

University of KwaZulu-Natal Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 A151794-03

Annual financial statements

for the year ended 30 June 2006

Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

Annual Financial Statements for the year ended 30 June 2006

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#### **CAPRISA Board's Responsibility Statement**

The Board of the Centre for the Aids Programme of Research in South Africa ("CAPRISA") is responsible for the preparation, integrity and fair presentation of its annual financial statements and related supplementary financial information included in this report. These annual financial statements comprise the balance sheet at 30 June 2006, the income statement, statement of changes in funds, the cash flow statement for the year then ended, and the notes to the financial statements, which include a summary of significant accounting policies and other explanatory notes. They have been prepared in accordance with CAPRISA's stated accounting policies and in the manner required by the National Institutes of Health ("NIH") grant policy statement.

The responsibilities of the Board include the design, implementation and maintenance of systems of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement; the selection and application of appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. The Board's responsibility also includes the maintenance of adequate accounting records and an effective system of risk management.

The Board has made an assessment of the Centre's ability to continue as a going concern and has no reason to believe that the business will not be a going concern in the year ahead. Notwithstanding the accumulated net deficit of R3,9 million at 30 June 2006, to which reference is made in note 10 to the attached financial statements, the Centre was restored to a financially solvent position during the subsequent financial year for reasons set out in the notes.

The financial statements have been audited by the independent auditing firm, KPMG Inc. The auditors are responsible for reporting on whether the annual financial statements are fairly presented in accordance with the applicable financial reporting framework. Their report is presented on page 2.

#### Approval of the Annual Financial Statements

The annual financial statements for the year ended 30 June 2006 set out on pages 4 to 18, and the supplementary financial information on pages 19 and 20, were approved by the Board on 18 November 2008 and are signed by the Chief Finance Officer and Pro Vice-Chancellor (Research) of the University of KwaZulu-Natal.

Mr R H Clarkson

Chief Finance Officer

Professor S S Abdool Karim

Pro Vice-Chancellor (Research)



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#### **Independent Auditor's Report**

#### To the Board of the Centre for the Aids Programme of Research in South Africa

We have audited the accompanying financial statements of the Centre for the Aids Programme of Research in South Africa (CAPRISA), Grant Number: 1 U19 A151794-03 and the income statement, the statement of changes in equity and cash flow statement for the year then ended, and the notes to the financial statements, which include a summary of significant accounting policies and other explanatory notes as set out on pages 4 to 18

#### Board's Responsibility for the Financial Statements

The Board of CAPRISA are responsible for the preparation and fair presentation of these financial statements in accordance with Stated Accounting Policies. This responsibility includes: designing, implementing and maintaining internal control relevant 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; and making accounting estimates that are reasonable in the circumstances.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

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 control 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 control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

> KPMG Inc is a company increoprated under the South African Companies Act and a member in or the KPMG network of independent member firms affiliated with KPMG International

KPMG Inc is a Registered Auditor, in public practice, in terms of the Auditing Profession Act, 26 of 2005.

Registration number 1999/021543/21

Chief Executive

RM Kgosana Executive Directors TH Bashall\*, DC Duffield, A Hari, TH Hoole, FB Leith, JS McIntosh, AM Mokgabudi, D van Heerden

Other Directors

LP Fourie, A Jaffer, E Magondo, CM Read, Y Suleman (Chairman of the Board), A Thunström, JM Vice

The company's principal place of business is at KPMG Crescent 85 Empire Road, Parktown, where a list of the directors' names is available for inspection.

\* British



Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Centre for the Aids Programme of Research in South Africa, Grant Number: 1 U19 A151794-03 at 30 June 2006, and its financial performance and cash flows for the year then ended in accordance with Stated Accounting Policies.

### Other Matters

The supplementary schedules set out on page 19 and 20 do not form part of the financial statements and is presented as additional information. We have not audited these schedules and accordingly we do not express an opinion on them.

KPMG Inc.

Per J Datadin

Chartered Accountant (SA)

Registered Auditor

Director

18 November 2008

## Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

Balance Sheet as at 30 June 2006

	Notes	2006	2005 Restated
		R	R
ASSETS			
Non-current assets			
Property, plant and equipment	1	5,911,931	6,572,29
Current assets		33,235	1,156,40
Accounts receivable	2	18,694	4.454.00
Cash and cash equivalents	3	14,541	1,154,69 1,71
Total assets	-	5,945,166	7,728,70
FUNDS AND LIABILITIES			
unds			
Deferred capital grant		1,770,740	2,318,877
Deferred supplemental grant : PEPFAR	5	₹ 5,922,847	4,366,775
ccumulated deficit	10	(3,904,676)	(2,837,795
otal funds		3,788,911	3,847,857
urrent liabilities		2,156,255	3,880,846
ccounts payable and accrued liabilities	4	1,526,814	2.027.404
ving to the University of KwaZulu-Natal		629,441	2,927,191 953,655
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## Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

Income Statement for the year ended 30 June 2006

	Notes	2006	2005 Restated
		R	R
INCOME			
Grants			
- Core operating grant - On behalf of consortium		9,982,860 4,307,560	8,237,223 3,974,063
- Supplemental grant - START		1,867,774	-
- Supplemental grant - PEPFAR	5	14,249,094	6,432,907
- Supplemental grant - Al		-	5,190,196
Total income		30,407,288	23,834,389
EXPENDITURE			
Personnel costs		10,909,207	11,776,947
Rent of premises		1,161,256	· <b>1</b> ,166,070
Laboratory and testing costs		5,901,454	<b>2</b> ,319,507
Nursing and counselling services		2,189,970	857,244
Consortium costs	2	4,680,383	4,651,047
Other operating expenses	8	2,058,537	<b>∠</b> 1,711,830
Travelling expenses		254,130 639,963	
Training costs		1,627,809	1,502,447
Depreciation ndirect costs	9	2,223,592	<i>≤</i> 1,866,522
Total expenditure	_	31,646,301	26,700,504
Operating deficit		(1,239,013)	(2,866,115)
Operating deficit		(1,239,013)	(2,000,115)
Foreign exchange (losses) / gains		(376,005)	516,445
Net (deficit) for the year		(1,615,018)	(2,349,670)

centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 AI51794-03

Statement of changes in funds for the year ended 30 June 2006

	Notes	Deferred capital grant	Deferred supplemental grant - PEPFAR	Accumulated funds / (deficit)	Total funds
		R	R	R	R
Fund balances at 1 July 2004		2,855,347	10,799,682	(763,368)	12,891,661
Capital grant utilised		(536,470)		536,470	•
Su mental grant (PEPFAR) utilised	5		(6,432,907)		(6,432,907)
Net deficit for the year				(2,349,670)	(2,349,670)
fund balances at 30 June 2005		2,318,877	4,366,775	(2,576,568)	4,109,084
Prior year adjustments -software costs previously capitalised, written off -prior year rental due, raised in current year	7.1			(211,227) (50,000)	(211,227) (50,000)
Restated fund balances at 30 June 2005		2,318,877	4,366,775	(2,837,795)	3,847,857
Capital grant utilised		(548,137)		548,137	-
Supplemental grant (PEPFAR) : funds received Supplemental grant (PEPFAR) utilised	5 5		15,805,166 (14,249,094)		15,805,166 (14,249,094)
Net deficit for the year				(1,615,018)	(1,615,018)
Fund balances at 30 June 2006		1,770,740	5,922,847	(3,904,676)	3,788,911

## Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

Cash Flow Statement for the year ended 30 June 2006

	Notes	2006	2005
		R	Restated R
Operating activities  Cash generated from operations	3.1	1,419,842	2,043,946
Foreign exchange (losses) / gains		(376,005)	516,445
Net cash flow from operating activities	_	1,043,837	2,560,391
Investing activities			
Acquisition of property, plant and equipment	1	(1,031,011)	(2,559,176)
	-		
Net increase in cash and cash equivalents		12,826	1,215
Cash and cash equivalents at beginning of year		1,715	500
Cash and cash equivalents at end of year	3.2	14,541	1,715

Centre for the Aids Programme of Research in South Africa

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#### **Accounting policies**

for the year ended 30 June 2006

#### Statement of compliance

The annual financial statements are prepared in accordance with Stated Accounting Policies and with the National Institutes of Health (NIH) grant policy statement.

#### Basis of preparation

The financial statements are presented in South African rands and United States dollars. They are prepared under the historical cost basis. The principal accounting policies adopted in the preparation of these financial statements are set out below and are in all material respects consistent with those of the previous year.

#### Income recognition

Grants are recognised as income in the financial year to which they relate. Grants for specific purposes are brought into the appropriate fund as income at the time that they are available to finance the expenditure for the purpose provided. However, if funding is provided in advance of the specified requirement, the relevant amount is deferred and recognised in the applicable period.

#### Capital grants

When a grant is received to finance, or partly finance, the purchase, construction or development of an asset, and the asset is capitalised, the grant is credited to a deferred capital grant. An annual transfer is made to accumulated funds over the useful economic life of the asset in proportion to the depreciation charge on the asset for which the grant was awarded.

#### Exchange rate risk

Foreign currency transactions constitute a risk, especially as the entire grant is denominated in United States Dollars, the receipt of which, by way of a series of tranches, is spread over an extended period of time.

#### Foreign currency transactions

Foreign currency transactions are accounted for at spot rates, being the exchange rates prevailing at the dates of the respective transactions. Gains and losses arising from the settlement of such transactions are recognised in the income statement in the year in which they arise. Assets and liabilities designated in foreign currencies at the balance sheet date are translated at exchange rates ruling at the balance sheet date.

#### Financial instruments

Financial instruments carried on the balance sheet include cash, receivables and accounts payable. The particular recognition methods adopted are disclosed in the individual policy statements associated with each item.

Upon initial recognition, financial instruments are measured at fair value plus transaction costs that are directly attributable to the acquisition of the financial asset or liability.

Accounts receivable
Receivables are stated at fair value.

Accounts payable and accrued liabilities
Trade and other payables are stated at fair value.

For the purpose of the balance sheet and cash flow statement, cash and cash equivalents comprise cash on hand only.

#### Accounting for leases

Leases of assets, under which all the risks and benefits of ownership are effectively retained by the lessor, are classified as operating leases. Payments made under operating leases are charged to the income statement on a straight-line basis over the period of the lease.

#### Property, plant and equipment

Items of property, plant and equipment are recorded at cost less accumulated depreciation and impairment losses. Cost includes expenditures that are directly attributable to the acquisition of the asset.

Assets costing less than R5 000 are written off in the year of acquisition.

Depreciation is calculated on the straight-line method, at rates calculated to write off the cost of assets over their estimated useful lives or, in the case of lease improvements over the terms of the lease, as follows:

Laboratory, computer and office equipment 5 years
Office furniture 5 years
Motor vehicles 5 years
Leasehold improvements - Vulindlela Clinic 10 years
- CDC Clinic 5 years

No depreciation is charged on capital work in progress in respect of leasehold improvements.

When parts of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Depreciation methods, useful lives and residual values are reasessed at the reporting date.

#### Impairment

At the balance sheet date, an assessment of the carrying amounts of property, plant and equipment, and other assets is made to determine whether there is any indication of impairment.

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# UNIVERSITY OF KWAZULU-NATAL Centre for the Aids Programme of Research in South Africa Grant number: 1 U19 AI51794-03

Notes to the annual financial statements for the year ended 30 June 2006

						2006
1 Property, plant and equipment						
	Leasehold Improvements	Laboratory Equipment	Furniture & Equipment	Motor Vehicles	Computer Equipment	Total
	R	R	R	R	R	R
At 30 June 2006						
Cost Accumulated depreciation	3 503 937 ( 829 148)	3 299 467 (1 536 819)	1 200 383 ( 609 967)	156 449 ( 109 516)	1 447 498 ( 610 353)	9 607 734 (3 695 803)
Carrying value	2 674 789	1 762 648	590 416	46 933	837 145	5 911 931
2000						
Movements for the year ended 30 June 2006						
Opening carrying value	2 635 791	2 197 618	839 984	78 224	820 681	6 572 298
Additions Disposals	560,743 (33,731)	207,281 (21,044)	(8,525)	-	262 987 ( 269)	1 031 011 ( 63 569)
Depreciation charge	(488,014)	(621,207)	(241,043)	(31,291)	(246 254)	(1 627 809)
Closing carrying value	2 674 789	1 762 648	590 416	46 933	837 145	5 911 931
At 30 June 2005						
Cost	2 978 699	3 115 569	1 209 856	156 449	1 184 811	8 645 384
Accumulated depreciation	( 342 908)	(917 951)	( 369 872)	( 78 225)	( 364 130)	(2 073 086)
Carrying value	2 635 791	2 197 618	839 984	78 224	820 681	6 572 298
Movements for the year ended 30 June 2005						
Opening carrying value	968 735	2 728 771	851 326	109 514	1 068 450	5 726 796
Additions	1,959,518	83,601	207 585	E-1	308 472	2 559 176
Disposals Depreciation charge	(292,462)	(614,754)	(218,927)	(31,290)	(211,227) ( 345 014)	( 211 227) (1 502 447)
Closing carrying value	2 635 791	2 197 618	839 984	78 224	820 681	6 572 298
? Accounts receivable					2006	2005
					R	Restated R
Consortium funds					•	1,154,690
Other receivables					18,694	5. <b></b>
Total receivables					18,694	1,154,690

The carrying amount of accounts receivable is considered to approximate fair value

## UNIVERSITY OF KWAZULU-NATAL Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

Notes to the Annual Financial Statements (continued) for the year ended 30 June 2006

	2006	2005 Restated
3 Notes to the Cash Flow Statement	R	R
3.1 Cash generated from operations		
Operating deficit Adjustments for :	(1,239,013)	(2,866,115)
Increase / (decrease) in deferred supplemental grant	1,556,072	(6,432,907)
Depreciation  Loss on disposal of property, plant and equipment	1,627,809 63,569	1,502,447
Cash generated / (utilised) before working capital changes	2,008,437	(7,796,575)
Changes in working capital :		
Decrease in accounts receivable (Decrease) / increase in accounts payable and accrued liabilities	1,135,996	7,146,090
(Decrease) / increase in accounts payable and accrued liabilities	(1,724,591)	2,694,431
Cash generated from operations	1,419,842	2,043,946
3.2 Cash and cash equivalents		
Cash on hand	14,541	1,715
Accounts payable and accrued liabilities		
Trade payables	954,423	2 627 404
Other creditors and provisions	572,391	2,637,191 290,000
Table and the state of the stat	1,526,814	2,927,191
Total accounts payable and accrued liabilities		
)		
)	4,366,775 15,805,166	10,799,682
Deferred Supplemental Grant : PEPFAR  Unexpended balance at beginning of the year Grant received during the year Sub-total	15,805,166	
Deferred Supplemental Grant : PEPFAR  Unexpended balance at beginning of the year Grant received during the year	•	10,799,682 - 10,799,682 (6,432,907)

#### 6 Related party transactions

The Centre takes care to avoid conflicts of interest and, accordingly, has adopted a policy requiring declarations of interest -- actual or potential -- by members of its Board, senior management and other permanent staff. In terms of this policy, transactions with third parties in which a Board or staff member has a direct or fiduciary interest are required to be disclosed and, consequently, must be entered into at arm's length and be in accordance with approved procurement policy. During the year under review and subsequently, no transactions were identified with third parties controlled by one or more Board or staff members.



#### Centre for the Aids Programme of Research in South Africa

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Notes to the Annual Financial Statements for the year ended 30 June 2006

		2006	2005 Restated
		R	R
7	Prior year adjustments and change in accounting policy		
7.1	Prior year adjustments		
	Certain software costs were previously capitalised. In terms of the current accounting policy, such costs are charged to the income statement in the year of acquisition. Property rental due in respect of the prior year was accounted for only in the current year. The effects of these items, applied retrospectively, are as follows:		3
	(Decrease) in accumulated funds at beginning of year (Increase) in net deficit for the year		(261,227) (261,227)
7.2	Change in accounting policy		
	During the year, CAPRISA changed its accounting policy in respect of specific purpose grants received in advance of their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as funds, but their recognition as income is deferred until the applicable period when utilised to finance the expenditure for which they have been provided.		
	The effect of this change, applied retrospectively, is as follows:		
	Increase in total funds at the end of the year (Decrease) in current liabilities at the end of the year	5,922,847 (5,922,847)	4,366,775 (4,366,775)
	The change has no effect on the reported deficit/surplus for the year.		
8	Other Operating Expenses		
	The following items have been included in other operating expenses:		
	Auditors' remuneration	97,900	50,000
	Current year provision Prior year under-provision Prior year provision	55,000 2,900 40,000	40,000 10,000
	Legal and other professional fees Repairs and maintenance	367,715 25,308	212,239 109,457
9	Indirect costs		
	Indirect costs have been funded by the following grants, to the extent that related grant funding has been recognised in terms of the stated accounting policy:		
	Core operating grant - CIPRA Supplemental grant - PEPFAR	1,235,164 988,428	1,405,482 461,040
	Total indirect costs	2,223,592	1,866,522
	Summary of indirect costs University (UKZN) Administration fees	1,111,796 1,111,796	933,261 933,261
	CAPRISA administration and finance related expenses	2,223,592	1,866,522
	•		

#### 10 Accumulated funds - deficit at year-end

The operating deficit of R3 904 676 at 30 June 2006 was extinguished during the following financial year, due to the release of the deferred supplemental and capital grants and the recogition, in terms of the stated accounting policy, of the net income from the core and supplemental grants.



### Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

Balance Sheet as at 30 June 2006

	Notes	2006	2005
		USD	Restated
ASSETS		090	USD
Non-current assets			
Property, plant and equipment	1	865,572	967,946
Current assets		4,571	173,013
Accounts receivable  Cash and cash equivalents	2 3	2,571 2,000	172,754 259
Total assets		870,143	1,140,959
FUNDS AND LIABILITIES			
Funds			
Deferred capital grant Deferred supplemental grant : PEPFAR Foreign currency translation deficit Accumulated deficit	5 10	229,349 936,723 (82,842) (509,679)	314,617 653,318 (5,387) (402,208)
Total Funds	-	573,551	560,340
Current liabilities	_	296,592	580,619
Accounts payable and accrued liabilities Owing to the University of KwaZulu-Natal	4	210,013 86,579	437,940 142,679
Total funds and liabilities	-	870,143	1,140,959

## UNIVERSITY OF KWAZULU-NATAL Centre for the Aids Programme of Research in South Africa Grant number: 1 U19 Al51794-03

Income Statement for the year ended 30 June 2006

	Note	2006	2005 Restated
INCOME		USD	USD
Grants			
<ul> <li>Core operating grant</li> <li>On behalf of consortium</li> <li>Supplemental grant - START</li> <li>Supplemental grant - PEPFAR</li> <li>Supplemental grant - AI</li> </ul>		1,552,938 670,086 290,552 2,216,595	1,434,278 632,661 - 1,067,747 849,691
Total income		4,730,171	3,984,377
EXPENDITURE			
Personnel costs Rent of premises Laboratory and testing costs Nursing and counselling services Consortium costs Other operating expenses Travelling expenses Training costs Depreciation Indirect costs	8 9	1,697,040 180,646 918,033 340,673 728,083 320,226 39,533 99,552 253,221 345,903	1,892,831 187,414 372,797 137,778 747,532 275,134 32,930 103,508 241,478 299,994
Net (deficit) for the year	-	(192,739)	(307,019)

Centre for the Aids Programme of Research in South Africa

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Statement of changes in funds for the year ended 30 June 2006

	Notes	Deferred capital grant	Deferred supplemental grant - PEPFAR	Foreign currency translation reserve / deficit	Accumulated funds / (deficit)	Total funds
		USD	USD	USD	USD	USD
Fund balances at 1 July 2004		394,879	1,721,065	19,826	(136,235)	1,999,535
Capital grant utilised  Net change in foreign currency translation reserve  Supplemental grant (PEPFAR) utilised  Net deficit for the year	5	(80,262)	(1,067,747)	(25,768)	80,262 (307,019)	(25,768) (1,067,747) (307,019)
Fu. balances at 30 June 2005	,	314,617	653,318	(5,942)	(362,992)	599,001
Prior year adjustments - software costs previously capitalised, written off - prior year rental due, raised in current year	7.1			555	(31,180) (8,036)	555 (31,180) (8,036)
Restated fund balances at 30 June 2005	-	314,617	653,318	(5,387)	(402,208)	560,340
Capital grant utilised Supplemental grant (PEPFAR): funds received Supplemental grant (PEPFAR) utilised Net change in foreign currency translation deficit Net deficit for the year	5 5	(85,268)	2,500,000 (2,216,595)	(77,455)	85,268 (192,739)	- 2,500,000 (2,216,595) (77,455) (192,739)
Fund balances at 30 June 2006	-	229,349	936,723	(82,842)	(509,679)	573,551

## Centre for the Aids Programme of Research in South Africa

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Cash Flow Statement for the year ended 30 June 2006

	Notes	2006 USD	2005 Restated USD
Operating activities			
Cash generated from operations	3.1	239,580	408,828
Net cash flow from operating activities		239,580	408,828
Investing activities			
Acquisition of property, plant and equipment	1	(160,384)	(382,881)
Financing activities			
Net movement in foreign currency translation reserve		(77,455)	(25,768)
Net increase in cash and cash equivalents		1,741	179
Cash and cash equivalents at beginning of year		259	80
Cash and cash equivalents at end of year	3.2	2,000	259

#### UNIVERSITY OF KWAZULU-NATAL Centre for the Aids Programme of Research in South Africa Grant number: 1 U19 Al51794-03

Notes to the annual financial statements for the year ended 30 June 2006

	Leasehold Improvements	Laboratory Equipment	Furniture & Equipment	Motor Vehicles	Computer Equipment	Total
At 30 June 2006	USD	USD	USD	USD	USD	USD
Cost						
Accumulated depreciation	513 402 ( 121 488)	481 060 ( 224 067)	180 018 ( 91 475)	14 725 ( 10 308)	213 897 ( 90 192)	1 403 102 ( 537 530)
Carrying value	391 914	256 993	88 543	4 417	123 705	865 572
Movements for the year ended 30 June 2006		22				
Opening carrying value Additions Disposals Depreciation charge	385 661 87,229 (5,060) (75,916)	324 541 32,245 (3,158) (96,635)	127 319 - (1,279) (37,497)	9 285 - - (4,868)	121 140 40,910 (40)	967 948 160 384 ( 9 537)
Closing carrying value	391 914	256 993	88 543	4 417	(38,305)	( 253 223)
At 30 June 2005			=======================================	=======================================	123 705	865 572
Cost						
Accumulated depreciation	439 977 ( 54 316)	467 287 ( 142 746)	184 092 ( 56 773)	14 725 ( 5 440)	167 183 ( 46 043)	1 273 264 ( 305 318)
Carrying value	385 661	324 541	127 319	9 285	121 140	967 946
Movements for the year ended 30 June 2005						
Opening carrying value	139 501	440.000	2200 000			
Additions Disposals	293,165	410 838 12,508 -	131 449 31,057 -	14 314 - -	130 441 46 151	826 543 382 881
Depreciation charge	(47,005)	(98,805)	(35,187)	(5,029)	( 55 452)	( 241 478)
Closing carrying value	385 661	324 541	127 319	9 285	121 140	967 946
Accounts receivable						
					2006 R	2005 Restated R
Consortium funds Other receivables					<b>-</b>	172,754
Total receivables				<u></u>	2,571	

172,754

2,571

The carrying amount of accounts receivable is considered to approximate fair value

Centre for the Aids Programme of Research in South Africa

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Notes to the Annual Financial Statements (continued)

for the year ended 30 June 2006

_			
		2006 USD	2005 Restated
3	Notes to the Cash Flow Statement	USD	USD
3.1	Cash generated from operations		
	Operating deficit Adjustments for :	(192,739)	(307,019)
	Increase / (decrease) in deferred supplemental grant	283,405	(1,067,747)
	Depreciation	253,223	241,478
	Loss on disposal of property, plant and equipment	9,537	***************************************
	Cash generated / (utilised) before working capital changes	353,426	(1,133,288)
	Changes in working capital:		
	Decrease in account receivable	170,183	1,150,079
1	(Decrease) / increase in accounts payable	(284,029)	392,037
)	Cash generated from operations	239,580	408,828
3.2	Cash and cash equivalents		
	Cash on hand	2,000	259
4	Accounts payable and accrued liabilities		
	Trade payables	131,281	394,553
	Other creditors and provisions	78,732	43,387
	Total accounts payable and accrued liabilities	210,013	437,940
5	Deferred Supplemental Grant : PEPFAR		
	Jnexpended balance at beginning of the year	653,318	1,721,065
	Grant received during the year	2,500,000	1,721,000
1	Sub-total	3,153,318	1,721,065
)'	Amount recognised in income statement	(2,216,595)	(1,067,747)
ı	Inexpended balance at end of the year	936,723	653,318

#### 6 Related party transactions

The Centre takes care to avoid conflicts of interest and, accordingly, has adopted a policy requiring declarations of interest -- actual or potential -- by members of its Board, senior management and other permanent staff. In terms of this policy, transactions with third parties in which a Board or staff member has a direct or fiduciary interest are required to be disclosed and, consequently, must be entered into at arm's length and be in accordance with approved procurement policy. During the year under review and subsequently, no transactions were identified with third parties controlled by one or more Board or staff members.

## UNIVERSITY OF KWAZULU-NATAL Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

### Notes to the Annual Financial Statements for the year ended 30 June 2006

7 Prior year adjustments and change in accounting policy 7.1 Prior year adjustments Certain software costs were previously capitalised. In terms of the current accounting policy, such costs are charged to the income statement in the year of acquisition. Property rental due in respect of the prior year was accounted for only in the current year. The effects of these items, applied retrospectively, are as follows:  (Decrease) in accountates Funds at beginning of year (increase) in nest deficit for the year  (During the year, CARRISA changed its accounting policy in respect of specific purpose grants received in advance of their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as funds, but their recognition as income is defended at the applicable period when utilised to finance the expenditure for which they have been provided.  The effect of this change, applied retrospectively, is as follows:  Increase in total funds at the end of the year  Other Operating Expenses  The change has no effect on the reported deficit/surplus for the year.  Other Operating Expenses  The following items have been included in Other operating expenses:  Auditors' remuneration  Current year provision  Prior year provision  Current year provision  Prior year provision  Legal and other professional fees  Repairs and maintenance  157,202 34,111  3,837 17,592  Indirect costs  Indirect costs have been funded by the following grants, to the extent that related grant funding has been recognised in terms of the stated accounting policy:  Core operating grant - CIPRA  Supplemental grant - PEPFAR  Supplemental grant - PEPFAR  Supplemental grant - PEPFAR  Total indirect costs  172,951 149,997  149,997  149,997  140,997  140,997  140,997  140,997  140,997  140,997  140,997  140,997  140,997  140,997  140,997  140,997  140,997  140,997  14		2006	2005
7. Prior year adjustments and change in accounting policy 7.1 Prior year adjustments Certain software costs were previously capitalised. In terms of the current accounting policy, such costs are charged to the income statement in the year of acquisition. Property rental due in respect of the prior year was accounted for only in the current year. The effects of these interes, applied retrospectively, are as follows:  (Decrease) in Accumulated Funds at beginning of year (Increase) in in et deficit for the year (Decrease) in advance of their intended utilisation. Previously, such amounts were disclosed as current in advance of their intended utilisation. Previously, such amounts were disclosed as current in advance of their intended utilisation. Previously, such amounts were disclosed as current in advance of their intended utilisation. Previously, such amounts were disclosed as current in advance of their intended utilisation. Previously, such amounts were disclosed as current in advance of their intended utilisation. Previously, such amounts were disclosed as current in advance of their intended utilisation. Previously, such amounts were disclosed as current in advance of their intended utilisation. Previously, such amounts were disclosed as current in advance are disclosed as current in advance are disclosed as a current in advance are disclosed as a current in a such as income is deferred until the applicable period when utilised to finance the expenditure for which they have been provided.  The effect of this change, applied retrospectively, is as follows:  Increase in total funds at the end of the year  (Decrease) in current liabilities at the end of the year  (Decrease) in current liabilities at the end of the year  (Decrease) in current liabilities at the end of the year  (Decrease) in current liabilities at the end of the year  (Decrease) in current liabilities at the end of the year  (Decrease) in current liabilities at the end of the year  (Decrease) in current liabilities at the end of the year  (Decre		บรก	Restate
Certain software costs were previously capitalised. In terms of the current accounting policy, such costs are charged to the income statement in the year of acquisition. Property rental due in respect of the prior year was accounted for only in the current year. The effects of these items, applied retrospectively, are as follows:  (Decrease) in Accountilated Funds at beginning of year (Increase) in net deficit for the year as follows:  (Decrease) in Accounting policy  During the year, CAPRISA changed its accounting policy in respect of specific purpose grants received in advance of their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, grants received in advance of their intended utilisation. Previously, such amounts were disclosed as funds, but their recognition as income is deferred until the applicable period when utilised to finance in the spenditure for which they have been provided.  The effect of this change, applied retrospectively, is as follows:  Increase in total funds at the end of the year (Decrease) in current liabilities at the end of the year  Other Operating Expenses  The change has no effect on the reported deficit/surplus for the year.  Other Operating Expenses  The following items have been included in Other operating expenses:  Auditors' remuneration  15,229 8,033  Auditors' remuneration  15,229 8,033  Legal and other professional fees  Repairs and maintenance  57,020 34,111  3,937 17,592  Indirect costs  Indirect costs have been funded by the following grants, to the extent that related grant funding has been recognised in terms of the stated accounting policy:  Core operating grant - PEPFAR  Total indirect costs  James of the stated accounting policy:  Core operating grant - PEPFAR  Total indirect costs  James of the stated accounting policy:  299,994  James of the stated of the stated accounting policy:  299,994  Legular for the state of the stated accounting policy:  299,994  Legular for the state of the state of th	7 Prior year adjustments and change in accounting policy		USD
respect of the prior year was accounted for only in the current year. The effects of these items, year. The effects of these items, applied retrospectively, are as follows:  (Decrease) in Accumulated Funds at beginning of year (Increase) in net deficit for the year (Charge) and advance of their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, prants received in advance or their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as funds, but their recognition as income is deferred until the applicable period when utilised to finance the expenditure for which they have been provided.  The effect of this change, applied retrospectively, is as follows:  Increase in total funds at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in the provision (Decrease) in the year (Decrease) in the end of the year (Decrease) in the year (Decrease) in the end of the year (Decrease) in the year (Decrease	7.1 Prior year adjustments		
respect of the prior year was accounted for only in the current year. The effects of these items, year. The effects of these items, applied retrospectively, are as follows:  (Decrease) in Accumulated Funds at beginning of year (Increase) in net deficit for the year (Charge) and advance of their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, prants received in advance or their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as funds, but their recognition as income is deferred until the applicable period when utilised to finance the expenditure for which they have been provided.  The effect of this change, applied retrospectively, is as follows:  Increase in total funds at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in the provision (Decrease) in the year (Decrease) in the end of the year (Decrease) in the year (Decrease) in the end of the year (Decrease) in the year (Decrease	Certain software costs were previously capitalised to terms of the		
(increase) finite deficit for the year (39).  (39).  2. Change in accounting policy  During the year, CAPRISA changed its accounting policy in respect of specific purpose grants received in advance of their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as current liabilities at the end of the year (Before during the expenditure for which they have been provided.  The effect of this change, applied retrospectively, is as follows:  Increase in total funds at the end of the year (Becrease) in current liabilities at the end of the year.  Other Operating Expenses  The change has no effect on the reported deficit/surplus for the year.  Other Operating Expenses  The following items have been included in Other operating expenses:  Auditors' remuneration  15,229 8,036  Current year provision Prior year under-provision Prior year under-provision Prior year under-provision Legal and other professional fees Repairs and maintenance  57,202 34,111  3,937 17,592  Indirect costs  Indirect costs have been funded by the following grants, to the extent that related grant funding has been recognised in terms of the stated accounting policy:  Our operating grant - CIPRA  Supplemental grant - PEPFAR  192,143 225,894  192,193 299,994  Inversity (UKZN) Administration fees  APRISA administration and finance related expenses  172,951 149,997  172,952 149,997  182,993 299,994	respect of the prior year was accounted for only in the year of acquisition. Property rental due in		
During the year, CAPRISA changed its accounting policy in respect of specific purpose grants received in advance of their intended utilisation. Previously, such amounts were disclosed as current liabilities. With effect from the current year, grants received in advance are disclosed as tunds, but their recognition as income is deferred until the applicable period when utilised to finance the expenditure for which they have been provided in advance are disclosed as [814,686] in the effect of this change, applied retrospectively, is as follows:  Increase in total funds at the end of the year (Decrease) in current liabilities at the end of the year (B14,686) in current liabilities at the end of t	(Decrease) in Accumulated Funds at beginning of year (Increase) in net deficit for the year		(39,216
current liabilities. With effect from the current year, grants received in advance are disclosed as funds, but their recognition as income is deferred until the applicable period when utilised to finance the expenditure for which they have been provided.  The effect of this change, applied retrospectively, is as follows:  Increase in total funds at the end of the year (Decrease) in current liabilities at the end of the year (Decrease) in current liabilities at the end of the year.  Other Operating Expenses  The change has no effect on the reported deficit/surplus for the year.  Other Operating Expenses  The following items have been included in Other operating expenses:  Auditors' remuneration  Current year provision Prior year under-provision Prior year under-provision Prior year under-provision Legal and other professional fees Repairs and maintenance  indirect costs  Indirect costs have been funded by the following grants, to the extent that related grant funding has been recognised in terms of the stated accounting policy:  Our operating grant - CIPRA pupplemental grant - PEPFAR olal indirect costs  Indirect costs  Increase in total funds at the end of the year end deficit decrease in the extent that related grant funding has been recognised in terms of the stated accounting policy:  Increase in total funds at the end of the year end deficit decrease in the extent that related grant funding has been recognised in terms of the stated accounting policy:  Increase in total funds at the end of the year end deficit decrease in the extent that related grant funding has been recognised in terms of the stated accounting policy:  Increase in total funds at the end of the year end deficit decrease in advance related expenses in advanced in advance related expenses in advanced in advance disclosed as follows:  Increase in total funds at the end of the year flows:  Increase in total funds (814,686) (815,653 (815,653) (815,653) (815,653) (815,653) (815,653) (815,653) (815,653) (815,653) (815,653) (815,653) (815,653) (81	.2 Change in accounting policy		(39,216
Increase in total funds at the end of the year (Decrease) in current liabilities at the end of the year (Refacese) in current liabilities at the end of the year (Refacese) in current liabilities at the end of the year.    Cother Operating Expenses	current liabilities. With effect from the current year, grants received in advance are disclosed as funds, but their recognition as income in defeated the control of the c		
State   Stat	The effect of this change, applied retrospectively, is as follows:		
### Cotange has no effect on the reported deficit/surplus for the year.    Cother Operating Expenses	Increase in total funds at the end of the year (Decrease) in current liabilities at the end of the year		653,318
Auditors' remuneration   15,229   8,036	The change has no effect on the reported deficit/surplus for the year.	(814,686)	(653,318)
Auditors' remuneration 15,229 8,036  Current year provision 8,556 6,425 Prior year under-provision 6,222 1,607  Legal and other professional fees Repairs and maintenance 57,202 34,111 3,937 17,592  Indirect costs Indirect costs have been funded by the following grants, to the extent that related grant funding has been recognised in terms of the stated accounting policy:  Core operating grant - CIPRA Supplemental grant - PEPFAR 192,143 225,894 Total indirect costs Indirect costs have been funded by the following grants of the stated accounting policy:  Core operating grant - PEPFAR 192,143 225,894 Total indirect costs Indirect costs have been funded by the following grants of the stated accounting policy:  Core operating grant - PEPFAR 192,143 225,894 Total indirect costs Indirect costs 192,143 229,994  APRISA administration fees APRISA administration and finance related expenses 172,951 149,997 Indirect costs 192,997 Indirect co	Other Operating Expenses		
Auditors' remuneration 15,229 8,036  Current year provision	The following items have been included in Other operating expenses:		
Current year provision			
Prior year under-provision         8,556 451 1,607           Prior year provision         451 6,222           Legal and other professional fees         57,202 34,111           Repairs and maintenance         57,202 34,111           Indirect costs         3,937 17,592           Indirect costs have been funded by the following grants, to the extent that related grant funding has been recognised in terms of the stated accounting policy:           Core operating grant - CIPRA         192,143 225,894           Supplemental grant - PEPFAR         153,760 74,100           Total indirect costs         153,760 74,100           Jummary of indirect costs         153,760 74,100           APRISA administration and finance related expenses         172,951 149,997           APRISA administration and finance related expenses         172,952 149,997           Commulated funds - deficit at year-end         345,903 299,994	Current year provision	15,229	8,036
1,607	Prior year under-provision	8,556	6,429
Legal and other professional fees Repairs and maintenance  57,202 34,111 17,592  Indirect costs Indirect costs have been funded by the following grants, to the extent that related grant funding as been recognised in terms of the stated accounting policy: It core operating grant - CIPRA upplemental grant - PEPFAR otal indirect costs It says to be a stated accounting policy: It core operating grant - CIPRA upplemental grant - PEPFAR otal indirect costs It says to be a stated accounting policy: It says to be a stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding as been recognised in terms of the stated accounting policy: It says to be a stated grant funding	Prior year provision		1,607
### Repairs and maintenance	Legal and other professional fees	6,222	
ndirect costs  Indirect costs have been funded by the following grants, to the extent that related grant funding as been recognised in terms of the stated accounting policy:  It is ore operating grant - CIPRA upplemental grant - PEPFAR otal indirect costs	Repairs and maintenance	57,202	34.111
ndirect costs have been funded by the following grants, to the extent that related grant funding as been recognised in terms of the stated accounting policy:  Fore operating grant - CIPRA upplemental grant - PEPFAR 192,143 225,894 otal indirect costs 153,760 74,100 345,903 299,994 unmary of indirect costs 345,903 299,994 and indirect costs 172,951 149,997 APRISA administration and finance related expenses 172,951 149,997 172,952 149,997 299,994 accumulated funds - deficit at year-end		3,937	1000
APRISA administration and finance related expenses  Core operating grant - CIPRA  upplemental grant - PEPFAR  192,143 225,894 153,760 74,100 345,903 299,994  172,951 149,997 172,952 149,997 172,952 149,997 172,952 149,997 172,952 149,997 172,952 149,997	ndirect costs		
Supplemental grant - PEPFAR       192,143       225,894         obal indirect costs       153,760       74,100         ummary of indirect costs       299,994         uiversity (UKZN) Administration fees       172,951       149,997         APRISA administration and finance related expenses       172,952       149,997         accumulated funds - deficit at year-end       345,903       299,994	ndirect costs have been funded by the following grants, to the extent that related grant funding has been recognised in terms of the stated accounting policy:		
otal indirect costs         153,760         74,100           ummary of indirect costs         345,903         299,994           ummary of indirect costs         172,951         149,997           APRISA administration and finance related expenses         172,951         149,997           APRISA administration and finance related expenses         345,903         299,994           ccumulated funds - deficit at year-end         345,903         299,994	Core operating grant - CIPRA		
172,951   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   149,997   172,952   172,	upplemental grant - PEPFAR		225,894
Immary of indirect costs	and monet costs		
APRISA administration and finance related expenses 172,951 149,997 172,952 149,997 172,952 299,994 172,952 299,994	ummary of indirect costs		299,994
APRISA administration and finance related expenses 172,951 149,997 172,952 149,997 345,903 299,994 ccumulated funds - deficit at year-end	niversity (UKZN) Administration fees		
172,952 149,997 345,903 299,994	APRISA administration and finance related expenses	172,951	149,997
cumulated funds - deficit at year-end			149,997
	cumulated funds - deficit at year and	345,903	299,994
			38
	ne operating deficit of \$509,679 at 30 June 2006 was extinguished during the following financial are to the release of the deferred supplemental and capital grants and the recogition, in		

year, due to the release of the deferred supplemental and capital grants and the recogition, in terms of the stated accounting policy, of the net income from the core and supplemental grants.

#### UNIVERSITY OF KWAZULU-NATAL Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

Detailed income statement for the year ended 30 June 2006

NCOME   R   R   R   R   Grants   30,407,288   23,834,38     Core operating grant   9,982,860   8,237,28   23,834,38     Core operating grant   4,247,660   3,237,22   23,834,38     Supplammating grant - FEPFAR   1,887,774		2006	2005
Core operating prant		ь	Restated
Core operating grant Ch behalf of consortium A 3,075,860 A 3,074,065 A 3,074,0	INCOME	K	R
Core opensing grant	Grants	30,407,288	23 834 38
Ch behalf of consortium	Construction		
Supplemental pant - STATT   1,247,774   5,425,004		9,982,860	8,237,22
Supplemental grant - PEPP AR   14,249,984   5,150,19		4,307,560	3,974,06
Supplemental grant - Al 5,5,50,10 19 5,50,10 19 5,		1,867,774	
Supplemental grant - A		14,249,094	6.432.90
EXPENDITURE  Personnel costs  Salaries and wages Salaries and salaries Salaries a	Supplemental grant - Al		
Personnel costs	TOTAL INCOME	30,407,288	23,834,389
Salaries and wages   10,769,358   11,769,971   11,769,9	EXPENDITURE		
Salaries and wages   10,769,358   11,769,971   11,769,9	Porconnel costs		
Self compensation   6,300   135,131   135,13		10,909,207	11,776,947
Recrultment costs		10,789,358	11,592,90
### Act		69,360	136,132
Computer Supplies   3,15,200	Recruitment costs	50,489	
Computer Supplies   Saga   S	Office supplies	3,142,560	2.766.534
Logal & Professional Fees			
Meetings & Workshops         27,823         50,486           Photocopying         76,703         45,031           Postages & Courier         3,289         9,911           Printing & Stationery         327,039         224,048           Rent of premises         1,161,256         1166,070           Small assets         1221,118         31,802           Sundry tlems         211,1966         305,515           Travelling expenses         254,130         20,487           Local travel         6,748         36,647           Overseas travel         110,079         148,684           Vehicle running         135,303         17,348           ther expenses         8,165,657         3,286,117           Laboratory and testing costs         8,165,657         3,286,117           Nursing and counselling services         2,185,507         3,286,117           Cocupational safety         5,904,545         2,185,507           Very and testing costs         3,546         30,949         57,244           Nursing and counselling services         2,508         109,451         51,925           Cocupational safety         3,546         30,489         109,452           Books and Manuals         3,546			
Photocopying	Meetings & Workshops	1 1	
Postages & Courier   \$1,80			
Printing & Stationery   327,039   327,039   224,040   327,039   224,040   327,039			
Rent of premises   1,161,226   1,160,175			
Small assets			
Sundry Items   125,1196   30,65,15   121,1996   30,65,15   121,1996   30,65,15   121,1996   30,65,15   121,1996   30,65,15   121,1996   30,65,15   121,1996   30,65,15   121,1996   30,65,15   121,1996   30,65,15   121,1996   30,65,15   121,1996   30,647   32,647   33,647		A CONTRACTOR OF THE PROPERTY O	
Telephone 244,785 272,165  Travelling expenses 254,130 204,879  Local travel 8,748 110,079 148,884  Coverseas travel 110,079 148,884  Whicle running 1110,079 148,884  Whicle running 17,348 112,303 17,348  Whice expenses 5,901,454 2,189,970 857,244  Cocupational safety 51,925 1,999  Renovations and refurbishments 51,925 1,999  Renovations and refurbishments 51,925 1,999  Renovations and refurbishments 3,548 30,849  Conference and workshops 3,548 30,849  Conference and workshops 186,783 131,504  Signards 186,783 131,504  Signards 194,510 256,900  Signards 194,510 256,900  Which is the refurbishment 194,500 1,992,690 1,992,690  University of Cape Town 700,386 1,281,280  University of Cape Town 9,088 1,281,280  University of Western Cape 570,689 1,187,906  University 194,510 1,992,690 1,187,906  Uni			
Table   Tabl			
Local travel	Complete	404,785	272,165
Description   Superior   Superi	ravelling expenses	254,130	204,879
110,079   148,884   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   17,348   135,303   135,304   135,308		8,748	38,647
Vehicle running         135,303         17,348           other expenses         8,168,657         3,288,117           Laboratory and testing costs         5,901,454         2,319,507           Nursing and counseilling services         2,189,970         857,244           Occupational safety         51,925         1,909           Renovations and refurbishments         639,963         644,011           Issuining costs         639,963         644,011           Books and Manuals         3,548         30,849           Conference and workshops         186,783         131,504           General training cost         238,765         30,313           Jispends         16,357         194,445           Stipends         4,680,383         4,651,047           Columbia University         4,680,383         4,651,047           Columbia University         649,680         1,008,668           NICD         1,992,609         1,187,906           University of Cape Town         700,368         14,557           University of Western Cape         570,689         27,440           URSC (MRC)         58,222         174,018           Yale University         43,388         141,407           Yale Univer		110,079	
Laboratory and testing costs  Nursing and counselling services  Cocupational safety  Renovations and refurbishments  Cocupational safety  Renovations and refurbishments  Cost  Books and Manuals  Conference and workshops  Confe	Vehicle running		
Nursing and counselling services	Other expenses	8,168,657	3,288,117
Nursing and counselling services	Laboratory and testing costs	5 901 454	2 240 507
Cocupational safety   S1,925   1,909   1,909,657   1,909   1,909,657   1,909   1,909,657   1,909   1,909,657   1,909   1,909,657   1,909   1,909,657   1,909   1,909,657   1,909   1,909,657   1,909   1,909,657	Nursing and counselling services		
Renovations and refurbishments   25,308   109,457   10		1	100000
Books and Manuals   Say,963   Say,	(Marie 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1		
Books and Manuals	raining costs		
Conference and workshops General training cost Sholarship/bursary Shol			
Seneral training cost   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,504   131,505   131,504   131,505   131,504   131,505   131,504   131,505   131,504   131,505   131,504   131,505   131,504   131,505			37
Stipends		1	
Stipends   116,357   194,445   194,445   194,445   194,445   194,445   194,445   194,445   194,445   194,445   194,445   194,680   1,92,698   1,008,868   1,008,			
Columbia University			
Columbia University NICD  Clumbia University of Cape Town University of Cape Town University of Western Cape Duke University HSRC (MRC)  Vale University Aurum Health HSRC Nell and Shapiro  Deficit) before indirect costs and foreign exchange (losses) / gains  (deficit) for the year	Onsortium costs	110,007	134,445
NICD University of Cape Town University of Western Cape University of Western Cape University Unive			
University of Cape Town 700,386 1,887,906 1,887,906 1,281,280 700,386 1,281,280 1,281,281 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,281,280 1,281,281,280 1,281,281,280 1,281,281,281,280 1,281,281,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,280 1,281,28	NICD		S1 1
University of Western Cape 570,689 1,281,280 414,593 27,440 59,059 27,440 59,059 27,440 41,593 27,400 41,593 27,40			50
Duke University HSRC (MRC) Yale University Aurum Health HSRC Nell and Shapiro  preciation  replus / (Deficit) before indirect costs and foreign exchange (losses) / gains  rect costs eign exchange (losses) / gains  174,989 27,440 43,988 114,407 261,152 94,017 50,617 297,901 1,627,809 1,502,447 (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522)	Supplementary of the control of the		- 33
HSRC (MRC) Yale University Aurum Health HSRC Nell and Shapiro  1,627,809  1,502,447  relus / (Deficit) before indirect costs and foreign exchange (losses) / gains  rect costs eign exchange (losses) / gains  27,401 174,018	CAN COMPANY OF A MANAGEMENT AND A COMPANY OF THE CO	1	93
Yale University Aurum Health HSRC Nell and Shapiro  1,627,809  1,502,447  relus / (Deficit) before indirect costs and foreign exchange (losses) / gains  rect costs eign exchange (losses) / gains  174,078 94,017 94,017 95,017 297,901  1,627,809  1,502,447 (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522)		1	25 8
Aurum Health HSRC Nell and Shapiro Preciation Preciatio		,	132
HSRC Nell and Shapiro 345,198 94,017 50,617 297,901  preciation 1,627,809 1,502,447  replus / (Deficit) before indirect costs and foreign exchange (losses) / gains 984,579 (999,593)  rect costs eign exchange (losses) / gains (2,223,592) (1,866,522) eign exchange (losses) / gains (deficit) for the year			
Nell and Shapiro         345,198         50,617 297,901           preciation         1,627,809         1,502,447           rplus / (Deficit) before indirect costs and foreign exchange (losses) / gains         984,579         (999,593)           rect costs eign exchange (losses) / gains         (2,223,592)         (1,866,522)           (deficit) for the year         (376,005)         516,445		261,152	94,017
reciation 1,627,809 1,502,447  replus / (Deficit) before indirect costs and foreign exchange (losses) / gains 984,579 (999,593)  rect costs eign exchange (losses) / gains (2,223,592) (1,866,522)  (deficit) for the year		345 108	
relus / (Deficit) before indirect costs and foreign exchange (losses) / gains 984,579 (999,593)  rect costs eign exchange (losses) / gains (2,223,592) (1,866,522)  (deficit) for the year.	preciation		
rect costs eign exchange (losses) / gains (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522) (1,866,522)	rplus / (Deficit) before indirect costs and foreign exchange (losses) / gains		
eign exchange (losses) / gains (2,223,592) (1,866,522) (376,005) 516,445			(585,585)
(deficit) for the year			
(deficit) for the year (1.615.018) (2.349.670)	Programme Company Company Company	(3/6,005)	516,445

## Centre for the Aids Programme of Research in South Africa

Grant number: 1 U19 Al51794-03

Receipts and Payments Statement for the year ended 30 June 2006

	2006	2005 Restated
RECEIPTS	R	R
Grants	31,963,362	17,917,928
Core operating grant	16,158,196	17,917,928
PEPFAR	15,805,166	-
TOTAL RECEIPTS	31,963,362	17,917,928
1	,	,
PAYMENTS	27,871,490	23,077,816
Personnel costs	10,906,807	11,776,947
Office supplies	3,018,792	829,835
Travelling expenses	251,830	201,267
Other expenses	7,547,321	2,423,548
Training costs	604,499	635,994
Consortium costs	4,680,383	4,651,047
Capital expenditure	861,858	2,559,178
Net Receipts / (Payments) for the year	4,091,872	(5,159,888)
vet Receipts / (Fayments) for the year	4,031,072	(3,133,000)
RECONCILIATION TO INCOME STATEMENT		
receipts / (payments) for the year	4,091,872	(5,159,888)
Less :		
Expenditure accruals	954,423	2,877,191
Depreciation	1,627,809	1,502,447
Indirect costs	2,223,592	1,866,522
Unspent Funds - PEPFAR : net increase	1,556,072	-
Add:	004.050	0.550.470
Capital expenditure payments	861,858	2,559,176
Conital expanditure accrual	169,153	16,814
Capital expenditure accrual	(376,005)	- 47,481
Foreign exchange loss		7 / 7 8 1
Foreign exchange loss Commitment to other departments		
Foreign exchange loss	-	6,432,907