Lighthouse Children and Youth Ministry

(Registration Number W.O. 492)
Annual Financial Statements
for the year ended 31 March 2023

Audited Financial Statements

Lighthouse Children and Youth Ministry

(Registration Number W.O. 492)

Annual Financial Statements for the year ended 31 March 2023

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Lighthouse Children and Youth Ministry

(Registration Number W.O. 492)

Annual Financial Statements for the year ended 31 March 2023

General Information

Country of Incorporation and Domicile	Namibia
Registration Number	W.O. 492
Nature of Business and Principal Activities	The nonprofit organisation providing care and support to needy children and youth and their families.
Managing Board Members	Gerritje Shipipa-Bruijnes - Director Harro Rittmann - Chairperson (Appointed 1 January 2024) Kenneth Shipipa - Vice Chairperson Basil van Wyk - Member Kaylin van Wyk - Secretary Marie Hagen van Wyk - Treasurer Patrick Kafuka - Chairperson (Resigned 29 November 2023) Magreth Bezuidenhoudt - Member (Resigned 29 November 2023)
Postal Address	P O Box 3080 Rehoboth Namibia
Bankers	Nedbank Namibia
Auditor	Primrose Registered Accountants and Auditors P O Box 20207 Windhoek Namibia

Managing Board Members' Responsibilities and Approval

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

The managing board members acknowledge that they are ultimately responsible for the system of internal financial control established by the nonprofit organisation and place considerable importance on maintaining a strong control environment. To enable the managing board members to meet these responsibilities, the managing board members 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 nonprofit organisation and all employees are required to maintain the highest ethical standards in ensuring the nonprofit organisation's business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the nonprofit organisation is on identifying, assessing, managing and monitoring all known forms of risk across the nonprofit organisation. While operating risk cannot be fully eliminated, the nonprofit organisation endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The managing board members 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 managing board members have no reason to believe that the nonprofit organisation will not be a going concern in the foreseeable future. The annual financial statements support the viability of the nonprofit organisation.

The financial statements have been audited by the independent auditing firm, Primrose Registered Accountants and Auditors, who has been given unrestricted access to all financial records and related data, including minutes of all meetings of the member, the managing board members and committees of the managing board members. The managing board members believe that all representations made to the independent auditor during the audit were valid and appropriate. The external auditor's unqualified audit report is presented on pages 5 to 6.

Lighthouse Children and Youth Ministry

(Registration Number W.O. 492)

Annual Financial Statements for the year ended 31 March 2023

Managing Board Members' Responsibilities and Approval

The financial statements set out on pages 7 to 16, and the supplementary information set out on page 17 which have been prepared on the going concern basis, were approved by the managing board members and were signed on 21 March 2026 on their behalf by:

Harro Rittmann - Chairperson

Gerritje Shipipa-Bruijnes - Director

Kenneth Shipipa - Vice Chairperson

Kaylin van Wyk - Secretary

Marie Hagen van Wyk - Treasurer

Basil van Wyk - Member

Independent Auditor's Report

To the Members of Lighthouse Children and Youth Ministry

Opinion

I have audited the financial statements of Lighthouse Children and Youth Ministry set out on pages 7 to 16, which comprise the managing board members' report, the statement of financial position as at 31 March 2023, 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 financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements of Lighthouse Children and Youth Ministry for the year ended 31 March 2023 are prepared, in all material respects, in accordance with the basis of accounting described in note 2 to the financial statements.

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the nonprofit organisation in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) and other independence requirements applicable to performing audits of financial statements in Namibia. I have fulfilled my ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Information

The managing board members are responsible for the other information. The other information comprises the statement of Managing Board Members' Responsibilities and Approval, which I obtained prior to the date of this report, and the supplementary information set out on page 17. The other information does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not and will not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the Managing Board Members for the Financial Statements

The managing board members are responsible for the preparation of the financial statements in accordance with the basis of accounting described in note 2 to the financial statements, and for such internal control as the managing board members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the managing board members are responsible for assessing the nonprofit organisation'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 managing board members either intend to liquidate the nonprofit organisation or to cease operations, or have no realistic alternative but to do so.

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Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs 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 financial statements.

As part of an audit in accordance with ISAs, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the 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 my 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 nonprofit organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the managing board members.
- Conclude on the appropriateness of the managing board members' 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 nonprofit organisation's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the nonprofit organisation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the managing board members regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Primrose
Registered Accountants and Auditors
Chartered Accountants (Namibia)
Per: A Campbell (Proprietor)

Windhoek

Date

Lighthouse Children and Youth Ministry

(Registration Number W.O. 492)

Annual Financial Statements for the year ended 31 March 2023

Managing Board Members' Report

The managing board members present their report for the year ended 31 March 2023.

1. Review of activities

Main business and operations

The nonprofit organisation providing care and support to needy children and youth and their families. There were no major changes herein during the year.

The operating results and statement of financial position of the nonprofit organisation 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.

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.

The managing board members 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 nonprofit organisation.

4. Donation

No donation was declared or paid to the member during the current or prior year.

5. Managing Board Members

The managing board members of the nonprofit organisation during the year and up to the date of this report are as follows:

Gerritje Shipipa-Bruijnes - Director

Harro Rittmann - Chairperson (Appointed 1 January 2024)

Kenneth Shipipa - Vice Chairperson

Basil van Wyk - Member

Kaylin van Wyk - Secretary

Marie Hagen van Wyk - Treasurer

6. Auditors

Primrose Registered Accountants and Auditors was the independent auditor for the year under review.

Lighthouse Children and Youth Ministry

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Financial Statements for the year ended 31 March 2023

Statement of Financial Position

Figures in N$	Notes	2023	2022
Assets			
Non-current assets			
Property, plant and equipment	4	736,072	365,786
Current assets			
Inventories		1,547	-
Trade and other receivables		(15,663)	-
Cash and cash equivalents	5	144,328	314,360
Total current assets		**130,212**	**314,360**
Total assets		**866,284**	**680,146**
Equity and liabilities			
Equity			
Accumulated surplus		866,284	680,146
Total equity and liabilities		**866,284**	**680,146**

Lighthouse Children and Youth Ministry

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Financial Statements for the year ended 31 March 2023

Statement of Comprehensive Income

Figures in N$	Notes	2023	2022
Revenue	6	2,083,664	1,788,308
Administrative expenses	7	(24,034)	(22,992)
Other expenses	8	(1,876,464)	(1,130,732)
Surplus from operating activities		**183,166**	**634,584**
Finance income	9	2,972	243
Surplus for the year		**186,138**	**634,827**

Lighthouse Children and Youth Ministry

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Financial Statements for the year ended 31 March 2023

Statement of Changes in Equity

Figures in N$	Accumulated surplus
Balance at 1 April 2021	45,319
Changes in equity	
Surplus for the year	634,827
Total comprehensive income for the year	634,827
Balance at 31 March 2022	**680,146**
Balance at 1 April 2022	680,146
Changes in equity	
Surplus for the year	186,138
Total comprehensive income for the year	186,138
Balance at 31 March 2023	**866,284**

Lighthouse Children and Youth Ministry

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Financial Statements for the year ended 31 March 2023

Statement of Cash Flows

Figures in N$	Note	2023	2022
Cash flows from operations			
Surplus for the year		**186,138**	**634,827**
Adjustments to reconcile surplus			
Adjustments for finance income		(2,972)	(243)
Adjustments for increase in inventories		(1,547)	-
Adjustments for decrease in trade accounts receivable		15,663	-
Adjustments for depreciation and amortisation expense		108,084	8,429
Total adjustments to reconcile surplus		**119,228**	**8,186**
Net cash flows from operations		**305,366**	**643,013**
Interest received		2,972	243
Net cash flows from operating activities		**308,338**	**643,256**
Cash flows used in investing activities			
Purchase of property, plant and equipment		(478,370)	(374,215)
Cash flows used in investing activities		**(478,370)**	**(374,215)**
Net (decrease) / increase in cash and cash equivalents		**(170,032)**	**269,041**
Cash and cash equivalents at beginning of the year		314,360	45,319
Cash and cash equivalents at end of the year	**5**	**144,328**	**314,360**

Accounting Policies

1. General information

The nonprofit organisation Providing care and support to needy children and youth and their families. There were no major changes herein during the year.

The nonprofit organisation is incorporated as a Nonprofit Organisation and domiciled in Namibia. The address of its registered office is Erf 703, Block E, Rehoboth, Namibia.

2. Basis of preparation and summary of significant accounting policies

The financial statements of Lighthouse Children and Youth Ministry have been prepared in accordance with the basis of accounting set out below. 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 Namibian Dollar.

The preparation of financial statements in conformity with the basis of accounting described below requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the nonprofit organisation'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 3.

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 managing board members.

The nonprofit organisation 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 nonprofit organisation. 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
Property - Buildings	no depreciation
Motor vehicles	5 years
Fixtures and fittings	5 years
Office equipment	5 years
Computer equipment	

2.2 Financial instruments

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.

Accounting Policies

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

2.3 Inventories

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method. The cost of finished goods and work in progress comprises packaging costs, raw materials, direct labour, other direct costs and related production overheads (based on normal operating capacity). At each reporting date, inventories are assessed for impairment. If inventory is impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

2.4 Revenue

Revenue comprises revenue from donations and grants received. Revenue is measured by reference to the fair value of the consideration received or receivable by the entity for goods supplied and services rendered, excluding VAT, rebates and trade discounts.

Revenue is recognised when the amount of revenue can be measured reliably, collection is probable, the cost incurred or to be incurred can be measured relably, and when the criteria for each of the entity's different activities have been met. Details of the activity spesific recognition criteria are described below:

Donation received

Donations received comprise of gifts that will not provide any economic return to the donor other than the knowledge that someone will benefit from the donation.

Donations collected including cash and goods for resale, are recognised as revenue when the entity gains control, economic benefits are probable and the amount of the donations can be measured reliably.

Grants received

Grant income is any voluntary income or transfer of property received by the entity from a person or an institution. Grant income is recognised as receivable, to the extent that the grant has been spent by the end of the financial year. Unspent grants are shown as liabilities.

Interest received

Interest received is recognised in profit or loss on the accrual basis using the effective interest rate method.

2.5 Operating expenses

3. 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.

Notes to the Financial Statements

Figures in N$

4. Property, plant and equipment

Balances at year end and movements for the year

	Property - Buildings	Motor vehicles	Fixtures and fittings	Equipment	Computer equipment	Total
Reconciliation for the year ended 31 March 2023						
Balance at 1 April 2022						
At cost	77,529	-	296,686	-	-	**374,215**
Accumulated depreciation	-	-	(8,429)	-	-	**(8,429)**
Carrying amount	**77,529**	**-**	**288,257**	**-**	**-**	**365,786**
Movements for the year ended 31 March 2023						
Additions from acquisitions	186,203	230,000	18,171	34,598	9,398	**478,370**
Depreciation	-	(38,333)	(61,037)	(5,842)	(2,872)	**(108,084)**
Property, plant and equipment at the end of the year	**263,732**	**191,667**	**245,391**	**28,755**	**6,526**	**736,072**
Closing balance at 31 March 2023						
At cost	263,732	230,000	314,857	34,598	9,398	**852,585**
Accumulated depreciation	-	(38,333)	(69,466)	(5,843)	(2,872)	**(116,514)**
Carrying amount	**263,732**	**191,667**	**245,391**	**28,755**	**6,526**	**736,071**
Movements for the year ended 31 March 2022						
Additions from acquisitions	77,529	-	296,686	-	-	**374,215**
Depreciation	-	-	(8,429)	-	-	**(8,429)**
Property, plant and equipment at the end of the year	**77,529**	**-**	**288,257**	**-**	**-**	**365,786**

Notes to the Financial Statements

Figures in N$	2023	2022
5. Cash and cash equivalents		
Cash and cash equivalents included in current assets:		
Cash		
Cash on hand	22,382	19,476
Balances with banks	121,946	294,884
	144,328	**314,360**
Net cash and cash equivalents		
Current assets	144,328	314,360
6. Revenue		
Donation income	2,083,664	1,788,308
7. Administrative expenses		
Accounting fees	-	5,000
Bank charges	20,354	12,030
Telecommunication	3,680	5,962
Total administrative expenses	**24,034**	**22,992**

Notes to the Financial Statements

Figures in N$	2023	2022

8. Other expenses

Activities and outings	26,541	24,863
Allowances	569,477	315,646
Child welfare	42,592	-
Cleaning	15,613	9,989
Clothes	390	-
Community help	31,099	65,294
Depreciation	108,084	8,429
Farming related expenses	44,317	16,487
Food packages	72,386	45,587
General expenses	38,638	3,079
Hope Garden expenses	246,560	251,851
Hostel expenses	40,945	41,913
Insurance	8,604	-
Internet	3,464	-
Kitchen equipment	18,305	6,892
Meals	276,152	152,144
Motor vehicle expenses	22,359	-
Needlework project	10,312	9,142
Office supplies	9,139	11,594
Outings	16,860	-
Repairs and maintenance	113,431	70,343
School materials & uniforms	112,235	63,931
Staff welfare	25,425	25,325
Sunshine club	139	-
Toiletries	15,277	8,223
Transport	1,907	-
Young and Pregnant training materials	576	-
Youth Progam	5,637	-
Total other expenses	**1,876,464**	**1,130,732**

9. Finance income

Finance income comprises:

Interest received	2,972	243

Lighthouse Children and Youth Ministry

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Annual Financial Statements for the year ended 31 March 2023

Detailed Income Statement

Figures in N$	Notes	2023	2022
Revenue	6		
Donor grants		2,083,664	1,788,308
Administrative expenses	7		
Accounting fees		-	(5,000)
Bank charges		(20,354)	(12,030)
Telecommunication		(3,680)	(5,962)
		(24,034)	**(22,992)**
Other expenses	8		
Activities and outings		(26,541)	(24,863)
Allowances		(569,477)	(315,646)
Child welfare		(42,592)	-
Cleaning		(15,613)	(9,989)
Clothes		(390)	-
Community help		(31,099)	(65,294)
Depreciation - property, plant and equipment		(108,084)	(8,429)
Food packages		(72,386)	(45,587)
General expenses		(38,638)	(3,079)
Hope Garden expenses		(246,560)	(251,851)
Hostel expenses		(40,945)	(41,913)
Insurance		(8,604)	-
Internet		(3,464)	-
Kitchen equipment		(18,305)	(6,892)
Meals		(276,152)	(152,144)
Motor vehicle expenses		(22,359)	-
Needlework project		(10,312)	(9,142)
Office supplies		(9,139)	(11,594)
Outings		(16,860)	-
Petrol and diesel		(44,317)	(16,487)
Repairs and maintenance		(113,431)	(70,343)
School materials & uniforms		(112,235)	(63,931)
Staff welfare		(25,425)	(25,325)
Sunshine club		(139)	-
Toiletries		(15,277)	(8,223)
Transport		(1,907)	-
Young and Pregnant training materials		(576)	-
Youth Progam		(5,637)	-
		(1,876,464)	**(1,130,732)**
Surplus from operating activities		**183,166**	**634,584**
Finance income	9		
Interest received		2,972	243
Surplus for the year		**186,138**	**634,827**

The supplementary information presented does not form part of the annual financial statements and is unaudited