day Conference and Gala Dinner	21
Purchase of gifts for official purposes: Winners and runners up for Cecilia Makiwane on the Excellence Health Care Awards Ceremony	5
Delivery of Oral Health Services: Phelophepa Health Care Training	30
Sponsored Travel and Accommodation for Dr M Guma to participate in the 19 <sup>th</sup> World Diabetes Congress	6
Sponsored Travel costs for community members to participate in national events	38
Purchase of digital cameras for provinces	24
Purchase of gifts for official purposes: Gifts to Provinces	20
<b>TOTAL</b>	<b>145</b>

**NATIONAL DEPARTMENT OF HEALTH VOTE 16**  
**ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 31 March 2007**

**ANNEXURE 3A**

**STATEMENT OF FINANCIAL GUARANTEES ISSUED AS AT 31 MARCH 2007 – LOCAL**

Guarantor institution	Guarantee in respect of	Original guaranteed capital amount	Opening balance 1 April 2006	Guarantees draw downs during the year	Guarantees repayments/ cancelled/ reduced/ released during the year	Currency revaluations	Closing balance 31 March 2007	Guaranteed interest for year ended 31 March 2007	Realised losses not recoverable
		R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
	Motor vehicles								
Stannic		690	459	271	219	-	511	-	-
		<b>690</b>	<b>459</b>	<b>271</b>	<b>219</b>	<b>-</b>	<b>511</b>	<b>-</b>	<b>-</b>
	Housing								
Standard Bank		393	409	18	88	-	339	-	-
Nedbank		444	576	-	74	-	502	-	-
First Rand Bank (FNB)		511	407	-	38	-	369	-	-
ABSA		595	636	10	204	-	442	-	-
Old Mutual Finance Ltd		148	85	-	46	-	39	-	-
Peoples Bank		49	35	-	-	-	35	-	-
Old Mutual (Permanent Bank)		229	211	24	32	-	203	-	-
Boe Bank Ltd (Includes NBS)		130	130	-	28	-	102	-	-
Meeg Bank		7	7	-	7	-	-	-	-
		<b>2 506</b>	<b>2 496</b>	<b>52</b>	<b>517</b>	<b>-</b>	<b>2 031</b>	<b>-</b>	<b>-</b>
<b>Total</b>		<b>3 196</b>	<b>2 955</b>	<b>323</b>	<b>736</b>	<b>-</b>	<b>2 542</b>	<b>-</b>	<b>-</b>

NATIONAL DEPARTMENT OF HEALTH - VOTE 16  
 ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS  
 for the year ended 31 March 2007

ANNEXURE 3B  
 STATEMENT OF CONTINGENT LIABILITIES AS AT 31 MARCH 2007

Nature of Liability	Opening	Liabilities incurred during the year	Liabilities paid/cancelled/reduced during the year	Liabilities recoverable(Provide details hereunder)	Closing
	Balance				Balance
	01/04/2006				31/03/2007
	R'000				R'000
Claims against the department					
Court cases against the Department	6 897		4 630		2 267
<b>Total</b>	<b>6 897</b>	<b>-</b>	<b>4 630</b>	<b>-</b>	<b>2 267</b>

**NATIONAL DEPARTMENT OF HEALTH - VOTE 16**  
**ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 31 March 2007**

**ANNEXURE 4**  
**INTER-GOVERNMENT RECEIVABLES**

Government Entity	Confirmed balance outstanding		Unconfirmed balance outstanding		Total	
	31/03/2007	31/03/2006	31/03/2007	31/03/2006	31/03/2007	31/03/2006
	R'000	R'000	R'000	R'000	R'000	R'000
Department						
Provincial Education Department	-	-	10	10	10	10
Provincial Finance and Economic Affairs Gauteng	-	-	-	1	-	1
Provincial Housing Gauteng	-	-	-	4	-	4
Provincial Agriculture and Environmental Affairs KwaZulu/Natal	-	-	38	38	38	38
Provincial Social Services and Population Development KwaZulu/Natal	-	-	10	10	10	10
Provincial Legislature Mpumalanga	-	11	-	-	-	11
National Department of Correctional Services	-	-	-	4	-	4
National Department of Foreign Affairs	-	-	-	2	-	2
National Department of Land Affairs	-	-	5	11	5	11
National Department of Social Development	-	11	-	-	-	11
National Department of Water Affairs and Forestry	-	-	-	14	-	14
National Prosecuting Authority	-	-	-	11	-	11
Public Service and Administration	-	-	-	16	-	16
SA Defence Force	-	-	-	17	-	17
Provincial Health Eastern Cape	-	-	65	1 179	65	1 179
Provincial Health Gauteng	-	768	457	267	457	1 035
Provincial Health KwaZulu/Natal	-	-	-	1 545	-	1 545
Provincial Health Mpumalanga	-	-	-	20	-	20
Provincial Health Northern Cape	-	-	-	972	-	972
Provincial Health Limpopo	-	-	-	106	-	106
Provincial Health North West	-	-	-	36	-	36

**NATIONAL DEPARTMENT OF HEALTH - VOTE 16**  
**ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 31 March 2007**

Government Entity	Confirmed balance outstanding		Unconfirmed balance outstanding		Total	
	31/03/2007	31/03/2006	31/03/2007	31/03/2006	31/03/2007	31/03/2006
	R'000	R'000	R'000	R'000	R'000	R'000
Provincial Health Western Cape	-	-	-	67	-	67
National Health Laboratory Services	-	-	-	64	-	64
Provincial Health: Free State	-	-	87	88	87	88
Social Development: Western Cape	-	-	-	11	-	11
Department of Labour	-	-	71	7	71	7
The Presidency	-	-	-	49	-	49
National Department of Environmental Affairs and Tourism	-	-	17	-	17	-
National Treasury	-	-	63	-	63	-
National Department of Arts and Culture	57	-	12	-	12	-
National Department of Science and Technology	-	-	18	-	18	-
Provincial Gauteng Shared Service Centre	-	-	6	-	6	-
Provincial Gauteng Social Development	11	-	-	-	11	-
<b>TOTAL</b>	<b>68</b>	<b>790</b>	<b>802</b>	<b>4 549</b>	<b>870</b>	<b>5 339</b>

**NATIONAL DEPARTMENT OF HEALTH - VOTE 16**  
**ANNEXURES TO THE ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 31 March 2007**

**ANNEXURE 5**  
**INTER-GOVERNMENT PAYABLES**

GOVERNMENT ENTITY	Confirmed balance outstanding		Unconfirmed balance outstanding		TOTAL	
	31/03/2007	31/03/2006	31/03/2007	31/03/2006	31/03/2007	31/03/2006
	R'000	R'000	R'000	R'000	R'000	R'000
<b>DEPARTMENTS</b>						
<b>Current</b>						
Provincial Health Eastern Cape			-	960	-	960
Provincial Health Gauteng			-	480	-	480
Provincial Health KwaZulu/Natal			100	1 728	100	1 728
Provincial Health Mpumalanga			37	431	37	431
Provincial Health Limpopo			4 558	2 469	4 558	2 469
Provincial health North West			991	4 563	991	4 563
Department of Environmental Affairs and Tourism			-	8	-	8
Provincial Health Northern Cape			262	-	262	-
<b>Subtotal</b>			<b>5 948</b>	<b>10 639</b>	<b>5 948</b>	<b>10 639</b>
<b>Total</b>			<b>5 948</b>	<b>10 639</b>	<b>5 948</b>	<b>10 639</b>





**SOUTH AFRICAN NATIONAL AIDS TRUST**

**FINANCIAL STATEMENTS OF  
SOUTH AFRICAN NATIONAL AIDS TRUST  
for the year ended 31 March 2007**

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**MR T D MSELEKU**  
**Accounting Authority for Board of Trustees**  
**South African National Aids Trust**  
**Date: 25/05/2007**



**SOUTH AFRICAN NATIONAL AIDS TRUST  
REPORT OF THE BOARD OF TRUSTEES  
in respect of the year ended 31 March 2007**

**General Review**

The Trust was established in September 2002. The deed stipulates that the Trust is to be controlled by a Board of Trustees who should administer all moneys obtained by way of donations, grants, loans, or subsidies in such a manner as to further the objective of the Trust subject to the terms of conditions of the Trust deed.

**Financial result and state of affairs**

The financial results for the year under review are reflected in the Income Statement and the financial position of the Fund at 31 March 2007 is set out in the Balance Sheet.

No material fact or circumstances have occurred between the Balance Sheet and date of this report.

**Trustees**

The members of the Board for 2006/07 were:

Mrs. P Mlambo-Ngcuka	Deputy President of the Republic of South Africa
Dr ME Tshabalala-Msimang	Minister of Health
Dr ZST Skweyiya	Minister of Social Development
Mr. T Mseleku	Director-General of Health
Dr N Xundu	Cluster Manager: HIV, AIDS and STI



**MR TD MSELEKU**  
**Accounting Authority for Board of Trustees**

**REPORT OF THE AUDITOR-GENERAL TO PARLIAMENT  
ON THE FINANCIAL STATEMENTS AND PERFORMANCE  
INFORMATION OF THE SOUTH AFRICAN NATIONAL AIDS  
TRUST FOR THE YEAR ENDED 31 MARCH 2007.**

**REPORT ON THE FINANCIAL STATEMENTS**

**Introduction**

1. I have audited the accompanying financial statements of the South African National Aids Trust which comprise the statement of financial position as at 31 March 2007, statement of financial performance, statement of changes in net assets and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 160 to 168.

**Responsibility of the Accounting Officer  
for the financial statements**

2. The Accounting Officer is responsible for the preparation and fair presentation of these financial statements in accordance with the South African Statements of Generally Accepted Accounting Practice and in the manner required by the Public Finance Management Act, 1999 (Act No. 1 of 1999) (PFMA) and the Deed of Trust. This responsibility includes:
  - designing, implementing and maintaining internal controls relevant and to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error
  - selecting and applying appropriate accounting policies
  - making accounting estimates that are reasonable in the circumstances.

**Responsibility of the Auditor-General**

3. As required by section 188 of the Constitution of the Republic of South Africa, 1996, read with section 4 of the Public Audit Act, 2004 (Act No. 25 of 2004), my responsibility is to express an opinion on these financial statements based on my audit.
4. I conducted my audit in accordance with the International Standards on Auditing and *General Notice 646 of 2007*, issued in *Government Gazette No. 29919 of 25 May 2007* and *General Notice 647 of 2007*, issued in *Government Gazette No. 29919 of 25 May 2007*. Those standards require

that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal controls.
6. An audit also includes evaluating the:
  - appropriateness of accounting policies used
  - reasonableness of accounting estimates made by management
  - overall presentation of the financial statements.
7. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**Basis of accounting**

8. The Trust's policy is to prepare financial statements on the basis of accounting determined by the National Treasury, described in note 1 to the financial statements.

**Opinion**

9. In my opinion, the financial statements present fairly in all material respects the financial position of the South African National Aids Trust as at 31 March 2007 and its financial performance and cash flow for the year then ended, in accordance with the basis of accounting by the National Treasury of South Africa, as described in note 1 to the financial statements, and in the manner required by the Public Finance Management Act, 1999 (Act No. 1 of 1999) (PFMA) and the Deed of Trust.

**OTHER MATTERS**

I draw attention to the following matters that are ancillary to my responsibilities in the audit of the financial statements:



## 10. Matters of Governance

### 10.1 Operational activities of the Trust

The limited operations of the Trust as reported in the previous three financial years are unchanged. This resulted in the objectives of the Trust, as set out in the Trust Deed, not being achieved and inadequate progress being recorded.

Although meetings were held by the South African National Aids Council (SANAC), no official meeting was held by the trustees of the South African National Aids Trust (SANAT), as required by the Deed of Trust.

The budget for the 2006-07 financial year was not submitted to the Board of Trustees as required by section 53(1)-(5) of the PFMA.

### 10.2 Audit committee and internal audit function

The audit committee did not consider the activities of the Trust during the year and no internal audit review was performed on the activities of the Trust.

## 11. SCOPA resolutions

The audit report for 2005/06 of the South African National Aids Trust was reviewed by SCOPA on 16 February 2007.

At date of finalisation of this report the draft resolutions with regard to the 2005-06 financial period have not been adopted.

## OTHER REPORTING RESPONSIBILITIES

### Reporting on performance information

12. The Trust has not reported performance against predetermined objectives as required by section 55(2)(a) of the PFMA.

### Responsibility of the Accounting Officer

13. The Accounting Officer has additional responsibilities as required by section 55(2)(a) of the PFMA to ensure that the annual report and audited financial statements fairly present the performance against predetermined objectives of the South African National Aids Trust.

## Responsibility of the Auditor-General

14. I conducted my engagement in accordance with section 13 of the Public Audit Act, 2004 (Act No. 25 of 2004) read with *General Notice 646 of 2007*, issued in *Government Gazette No. 29919 of 25 May 2007*.
15. In terms of the foregoing my engagement included performing procedures of an audit nature to obtain sufficient appropriate audit evidence about the performance information and related systems, processes and procedures. The procedures selected depend on the auditor's judgement.
16. I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for the audit findings reported below.

## Audit findings

17. Due to the lack of proper policy and procedure framework no performance targets were set for the Trust and no performance information for the Trust is included in the annual report.

## APPRECIATION

18. 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

31 July 2007



AUDITOR-GENERAL



**SOUTH AFRICAN NATIONAL AIDS TRUST  
STATEMENT OF FINANCIAL POSITION  
as at 31 March 2007**

	Notes	2006/2007 R	2005/2006 R
<b>Assets</b>			
<b>Current assets</b>			
Fruitless and wasteful expenditure		399	399
Cash and cash equivalents	3	33,685,770	33,515,887
Lessor deposit receivable	4	32,358	32,358
<b>Total assets</b>		<b>33,718,527</b>	<b>33,548,644</b>
<b>Net Assets &amp; Liabilities</b>			
Accumulated surplus		33,718,527	33,548,644
<b>Total Net Assets</b>		<b>33,718,527</b>	<b>33,548,644</b>

**SOUTH AFRICAN NATIONAL AIDS TRUST  
STATEMENT OF FINANCIAL PERFORMANCE  
for the year ended 31 March 2007**

	Notes	2006/2007 R	2005/2006 R
<b>Income</b>			
Interest received		1,169,990	812,876
<b>Net income</b>		<b>1,169,990</b>	<b>812,876</b>
<b>Expenses</b>			
Administrative	1	1,000,107	155,989
Lease expense	5		391,968
<b>Net expenses</b>		<b>1,000,107</b>	<b>547,957</b>
<b>Surplus for the period</b>		<b>169,883</b>	<b>264,919</b>

**SOUTH AFRICAN NATIONAL AIDS TRUST  
STATEMENT OF CHANGES IN NET ASSETS  
for the year ended 31 March 2007**

	2006/2007	2005/2006
Accumulated funds at the beginning of the year	33,548,644	33,283,725
Net surplus for the year	169,883	264,919
	169,883	264,919
Accumulated funds at the end of the year.	33,718,527	33,548,644