

**THE SOLIDARIDAD NETWORK SA TRUST
TRUST NUMBER 1419/2012**

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2016**

THE SOLIDARIDAD NETWORK SA TRUST
TRUST NUMBER 1419/2012

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FOR THE YEAR ENDED 31 DECEMBER 2016

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TRUSTEES' RESPONSIBILITIES AND APPROVAL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

The trustees are required by the Trust Property Control Act, 1988, and the trust deed, 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 fairly present the state of affairs of the trust as at the end of the financial year and the results of its operations and cash flows for the year then ended, in conformity with its accounting policies. The external auditors are engaged to express an independent opinion on the annual financial statements.

The financial statements are prepared in accordance with International Financial Reporting Standards for Small and Medium - sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The trustees acknowledge that they are ultimately responsible for the system of internal financial controls established by the trust and place considerable importance on maintaining a strong control environment. To enable the trustees to meet these responsibilities, the board of trustees sets out 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 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.

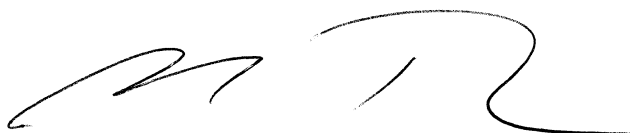
The trustees are of the opinion, based on the information and explanations given by management, that the system of internal controls provides reasonable assurance that the financial records may be relied on for the presentation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The trustees have reviewed the trust's cash flow forecast for the year to 31st December 2017 and, in the light of this review and the current financial position, they are satisfied that the trust has or has access to adequate resources to continue in operational existence for the foreseeable future.

Although the board of trustees is primarily responsible for the financial affairs of the trust, it is supported by the trust's external auditors.

The external auditors are responsible for independently auditing and reporting on the trust's financial statements. The financial statements have been examined by the trust's external auditors and their report is presented on pages 2 to 4.

The annual financial statements set out on pages 5 to 26, were approved by the board of trustees on the 15th March 2017 and were signed on its behalf by:



Nico Roazen
Utrecht, 15th March 2017

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES

THE SOLIDARIDAD NETWORK SA TRUST TRUST NUMBER 1419/2012

Unqualified Opinion

We have audited the financial statements of The Solidaridad Network SA Trust, set out on pages 6 to 20, which comprise the statement of financial position as at 31 December 2016, and the statement of comprehensive income, statement of changes in reserves and statement of cash flows for the financial year then ended, and the notes to the financial statements, including a summary of significant accounting policies:

In our opinion, the financial statements fairly present, in all material respects, the financial position of The Solidaridad Network SA Trust, as at 31 December 2016, and of its financial performance and its cash flows for the year then ended in accordance with its accounting policies, International Financial Reporting Standards for Small and Medium - sized Entities and the Trust Deed.

Basis for Unqualified Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Association in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code), together with the ethical requirements that are relevant to our audit of financial statements in South Africa. We have fulfilled our other ethical requirements in accordance with these requirements and the IRBA Code. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Part A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Board of Trustees is responsible for the other information. The other information comprises the Report of the Trustees and the programme statements of comprehensive income for the 2016 and 2015 year. The other information does not include the financial statements and our auditor's report thereon.

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

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

Key Audit Matters

No Key Audit Matters were identified during the current year audit.

Responsibilities of Management and Those Charged With Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with their accounting policies and the requirements of the Trust Deed, and for such internal control as management determines 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, management is responsible for assessing the Trust'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 management either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Trust's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our 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, we exercise professional judgment and maintain professional scepticism throughout the audit. We 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 our 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 Trust's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management
- conclude on the appropriateness of management's 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 Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust 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
- obtain sufficient appropriate audit evidence regarding the financial information of the business activities within the trust to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the trust audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be brought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the Key Audit Matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences.

**DC Douglas
Douglas & Velcich
Chartered Accountants (S.A.)
Registered Accountants and Auditors**

**Johannesburg
15 March 2017**

**THE SOLIDARIDAD NETWORK SA TRUST
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**REPORT OF THE TRUSTEES FOR THE
YEAR ENDED 31 DECEMBER 2016**

The trustees present their report, together with the annual financial statements of the trust for the financial year ended 31 December 2016.

GENERAL

The Trust commenced its activities on the 1st January 2012, but was formally registered on the 9th May 2012.

The Trust is engaged in promoting production with respect for people and planet, and reliable trade relations that give producers a fair deal in developing countries within the Southern African region.

The operating results and state of affairs of the Trust are fully set out in the attached

EQUIPMENT

During the year under review, the Trust purchased equipment with a total cost of R87,773 (€5,536) (2015:R260,354 (€18,222)).

SUBSEQUENT EVENTS

There were no material facts or circumstances which have occurred in the Trust's operations between the financial position date and the date of this report.

TRUSTEES

The trustees of the trust are :

N J M Roozen
W C Simfukwe
B C A Goossens

AUDITORS

Douglas & Velcich were retained as auditors for the year under review.

THE SOLIDARIDAD NETWORK SA TRUST
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STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2016

	Note	2016 €	2015 €	2016 R	2015 R
ASSETS		1 566 351	2 452 829	22 785 978	41 220 018
Non current assets		25 032	31 562	362 253	451 183
Equipment	2	25 032	31 562	362 253	451 183
Current assets		1 541 319	2 421 267	22 423 725	40 768 835
Accounts receivable	3	62 455	22 072	898 003	371 660
Accrued income	4	218 499	56 624	3 403 685	953 425
Cash and cash equivalents	5	1 259 705	2 341 733	18 112 547	39 429 643
Taxation receivable		660	838	9 490	14 107
Total assets		1 566 351	2 452 829	22 785 978	41 220 018
RESERVES AND LIABILITIES		1 566 351	2 452 829	22 785 978	41 220 018
Reserves		234 734	1 397	3 637 223	(49 580)
Trust capital		9	9	100	100
General fund		136 932	3 186	2 584 564	(1 032 318)
Programme funds		1 885	1 865	139 874	26 394
Equipment fund		25 032	31 562	362 253	451 183
Motor vehicle replacement fund		38 559	35 772	550 432	505 061
Foreign Translation Reserve		32 317	(70 997)	-	-
Current liabilities		1 331 617	2 451 432	19 148 755	41 269 598
Accounts payable	6	40 485	42 659	582 100	718 277
Managed funds - ICCO	7	20 653	-	296 961	-
Deferred income	8	1 270 479	2 408 773	18 269 694	40 551 321
Total reserves and liabilities		1 566 351	2 452 829	22 785 978	41 220 018

THE SOLIDARIDAD NETWORK SA TRUST
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2016

	Note	2016 €	2015 €	2016 R	2015 R
INCOME		2 740 405	1 418 089	44 112 344	20 139 161
Transfers from Solidaridad Network - Netherlands	9	50 000	125 000	782 325	1 809 765
Transfers from Solidaridad - Latin America	10	757 827	657 319	11 997 457	9 344 717
Transfers from Solidaridad - Netherlands	11	30 538	33 611	493 125	438 137
Transfers from Solidaridad - Eastern and Central Africa	12	25 931	-	422 092	-
Grants received	13	1 795 349	591 746	29 158 475	8 391 983
Other project income		52 520	5 988	799 199	91 939
Interest received	14	28 240	4 425	459 671	62 620
EXPENDITURE		2 585 466	1 466 492	41 534 892	20 575 908
Assets expensed directly		372	1 183	6 047	16 735
Auditors' remuneration		4 667	4 326	75 958	61 215
Bank charges		5 445	6 291	88 619	89 030
Board meeting costs		13 398	7 884	218 088	111 572
Communication costs		7 333	8 422	119 363	119 185
Conference attendance		-	141	-	2 000
Consulting fees		2 327	75 601	37 877	1 003 780
Foreign exchange loss/(gain)		-	-	25 294	(138 210)
Insurance		421	267	6 858	3 780
Interest paid	14	753	-	12 249	7
IT support		1 934	1 459	31 495	20 654
Legal fees		419	2 093	6 813	28 603
Office expenses		1 872	1 308	30 463	18 516
Printing, postage and stationery		2 386	1 604	38 852	22 716
Programme costs		1 951 178	774 194	31 185 173	10 968 330
Rent, water and electricity		37 201	36 281	605 539	513 437
Repairs and maintenance		77	62	1 259	880
Salaries and contributions		523 210	510 045	8 516 403	7 235 225
Staff development and training		1 229	3 550	20 001	50 243
Staff recruitment		7 558	5 326	123 017	73 830
Strategic planning and capacity building		-	1 632	-	23 091
Travel and accommodation		23 686	24 823	385 524	351 289
SURPLUS/(DEFICIT) FOR THE YEAR		154 939	(48 403)	2 577 452	(436 747)
UNREALISED FOREIGN EXCHANGE GAINS/(LOSSES)		-	5 096	1 494 602	(925 699)
SURPLUS/(DEFICIT) BEFORE TAXATION		154 939	(43 307)	4 072 054	(1 362 446)
TAXATION	15	(321)	-	(4 617)	-
SURPLUS/(DEFICIT) AFTER TAXATION		154 618	(43 307)	4 067 437	(1 362 446)

THE SOLIDARIDAD NETWORK SA TRUST
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STATEMENT OF CHANGES IN RESERVES
FOR THE YEAR ENDED 31 DECEMBER 2016

	Trust capital €	General fund €	Programme funds €	Equipment fund €	Motor Vehicle Replacement fund €	Foreign Translation Reserve €	Total €
Balance at 31 December 2014	9	90 215	-	25 102	22 434	(21 590)	116 170
Net (deficit)/surplus for the year	-	(45 172)	(3 231)	-	-	-	(48 403)
Transfer to equipment fund	-	(17 713)	-	17 713	-	-	-
- assets funded by SAREC	-	(18 222)	-	18 222	-	-	-
- proceeds from insurance claim	-	509	-	(509)	-	-	-
Loss on sale of asset	-	-	-	(1 031)	-	-	(1 031)
Depreciation for the year	-	-	-	(10 222)	-	-	(10 222)
Foreign exchange movements	-	-	5 096	-	-	-	5 096
Transfer to motor vehicle replacement	-	(24 144)	-	-	24 144	-	-
Transfer to motor vehicle replacement	-	-	-	-	2 927	-	2 927
Expenditure directly to the fund	-	-	-	-	(13 733)	-	(13 733)
(Decrease) due to foreign translation	-	-	-	-	-	(49 407)	(49 407)
Balance at 31 December 2015	9	3 186	1 865	31 562	35 772	(70 997)	1 397
Net (deficit)/surplus for the year	-	201 601	(46 983)	-	-	-	154 618
Transfer to equipment fund	-	(5 536)	-	5 536	-	-	-
- assets funded by SAREC	-	(5 536)	-	5 536	-	-	-
Loss on sale of asset	-	-	-	(862)	-	-	(862)
Depreciation for the year	-	-	-	(11 204)	-	-	(11 204)
Transfer from general fund	-	(47 003)	47 003	-	-	-	-
Foreign exchange movements	-	-	-	-	-	-	-
Transfer to motor vehicle replacement	-	(15 316)	-	-	15 316	-	-
Expenditure directly to the fund	-	-	-	-	(12 529)	-	(12 529)
Increase due to foreign translation	-	-	-	-	-	103 314	103 314
Balance at 31 December 2016	9	136 932	1 885	25 032	38 559	32 317	234 734

	Trust capital R	General fund R	Programme funds R	Equipment fund R	Motor Vehicle Replacement fund R	Foreign Translation Reserve R	Total R
Balance at 31 December 2014	100	950 641	-	341 207	316 310	-	1 608 258
Net (deficit)/surplus for the year	-	(463 141)	26 394	-	-	-	(436 747)
Transfer to equipment fund	-	(252 449)	-	252 449	-	-	-
- assets funded by SAREC	-	(260 354)	-	260 354	-	-	-
- proceeds from insurance claim	-	7 905	-	(7 905)	-	-	-
Depreciation for the year	-	-	-	(127 662)	-	-	(127 662)
Loss on sale of asset	-	-	-	(14 811)	-	-	(14 811)
Foreign exchange movements	-	(925 699)	-	-	-	-	(925 699)
Transfer to motor vehicle replacement	-	(341 670)	-	-	341 670	-	-
Transfer to motor vehicle replacement	-	-	-	-	41 416	-	41 416
Expenditure directly to the fund	-	-	-	-	(194 335)	-	(194 335)
Balance at 31 December 2015	100	(1 032 318)	26 394	451 183	505 061	-	(49 580)
Net (deficit)/surplus for the year	-	3 225 280	(652 445)	-	-	-	2 572 835
Transfer to equipment fund	-	(87 773)	-	87 773	-	-	-
- assets funded by SAREC	-	(87 773)	-	87 773	-	-	-
Depreciation for the year	-	-	-	(165 839)	-	-	(165 839)
Loss on sale of asset	-	-	-	(10 864)	-	-	(10 864)
Transfer from general fund	-	(765 925)	765 925	-	-	-	-
Foreign exchange movements	-	1 494 602	-	-	-	-	1 494 602
Transfer to motor vehicle replacement	-	(249 302)	-	-	249 302	-	-
Expenditure directly to the fund	-	-	-	-	(203 931)	-	(203 931)
Balance at 31 December 2016	100	2 584 564	139 874	362 253	550 432	-	3 637 223

THE SOLIDARIDAD NETWORK SA TRUST
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STATEMENT OF CASH FLOWS FOR THE
YEAR ENDED 31 DECEMBER 2016

	Note	2016 €	2015 €	2016 R	2015 R
Cash received from Solidaridad Network - Netherlands		50 000	125 000	782 325	1 809 765
Cash received from Solidaridad - Netherlands		45 500	77 928	699 712	1 015 402
Cash received from Solidaridad - Latin America		767 620	458 764	11 705 524	7 026 929
Cash received from Grantors		514 015	1 751 359	5 136 145	30 813 455
Cash received from Other project income		34 861	(26 564)	597 080	(456 161)
Cash expended on programmes, suppliers and employees		(2 536 485)	(1 487 330)	(40 894 492)	(21 114 868)
Cash (utilised in)/generated from operations	17	(1 124 489)	899 157	(21 973 706)	19 094 522
Interest received	14	28 240	4 425	459 671	62 620
Interest paid	14	(753)	-	(12 249)	(7)
Taxation paid		(143)	(838)	-	(14 107)
Net cash (outflow)/inflow from operating activities		(1 097 145)	902 744	(21 526 284)	19 143 028
Cash flows (utilised in) investing activities		(5 536)	(17 713)	(87 773)	(252 449)
Acquisition of equipment	2	(5 536)	(18 222)	(87 773)	(260 354)
Proceeds from stolen assets		-	509	-	7 905
Cash flows generated from financing activities		20 653	-	296 961	-
Surplus funds advanced on managed funds - ICCO	7	20 653	-	296 961	-
Net (decrease)/increase in cash and cash equivalents		(1 082 028)	885 031	(21 317 096)	18 890 579
Cash and cash equivalents at beginning of year		2 341 733	1 456 702	39 429 643	20 539 064
Cash and cash equivalents at end of year	5	1 259 705	2 341 733	18 112 547	39 429 643

THE SOLIDARIDAD NETWORK SA TRUST
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NOTES TO ANNUAL THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

1. ACCOUNTING POLICIES

The financial statements have been prepared on a going concern basis and in compliance with the International Financial Reporting Standard for Small and Medium-sized entities (IFRS for SMEs) issued by the International Accounting Standards Board. They are presented in South African Rand currency units and Euros. The measurement basis used is the historical costs basis, except where otherwise stated in the accounting policies below.

1.1 Accounting convention

The trust is registered with the Master of the High Court under the Trust Property Control Act, 1988, and, as such no part of its income or property shall be transferred to its trustees directly or indirectly. All reserves of the trust are consequently non-distributable.

1.2 Equipment

The cost of an item of tangible assets is recognised as an asset when:

- it is probable that future economic benefits associated with the item will flow to the trust; and
- the cost of the item can be measured reliably.

Costs include costs incurred initially to acquire or construct an item of tangible assets and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of tangible assets, the carrying amount of the replaced part is derecognised.

Tangible assets are carried at cost less accumulated depreciation and any impairment losses.

Depreciation is provided on all tangible assets other than freehold land, to write down the cost, less residual value, by equal instalments over their useful lives as follows:

Item	Useful life
Computer equipment	3 years
Computer software	2 years
Motor vehicle	5 years
Office equipment	5 years
Office furniture	6 years

The depreciation charge for each period is recognised through the equipment fund, unless it is included in the carrying amount of another asset. The gain or loss arising from the derecognising of an item of equipment is included in the equipment fund when the item is derecognised. The gain or loss arising from the derecognising of an item of equipment is determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item.

**THE SOLIDARIDAD NETWORK SA TRUST
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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)**

1. ACCOUNTING POLICIES (Continued)

1.2 Equipment (Continued)

It is the policy of the trust to write off all asset purchases against the operating fund in the year that the assets are acquired as most income is from funders who request that the assets be expensed in the year of purchase.

This is a deviation from IAS 16, which requires that all asset purchases are capitalised and depreciated. This deviation has been resolved by raising an equipment fund as discussed below. (refer to note 1.5)

1.3 Financial instruments

Measurement

Financial instruments are initially measured at cost, which includes transaction costs. Subsequent to initial recognition, these instruments are measured as set out below:

Accounts receivable

Accounts receivables and accrued income are stated at cost less provision for impairment losses.

Cash and cash equivalents

Cash and cash equivalents are measured at fair value.

Accounts payable

Accounts payable which are short - term obligations, are stated at their nominal value.

1.4 Impairment

The carrying amount of assets are reviewed at financial position date to determine whether there is any indication of impairment. If there is such indication, the assets are written down to the estimated recoverable amounts. The recoverable amount is the higher of the net selling price and the value in use.

1.5 Equipment fund

In order that operating reserves reflect assets available to the operations of the trust, an equipment fund is maintained to separate out the funding of such assets.

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)

1. ACCOUNTING POLICIES (Continued)

1.5 Equipment fund (Continued)

The mechanism whereby this fund is maintained at a value equal to the carrying value of such assets in the statement of financial position is that an amount equal to the cost of equipment acquired be charged against operating income each year and credited to the equipment fund.

Depreciation, and profits or losses on disposal are adjusted annually against the fund.

1.6 Provisions

Provisions are recognised when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

1.7 Income recognition

Income from grants is generally brought to account in the period to which it relates.

All other income is brought to account as and when received.

1.8 Interest income

Interest is brought to account as and when received.

1.9 Expenditure recognition

Expenditure is accounted for on the accrual basis.

1.10 Project accounting and expense allocation

In terms of its contractual obligations to donors, the trust's policy is to allocate project expenses that are clearly identifiable as such, directly against project funds. Indirect and shared costs are apportioned on the basis of management estimates.

Accrued and deferred grant income is based on the balance of each project or donor fund after taking into account the direct, indirect and shared costs as described above. The unexpended surplus of the project fund is deferred to the following year or the deficit is accrued in the year under review.

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**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)**

1. ACCOUNTING POLICIES (Continued)

1.11 Translation of foreign currencies

The functional currency of Solidaridad Network SA Trust is South African Rands. Translations in foreign currencies are initially recorded in the functional currency using the spot rate at the date of the transaction. Foreign currency monetary items at the reporting date are translated using the closing rate. All exchange differences arising on settlement are recognised in profit or loss. The assets and liabilities of the Trust, except for equipment and deferred income, are translated at the closing rate at the reporting date. Deferred income is accounted for at the spot rate of the funds that it relates to.

Transfers from Regional Network Offices are converted at the spot rate on the date the transfers are received.

Other income and expenditure is translated at the average exchange rates for the year and the resulting exchange differences on translation is accounted for in the foreign translation reserve.

1.12 Employee benefits

Short-term employee benefits

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as paid vacation leave and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

The expected cost of compensated absences is recognised as an expense as the employee renders service that increases their entitlement or, in the case of non-accumulating absences, when the absence occurs.

The expected cost of bonus payments is recognised as an expense when there is a legal or constructive obligation to make such payments as a result of past performance.

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)

2. EQUIPMENT

	Computer equipment €	Computer software €	Motor vehicle €	Office equipment €	Office furniture €	Total €
31 December 2016						
Net book value at 1/1/2016	7 830	458	15 700	2 561	5 013	31 562
Cost	13 513	3 065	28 545	3 752	6 042	54 917
Accumulated depreciation	(5 683)	(2 607)	(12 845)	(1 191)	(1 029)	(23 355)
Additions for the year	2 825	-	-	-	2 711	5 536
Depreciation for the year	(3 331)	(231)	(5 709)	(730)	(1 203)	(11 204)
Disposal during the year	(257)	-	-	(94)	(511)	(862)
Cost	(1 103)	-	-	(120)	(818)	(2 041)
Accumulated depreciation	846	-	-	26	307	1 179
Net book value at 31/12/2016	7 067	227	9 991	1 737	6 010	25 032
Cost	15 235	3 065	28 545	3 632	7 935	58 412
Accumulated depreciation	(8 168)	(2 838)	(18 554)	(1 895)	(1 925)	(33 380)

31 December 2015

Net book value at 1/1/2015	1 553	155	21 409	579	1 406	25 102
Cost	4 847	2 602	28 545	1 064	1 966	39 024
Accumulated depreciation	(3 294)	(2 447)	(7 136)	(485)	(560)	(13 922)
Additions for the year	10 995	463	-	2 688	4 076	18 222
Depreciation for the year	(3 178)	(160)	(5 709)	(706)	(469)	(10 222)
Disposal during the year	(1 540)	-	-	-	-	(1 540)
Cost	(2 329)	-	-	-	-	(2 329)
Accumulated depreciation	789	-	-	-	-	789
Net book value at 31/12/2015	7 830	458	15 700	2 561	5 013	31 562
Cost	13 513	3 065	28 545	3 752	6 042	54 917
Accumulated depreciation	(5 683)	(2 607)	(12 845)	(1 191)	(1 029)	(23 355)

	Computer equipment R	Computer software R	Motor vehicle R	Office equipment R	Office furniture R	Total R
31 December 2016						
Net book value at 1/1/2016	121 920	7 667	213 329	33 730	74 537	451 183
Cost	182 167	37 514	387 871	46 817	85 207	739 576
Accumulated depreciation	(60 247)	(29 847)	(174 542)	(13 087)	(10 670)	(288 393)
Additions for the year	45 482	-	-	-	42 291	87 773
Depreciation for the year	(57 761)	(3 867)	(77 574)	(9 068)	(17 569)	(165 839)
Disposal during the year	(3 137)	-	-	(1 237)	(6 490)	(10 864)
Cost	(13 831)	-	-	(1 579)	(11 684)	(27 094)
Accumulated depreciation	10 694	-	-	342	5 194	16 230
Net book value at 31/12/2016	106 504	3 800	135 755	23 425	92 769	362 253
Cost	213 818	37 514	387 871	45 238	115 814	800 255
Accumulated depreciation	(107 314)	(33 714)	(252 116)	(21 813)	(23 045)	(438 002)

31 December 2015

Net book value at 1/1/2015	25 678	1 732	290 903	6 380	16 514	341 207
Cost	57 801	29 780	387 871	11 738	23 298	510 488
Accumulated depreciation	(32 123)	(28 048)	(96 968)	(5 358)	(6 784)	(169 281)
Additions for the year	155 632	7 734	-	35 079	61 909	260 354
Depreciation for the year	(36 674)	(1 799)	(77 574)	(7 729)	(3 886)	(127 662)
Disposal during the year	(22 716)	-	-	-	-	(22 716)
Cost	(31 266)	-	-	-	-	(31 266)
Accumulated depreciation	8 550	-	-	-	-	8 550
Net book value at 31/12/2015	121 920	7 667	213 329	33 730	74 537	451 183
Cost	182 167	37 514	387 871	46 817	85 207	739 576
Accumulated depreciation	(60 247)	(29 847)	(174 542)	(13 087)	(10 670)	(288 393)

THE SOLIDARIDAD NETWORK SA TRUST
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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)

	2016 €	2015 €	2016 R	2015 R
3. ACCOUNTS RECEIVABLE				
Rental deposit	1 664	291	23 927	4 900
Travel advances	3 364	10 260	48 373	172 769
Zambian Country Office advance	15 190	-	218 401	-
Sundry receivables	11 414	174	164 121	2 934
VAT receivable	30 823	11 347	443 181	191 057
	62 455	22 072	898 003	371 660
4. ACCRUED INCOME				
ICCO Southern Africa - BE - FED project	70 159	-	1 141 992	-
Netherlands Embassy - SIZA project	-	6 691	-	112 667
Netherlands Enterprise Agency - FDOV (NL) - SAPSCAF project	67 637	-	972 512	-
Project recoveries - Sugarcane project	50 211	32 552	750 219	548 100
Solidaridad - Netherlands - RTRS Soy project	4 561	17 381	116 870	292 658
Solidaridad - Eastern and Central Africa - DSO Continental	25 931	-	422 092	-
	218 499	56 624	3 403 685	953 425
5. CASH AND CASH EQUIVALENTS				
Standard Bank - Foreign Currency (Euros)	1 059 678	2 220 105	15 236 472	37 381 683
Standard Bank - Foreign Currency (US Dollars)	8 539	55 643	122 783	936 907
Standard Bank - Call account	36 584	249	526 023	4 198
Standard Bank - Call deposit account	11 065	8 871	159 102	149 376
Standard Bank - Current account	18 837	24 285	270 844	408 905
Standard Bank - Credit card accounts	-	2 198	-	37 014
Standard Bank - Project bank account	1 933	1 742	27 795	29 335
Standard Bank - Project bank account	116 469	28 586	1 674 634	481 322
Standard Bank - Mozambique (MTN)	157	-	2 257	-
Standard Bank - Mozambique (US Dollars)	5 942	-	85 437	-
Petty cash - Local	66	54	949	903
Petty cash - Foreign	76	-	1 091	-
Petty cash - Mozambique	359	-	5 160	-
	1 259 705	2 341 733	18 112 547	39 429 643
6. ACCOUNTS PAYABLE				
Accruals	29 791	36 555	428 339	615 500
Payroll liabilities	10 694	6 104	153 761	102 777
	40 485	42 659	582 100	718 277
7. MANAGED FUNDS - ICCO				
Funds received from ICCO	175 396	-	2 521 908	-
Interest due to ICCO	1 845	-	26 521	-
Payments to the farmers	(153 934)	-	(2 213 311)	-
Loan administration fee	(2 654)	-	(38 157)	-
Production loans provided to the farmers	-	-	-	-
Loan funds advanced	(88 460)	-	(1 271 908)	-
Interest charged on loans	(1 845)	-	(26 521)	-
Loan funds repaid	90 305	-	1 298 429	-
	20 653	-	296 961	-

The Solidaridad Network SA Trust acted as an agent for ICCO in this process between Heineken SA and Malteries Soufflet and the farmers producing the Barley.

THE SOLIDARIDAD NETWORK SA TRUST
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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)

	2016 €	2015 €	2016 R	2015 R
8. DEFERRED INCOME				
Netherlands Enterprise Agency - FDOV (NL) - SAPSCAF	55 940	553 249	804 328	9 308 371
Netherlands Enterprise Agency - RVO (NL) - FDW 14SA19	966 761	1 679 571	13 900 470	28 280 287
Netherlands Embassy - SIZA project	30 078	-	400 217	-
Deciduous Fruit Producer's Trust - SIZA project	16 406	-	286 229	-
Cotton SA	13 406	-	176 921	-
Solidaridad - Netherlands - Livestock	2 142	-	30 799	-
Solidaridad - Latin America - DSO - Zam - SLM	85 888	-	1 234 932	-
Solidaridad - Latin America - DSO - Moz - F&V	79 546	-	1 143 744	-
Solidaridad - Latin America - FSP	20 312	175 953	292 054	2 962 663
	1 270 479	2 408 773	18 269 694	40 551 321

The deferred funds for the Farmer's Support Programme (FSP) from Solidaridad - Latin America are committed to be paid out to the project partners once the final audits on the programme are concluded.

9. TRANSFERS FROM SOLIDARIDAD NETWORK - NETHERLANDS

Solidaridad Network - budget support	50 000	125 000	782 325	1 809 765
Funds received - 2015	-	125 000	-	1 809 765
Received - 12 October 2016	50 000	-	782 325	-
	50 000	125 000	782 325	1 809 765

10. TRANSFERS FROM SOLIDARIDAD - LATIN AMERICA

Farmer Support Programme	180 641	657 319	3 033 568	9 344 717
Funds received in 2015	-	458 764	-	6 360 859
Received - 14 March 2016	25 000	-	423 460	-
Foreign exchange (loss)/gain	-	-	(60 501)	666 070
Less : Deferred to 2015	-	374 508	-	5 280 451
Less : Deferred to 2016	175 953	(175 953)	2 962 663	(2 962 663)
Less : Deferred to 2017	(20 312)	-	(292 054)	-
DDE SAM Fund 2016-2020 :	398 500	-	6 055 401	-
DDE Bridge Funding	193 000	-	3 269 111	-
Received - 14 March 2016	193 000	-	3 269 111	-
Sugarcane	58 000	-	982 427	-
Cotton	75 000	-	1 270 380	-
Horticulture	60 000	-	1 016 304	-
DDE Bridging the Bridge Fund	205 500	-	3 069 801	-
Received - 25 November 2016	205 500	-	3 069 801	-
Sugarcane	58 000	-	866 416	-
Cotton	82 500	-	1 232 402	-
Horticulture	65 000	-	970 983	-
Foreign exchange (loss)	-	-	(283 511)	-
DSO - Mozambique - F & V Programme	81 734	-	1 330 387	-
Received - 19 May 2016	80 640	-	1 431 320	-
Received - 2 December 2016	80 640	-	1 205 068	-
Foreign exchange gain/(loss)	-	-	(162 257)	-
Less : Deferred to 2017	(79 546)	-	(1 143 744)	-
DSO - Zambia - SLM Programme	96 952	-	1 578 101	-
Received - 19 May 2016	91 421	-	1 622 677	-
Received - 2 December 2016	91 419	-	1 366 147	-
Foreign exchange (loss)	-	-	(175 791)	-
Less : Deferred to 2017	(85 888)	-	(1 234 932)	-
	757 827	657 319	11 997 457	9 344 717

THE SOLIDARIDAD NETWORK SA TRUST
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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)

	2016 €	2015 €	2016 R	2015 R
11. TRANSFERS FROM SOLIDARIDAD - NETHERLANDS				
European Union - Biomass programme	-	-	-	(83 359)
Funds received in 2015	-	77 928	-	1 015 402
Add : Accrued in 2014	-	(77 928)	-	(1 098 761)
Proccotton	-	16 230	-	228 838
Less : Deferred from 2015	-	16 230	-	228 838
Sustainable cattle production - Namibia	23 358	-	376 255	-
Received - 8 January 2016	25 500	-	441 927	-
Foreign exchange (loss)	-	-	(34 873)	-
Less : Deferred to 2017	(2 142)	-	(30 799)	-
RTRS Certification	7 180	17 381	116 870	292 658
Received - 17 February 2016	20 000	-	353 504	-
Foreign exchange gain/(loss)	-	-	(60 846)	-
Add : Accrued in 2015	(17 381)	17 381	(292 658)	292 658
Add : Accrued in 2016	4 561	-	116 870	-
	30 538	33 611	493 125	438 137
12. TRANSFERS FROM SOLIDARIDAD - EASTERN AND CENTRAL AFRICA				
DSO CONTINENTAL: Healthy Fruits and veg for Africa	25 931	-	422 092	-
Add : Accrued in 2016	25 931	-	422 092	-
	25 931	-	422 092	-
13. GRANTS RECEIVED				
Gauteng Provincial Government Department of Agriculture and Rural Development	-	21 409	-	307 625
Less : Deferred to 2015	-	21 409	-	307 625
Foundation for Human Rights	-	2 248	-	33 600
Funds received - 2015	-	1 901	-	28 705
Less : Deferred to 2015	-	347	-	4 895
Cotton SA	2 448	-	72 779	-
Received - 20 September 2016	15 854	-	249 700	-
Less : Deferred to 2017	(13 406)	-	(176 921)	-
ICCO Southern Africa	77 676	-	1 270 435	-
Received - 7 June 2016	7 517	-	128 443	-
Add : Accrued in 2016	70 159	-	1 141 992	-
Netherlands Embassy - SIZA Project	64 981	68 745	1 057 702	993 230
Received - 15 March 2016	23 105	-	395 380	-
Received - 2 December 2016	78 645	-	1 175 206	-
Add : Accrued in 2015	(6 691)	6 691	(112 667)	112 667
Less : Deferred to 2015	-	62 054	-	880 563
Less : Deferred to 2017	(30 078)	-	(400 217)	-
Balance carried forward	145 105	92 402	2 400 916	1 334 455

THE SOLIDARIDAD NETWORK SA TRUST
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NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)

	2016 €	2015 €	2016 R	2015 R
13. GRANTS RECEIVED (Continued)				
Balance brought forward	145 105	92 402	2 400 916	1 334 455
Deciduous Fruit Producers Trust - SIZA Project	-	-	-	-
Received - 15 March 2016	16 406	-	286 229	-
Less : Deferred to 2017	(16 406)	-	(286 229)	-
Netherlands Enterprise Agency - FDOV (NL) SAPSCAF project	564 946	367 753	9 043 141	5 225 969
Foreign exchange (loss)/gain	-	-	(433 414)	1 545 781
Less : Deferred to 2015	-	921 002	-	12 988 559
Less : Deferred to 2016	553 249	(553 249)	9 308 371	(9 308 371)
Add : Accrued in 2016	67 637	-	972 512	-
Less : Deferred to 2017	(55 940)	-	(804 328)	-
Netherlands Enterprise Agency - RVO (NL) - FDW project	1 085 298	94 306	17 714 418	1 310 432
Funds received - 2015	-	1 690 219	-	27 718 239
Received - 12 July 2016	29 077	-	446 150	-
Received - 13 October 2016	343 411	-	5 425 370	-
Foreign exchange (loss)/gain	-	-	(2 536 919)	687 351
Less : Deferred to 2015	-	83 658	-	1 185 129
Less : Deferred to 2016	1 679 571	(1 679 571)	28 280 287	(28 280 287)
Less : Deferred to 2017	(966 761)	-	(13 900 470)	-
USAID - Southern Africa Trade Hub	-	37 285	-	521 127
Funds received - 2015	-	59 239	-	830 672
Less : Accrued in 2014	-	(21 954)	-	(309 545)
	1 795 349	591 746	29 158 475	8 391 983
14. NET INTEREST RECEIVED				
Interest received - current account	26 800	2 560	436 231	36 226
Interest received - SIZA project account	1 440	1 865	23 440	26 394
Interest paid - credit card	(753)	-	(12 249)	(7)
	27 487	4 425	447 422	62 613
15. TAXATION				
Net surplus/(deficit) per statement of comprehensive income	154 939	(43 307)	4 072 054	(1 362 446)
Net taxable income/(loss)	154 939	(43 307)	4 072 054	(1 362 446)
Less: depreciation	(11 204)	(10 222)	(165 839)	(127 662)
Less: adjustment for apportionment of expenditure against income of a capital nature	(125 464)	51 309	(2 241 971)	549 455
Less: deferral of unrealised foreign exchange (gain)/loss	-	(5 096)	(1 494 602)	925 699
Estimated taxable income/(loss)	18 271	(7 316)	169 642	(14 954)
Taxable (loss) brought forward	(17 488)	(10 172)	(158 382)	(143 428)
Total taxable income/(loss)	783	(17 488)	11 260	(158 382)
S A normal tax @ 41%	321	-	4 617	-

A provision has been made for taxation of R4,617 (€321) (2015 : Rnil (€ Nil)), as the Trust is in the process of applying for tax exemption from South African Normal tax in terms of section 10(1)(cN) as read with Section 30 of the Income Tax Act, but to date has been unsuccessful.

In the prior year there was taxable (loss) of (R158,382 (2014 : (R143,428))).

THE SOLIDARIDAD NETWORK SA TRUST
TRUST NUMBER 1419/2012

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)

	2016 €	2015 €	2016 R	2015 R
16. COMMITMENTS				
The company has the following commitment in respect of rental agreement covering office premises as follows :				
Operating lease - premises				
Payable within one year	22 139	21 391	372 765	360 182
Payable thereafter	13 568	33 870	228 450	570 288
	35 707	55 261	601 215	930 470
17. CASH (UTILISED IN)/GENERATED FROM OPERATIONS				
Surplus/(deficit) for the year	154 939	(48 403)	2 577 452	(436 747)
Adjusted for :				
Interest received	(28 240)	(4 425)	(459 671)	(62 620)
Interest paid	753	-	12 249	7
(Increase)/decrease in accrued income	(161 875)	43 258	(2 450 260)	454 881
(Decrease)/increase in deferred income	(1 138 294)	929 565	(22 281 627)	19 677 968
Increase/(decrease) in foreign translation reserve	103 314	(49 407)	-	-
Foreign exchange movements	-	5 096	1 494 602	(925 699)
Transfer to motor vehicle replacement fund from other funds	-	2 927	-	41 416
Expenditure directly incurred in motor vehicle replacement fund	(12 529)	(13 733)	(203 931)	(194 335)
Operating (deficit)/surplus before working capital changes	(1 081 932)	864 878	(21 311 186)	18 554 871
Working capital changes	(42 557)	34 279	(662 520)	539 651
(Increase)/decrease in accounts receivable	(40 383)	6 330	(526 343)	28 789
(Decrease)/increase in accounts payable	(2 174)	27 949	(136 177)	510 862
	(1 124 489)	899 157	(21 973 706)	19 094 522
18. RELATED PARTIES				
Transfers from head office and other regional networks				
Transfers from Solidaridad Network - Netherlands (refer note 9)	50 000	125 000	782 325	1 809 765
Transfers from Solidaridad - Latin America (refer Note 10)	767 620	458 764	11 705 524	7 026 929
Transfers from Solidaridad - Eastern and Central Africa (refer Note 12)	25 931	-	422 092	-
Transfers from Solidaridad - Netherlands (refer Note 11)	45 500	77 928	699 712	1 015 402
	889 051	661 692	13 609 653	9 852 096
Accrued income				
Transfers from Solidaridad - Netherlands (refer note 4)	4 561	-	116 870	-
Transfers from Solidaridad - Eastern and Central Africa (refer note 4)	25 931	-	422 092	-
	30 492	-	538 962	-
Deferred income				
Transfers from Solidaridad - Latin America (refer Note 8)	185 746	175 953	2 670 730	2 962 663
Transfers from Solidaridad - Netherlands (refer note 8)	2 142	-	30 799	-
	187 888	175 953	2 701 529	2 962 663
19. GOING CONCERN				
The existence of the trust is dependent on the continued support of its donors, by way of grants. Should the grants be withdrawn it is highly unlikely that the trust will be able to continue as a going concern. Donors have agreed to continue supporting the trust in 2017.				

**THE SOLIDARIDAD NETWORK SA TRUST
TRUST NUMBER 1419/2012**

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER 2016 (Continued)**

20. FINANCIAL RISKS

20.1 Currency risk

The trust is exposed to currency risk to the extent that all transfers are received by the trust in foreign currency and the Trust also maintains two foreign currency bank accounts, one designated in Euros and the other in US Dollars.

20.2 Interest rate risk

The trust is exposed to interest rate risk, as it places funds at both fixed and floating interest rates. The risk is managed by maintaining an appropriate mix between fixed and floating rates and placings within market expectations.

20.3 Credit risk

The trust's credit risk is attributable to accounts receivable and liquid funds. The credit risk on liquid funds is limited because the counter party is a bank with credit rating assigned by international credit-rating agencies. The trust has no significant concentration of credit risk.

20.4 Liquidity risk

The trust manages liquidity risk by monitoring forecast cash flows and ensuring that adequate cash reserves are maintained.

THE SOLIDARIDAD NETWORK SA TRUST
TRUST NUMBER 1419/2012

PROGRAMME STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2016 - EUROS

	Total €	REGIONAL OFFICES				FDOV (NL) SAPSCAF €	RVO (NL) FDW €	Farmer Support Programme €	Livestock Project €	DDE BF Cotton €	DDE BTB Cotton €	Balance b/f €
		RSA €	MOZ €	ZAM €								
INCOME	3 496 762	836 166	-	-	-	564 946	1 085 298	180 641	23 358	75 000	84 948	648 405
Transfers from Solidaridad Network - Netherlands	50 000	50 000	-	-	-	-	-	-	-	-	-	-
Transfers from Solidaridad - Latin America	757 827	-	-	-	-	-	-	180 641	-	75 000	82 500	419 686
Transfers from Solidaridad - Netherlands	30 538	-	-	-	-	-	-	-	23 358	-	-	7 180
Transfers from Solidaridad - Eastern and Central Africa	25 931	-	-	-	-	-	-	-	-	-	-	25 931
Grants received	1 795 349	-	-	-	-	564 946	1 085 298	-	-	-	2 448	142 657
Other project income	52 520	3 009	-	-	-	-	-	-	-	-	-	49 511
Interest received	28 240	26 800	-	-	-	-	-	-	-	-	-	1 440
Project recoveries	741 041	741 041	-	-	-	-	-	-	-	-	-	-
Travel costs recovered	15 316	15 316	-	-	-	-	-	-	-	-	-	-
EXPENDITURE	3 341 823	457 494	96 454	80 296	80 296	620 886	1 085 298	180 641	23 358	75 000	84 948	637 448
Assets expensed directly	372	372	-	-	-	-	-	-	-	-	-	-
Auditors' remuneration	4 667	4 667	-	-	-	-	-	-	-	-	-	-
Bank charges	5 445	5 350	51	-	-	-	-	-	-	-	-	44
Board meeting costs	13 398	13 398	-	-	-	-	-	-	-	-	-	-
Communication costs	7 333	6 809	68	456	-	-	-	-	-	-	-	-
Consulting fees	2 327	2 073	254	-	-	-	-	-	-	-	-	-
Insurance	421	421	-	-	-	-	-	-	-	-	-	-
Interest paid	753	753	-	-	-	-	-	-	-	-	-	-
IT support	1 934	1 476	458	-	-	-	-	-	-	-	-	-
Legal fees	419	108	257	54	-	-	-	-	-	-	-	-
Office expenses	1 872	1 790	82	-	-	-	-	-	-	-	-	-
Printing, postage and stationery	2 386	1 360	1 026	-	-	-	-	-	-	-	-	-
Programme costs	2 707 535	-	-	-	-	620 886	1 085 298	180 641	23 358	75 000	84 948	637 404
Rent, water and electricity	37 201	25 867	6 603	4 731	-	-	-	-	-	-	-	-
Repairs and maintenance	77	77	-	-	-	-	-	-	-	-	-	-
Salaries and contributions	523 210	360 775	87 643	74 792	-	-	-	-	-	-	-	-
Staff development and training	1 229	1 229	-	-	-	-	-	-	-	-	-	-
Staff recruitment	7 558	7 558	-	-	-	-	-	-	-	-	-	-
Travel and accommodation	23 686	23 411	12	263	-	-	-	-	-	-	-	-
SURPLUS/(DEFICIT) FOR THE YEAR	154 939	378 672	(96 454)	(80 296)	(80 296)	(55 940)	-	-	-	-	-	8 957
TAXATION EXPENSE	(321)	(321)	-	-	-	-	-	-	-	-	-	-
TRANSFER TO EQUIPMENT FUND	(5 536)	(5 536)	-	-	-	-	-	-	-	-	-	-
Additions during the year	(5 536)	(5 536)	-	-	-	-	-	-	-	-	-	-
TRANSFER (FROM) SA - REC	-	(48 423)	-	-	-	55 940	-	-	-	-	-	(7 517)
TRANSFER (TO) MOTOR VEHICLE REPLACEMENT FUND	(15 316)	(15 316)	-	-	-	-	-	-	-	-	-	-
BALANCE AT BEGINNING OF THE YEAR	5 051	3 186	-	-	-	-	-	-	-	-	-	1 865
FOREIGN EXCHANGE MOVEMENTS	-	-	-	-	-	-	-	-	-	-	-	-
BALANCE AT END OF YEAR	138 817	312 262	(96 454)	(80 296)	(80 296)	-	-	-	-	-	-	3 305

**PROGRAMME STATEMENTS OF COMPREHENSIVE INCOME FOR
THE YEAR ENDED 31 DECEMBER 2016 - EUROS (Continued)**

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THE SOLIDARIDAD NETWORK SA TRUST
TRUST NUMBER 1419/2012

PROGRAMME STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015 - EUROS

	Total €	REGIONAL OFFICES				FDOV (NL) SAPSCAF €	RVO (NL) FDW €	FHR Mango €	Farmer Support Programme €	GDARD €	SIZA €	Procotton €	RTRS Soy €	USAID THUB €
		RSA €	MOZ €	ZAM €										
INCOME	1 931 301	646 760	-	-	-	367 753	94 306	2 248	657 319	21 409	70 610	16 230	17 381	37 285
Transfers from Solidaridad Network - Netherlands	125 000	125 000	-	-	-	-	-	-	-	-	-	-	-	-
Transfers from Solidaridad - Latin America	657 319	-	-	-	-	-	-	-	657 319	-	-	-	-	-
Transfers from Solidaridad - Netherlands	33 611	-	-	-	-	-	-	-	-	-	-	16 230	17 381	-
Grants received	591 746	-	-	-	-	367 753	94 306	2 248	-	21 409	68 745	-	-	37 285
Other project income	5 988	5 988	-	-	-	-	-	-	-	-	-	-	-	-
Interest received	4 425	2 560	-	-	-	-	-	-	-	-	1 865	-	-	-
Project recoveries	489 068	489 068	-	-	-	-	-	-	-	-	-	-	-	-
Travel costs recovered	24 144	24 144	-	-	-	-	-	-	-	-	-	-	-	-
EXPENDITURE	1 979 704	497 481	98 650	95 801	367 753	94 306	2 375	657 319	23 653	70 186	16 230	20 680	35 270	
Assets expensed directly	1 183	1 183	-	-	-	-	-	-	-	-	-	-	-	-
Auditors' remuneration	4 326	4 326	-	-	-	-	-	-	-	-	-	-	-	-
Bank charges	6 291	5 925	-	-	-	-	-	62	304	-	-	-	-	-
Board meeting costs	7 884	7 884	-	-	-	-	-	-	-	-	-	-	-	-
Communication costs	8 422	8 309	-	113	-	-	-	-	-	-	-	-	-	-
Conference attendance	141	141	-	-	-	-	-	-	-	-	-	-	-	-
Consulting fees	75 601	75 601	-	-	-	-	-	-	-	-	-	-	-	-
Insurance	267	267	-	-	-	-	-	-	-	-	-	-	-	-
IT support	1 459	1 455	-	4	-	-	-	-	-	-	-	-	-	-
Legal fees	2 093	762	-	1 331	-	-	-	-	-	-	-	-	-	-
Office expenses	1 308	1 308	-	-	-	-	-	-	-	-	-	-	-	-
Printing, postage and stationery	1 604	1 087	324	193	-	-	-	-	-	-	-	-	-	-
Programme costs	1 287 406	-	-	-	367 753	94 306	2 313	657 015	23 653	70 186	16 230	20 680	35 270	
Rent, water and electricity	36 281	27 967	8 314	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	62	62	-	-	-	-	-	-	-	-	-	-	-	-
Salaries and contributions	510 045	326 229	90 012	93 804	-	-	-	-	-	-	-	-	-	-
Staff development and training	3 550	3 550	-	-	-	-	-	-	-	-	-	-	-	-
Staff recruitment	5 326	5 326	-	-	-	-	-	-	-	-	-	-	-	-
Strategic planning and capacity building	1 632	1 632	-	-	-	-	-	-	-	-	-	-	-	-
Travel and accommodation	24 823	24 467	-	356	-	-	-	-	-	-	-	-	-	-
(DEFICIT)/SURPLUS FOR THE YEAR	(48 403)	149 279	(98 650)	(95 801)	-	-	(127)	-	(2 244)	424	-	(3 299)	2 015	
TRANSFER TO EQUIPMENT FUND	(17 713)	(17 713)	-	-	-	-	-	-	-	-	-	-	-	-
Additions during the year	(18 222)	(18 222)	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds from insurance claim	509	509	-	-	-	-	-	-	-	-	-	-	-	-
TRANSFER (TO) MOTOR VEHICLE REPLACEMENT FUND	(24 144)	(24 144)	-	-	-	-	-	-	-	-	-	-	-	-
BALANCE AT BEGINNING OF THE YEAR	90 215	90 215	-	-	-	-	-	-	-	-	-	-	-	-
FOREIGN EXCHANGE MOVEMENTS	5 096	-	-	-	-	-	127	-	2 244	1 441	-	3 299	(2 015)	
BALANCE AT END OF YEAR	5 051	197 637	(98 650)	(95 801)	-	-	-	-	-	1 865	-	-	-	-

**PROGRAMME STATEMENTS OF COMPREHENSIVE INCOME FOR
THE YEAR ENDED 31 DECEMBER 2016 - RANDS (Continued)**

[illegible]

THE SOLIDARIDAD NETWORK SA TRUST
TRUST NUMBER 1419/2012

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015

	Total R	REGIONAL OFFICES				FDOV (NL) SAPSCAF R	EU Biomass R	FDW R	FHR Mango R	Farmer Support Programme R	GDARD R	SIZA R	Procotton R	RTRS R	USAID THUB R
		RSA R	MOZ R	ZAM R											
INCOME	27 401 846	9 200 615	-	-	-	5 225 969	(83 359)	1 310 432	33 600	9 344 717	307 625	1 019 624	228 838	292 658	521 127
Transfers from Solidaridad Network - Netherlands	1 809 765	1 809 765	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers from Solidaridad - Latin America	9 344 717	-	-	-	-	-	-	-	-	9 344 717	-	-	-	-	-
Grants received	438 137	-	-	-	-	-	(83 359)	-	-	-	-	-	228 838	292 658	-
Other project income	8 391 983	-	-	-	-	5 225 969	-	1 310 432	33 600	-	307 625	993 230	-	-	521 127
Interest received	91 939	91 939	-	-	-	-	-	-	-	-	-	-	-	-	-
Project recoveries	62 620	36 226	-	-	-	-	-	-	-	-	-	26 394	-	-	-
Travel costs recovered	6 921 015	6 921 015	-	-	-	-	-	-	-	-	-	-	-	-	-
	341 670	341 670	-	-	-	-	-	-	-	-	-	-	-	-	-
EXPENDITURE	27 838 593	6 895 272	1 389 225	1 379 259	5 225 969	(83 359)	1 310 432	33 600	9 344 717	307 625	228 838	993 230	292 658	521 127	
Assets expensed directly	16 735	16 735	-	-	-	-	-	-	-	-	-	-	-	-	-
Auditors' remuneration	61 215	61 215	-	-	-	-	-	-	-	-	-	-	-	-	-
Bank charges	89 030	83 852	-	-	-	-	-	-	878	4 300	-	-	-	-	-
Board meeting costs	111 572	111 572	-	-	-	-	-	-	-	-	-	-	-	-	-
Communication costs	119 185	117 580	-	1 605	-	-	-	-	-	-	-	-	-	-	-
Conference attendance	2 000	2 000	-	-	-	-	-	-	-	-	-	-	-	-	-
Consulting fees	1 003 780	1 003 780	-	-	-	-	-	-	-	-	-	-	-	-	-
Foreign exchange loss	(138 210)	(76 854)	-	-	-	(83 359)	-	-	-	-	-	-	-	-	22 003
Insurance	3 780	3 780	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest paid	7	7	-	-	-	-	-	-	-	-	-	-	-	-	-
IT support	20 654	20 592	-	62	-	-	-	-	-	-	-	-	-	-	-
Legal fees	28 603	10 414	-	18 189	-	-	-	-	-	-	-	-	-	-	-
Office expenses	18 516	18 516	-	-	-	-	-	-	-	-	-	-	-	-	-
Printing, postage and stationery	22 716	15 399	-	2 728	-	-	-	-	-	-	-	-	-	-	-
Programme costs	18 231 015	-	4 589	-	-	5 225 969	-	1 310 432	32 722	9 340 417	307 625	993 230	228 838	292 658	499 124
Rent, water and electricity	513 437	395 775	117 662	-	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	880	880	-	-	-	-	-	-	-	-	-	-	-	-	-
Salaries and contributions	7 235 225	4 616 620	1 266 974	1 351 631	-	-	-	-	-	-	-	-	-	-	-
Staff development and training	50 243	50 243	-	-	-	-	-	-	-	-	-	-	-	-	-
Staff recruitment	73 830	73 830	-	-	-	-	-	-	-	-	-	-	-	-	-
Strategic planning and capacity building	23 091	23 091	-	-	-	-	-	-	-	-	-	-	-	-	-
Travel and accommodation	351 289	346 245	-	5 044	-	-	-	-	-	-	-	-	-	-	-
(DEFICIT)/SURPLUS FOR THE YEAR	(436 747)	2 305 343	(1 389 225)	(1 379 259)	-	-	-	-	-	-	-	26 394	-	-	-
TRANSFER TO EQUIPMENT FUND	(252 449)	(252 449)	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions during the year	(260 354)	(260 354)	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds from insurance claim	7 905	7 905	-	-	-	-	-	-	-	-	-	-	-	-	-
TRANSFER (TO) MOTOR VEHICLE REPLACEMENT FUND	(341 670)	(341 670)	-	-	-	-	-	-	-	-	-	-	-	-	-
BALANCE AT BEGINNING OF THE YEAR	950 641	950 641	-	-	-	-	-	-	-	-	-	-	-	-	-
FOREIGN EXCHANGE MOVEMENTS	(925 699)	(925 699)	-	-	-	-	-	-	-	-	-	-	-	-	-
BALANCE AT END OF YEAR	(1 005 924)	1 736 166	(1 389 225)	(1 379 259)	-	-	-	-	-	-	-	26 394	-	-	-