

ANNUAL REVIEW

October 2011



On behalf of the Board of Trustees I would like to thank you for your support and interest in the work I Care does.

This report covers the period from November 2010 to 30th September 2011. Projected 2012 yearend figures are included in the attached document.

I Care reaches out with the love of Christ into the dark world occupied by street children. The breakdown of the traditional family is resulting in a consistent stream of young boys looking to the streets as an alternative to a world of poverty and abuse. I would like to give thanks to God for His wisdom and guidance in this outreach ministry.

The strategic plans for the period under review were to ensure that I Care became involved in the transformation of the lives of kids living on the street assisting them to become effective members of society. We believe that we have achieved this within the structure of the I Care cycle.



We now have two fully established drop-in centres which are currently being registered with the Department of Social Development. From these centres we establish the extent of the street kid problem. It is from these centres that we remove kids from the street.



In the period from November 2010 to September 2011 we have had over 1000 visits to the centres from over 100 boys with the average visits per child being 9,76 times. The reasons for the boys coming to the street are shown in **Chart 1**

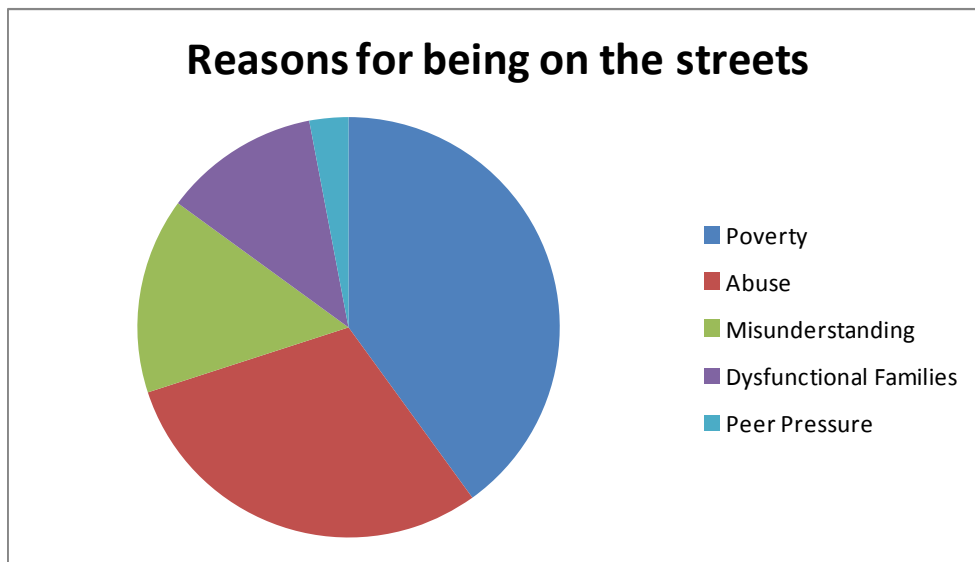


Chart 1

Below **Chart 2** shows the areas from which the boys are coming to the streets and due to the growing number of boys from Pietermaritzburg we are in the final phases of establishing a joint venture drop-in centre with Youth for Christ in Pietermaritzburg

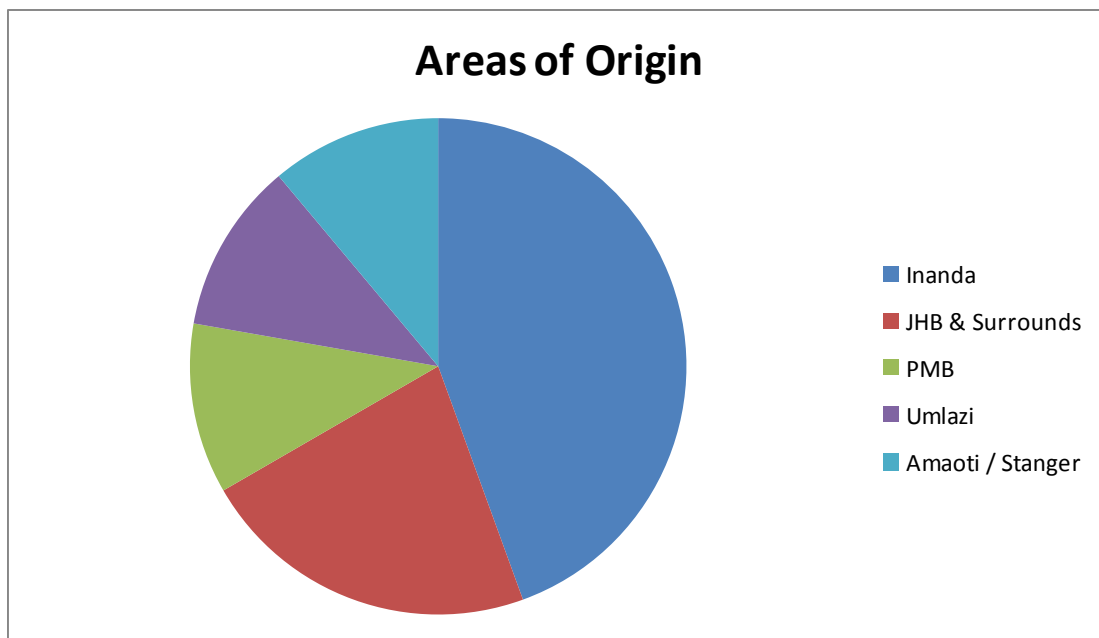


Chart 2

We have removed 41 boys directly within the period under review and re-unified them with their families.

49 boys have been removed from the streets into our 12-week rehabilitation programme - 41 from Durban and 8 from Johannesburg. In this period 34 boys have graduated from the programme while 15 new boys have recently entered the course.

We have 27 boys currently living in our houses and at our centre in KwaZulu Natal and 5 living in our houses in Johannesburg. Of these boys 5 will be going home at the end of the year and we are making applications for a further 4 to be placed in a shelter such as Durban Childrens Home.



The boys living with us are all attending school, 22 at our ACE school in Illovo, 3 at special schools including one at a school for the hearing impaired and a further 8 are attending local community schools. We have introduced an ABET education course at our school to assist those boys who have vast gaps in the education.



Of the boys who have been returned home 32 are back at school and are being supported by I Care school visits. We have delivered over 350 food parcels in the period under review.

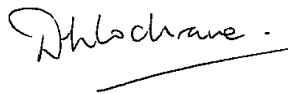


Donations received during this period, including a stipend from the Department of Social Development and various fundraisers exceeded budget by 13% and in addition we received a R600 000 donation to purchase a drop-in centre in Johannesburg.
Our total income for the period was R5 517 092.
The costs incurred in operating these projects as shown in the Income Statement amounted to R4 754 803 which exceeded budget by 6%.
The surplus less capital expenditure of R894 891 resulted in a net cash inflow for the Trust of R156 706.

In this current economic climate we are not at all disappointed with this result and we are looking ahead to continuing with the consolidation of the projects which form part of our cycle.

Thank you to all our donors, both big and small because without you I Care would not be in existence. I am going to single out some donations which have enabled us to not only consolidate our operations, but to begin a process of expansion with confidence. One of the most difficult aspects of donor funded organizations, such as I Care, is to plan for the future when we are not sure of the continuance of funding.

I would also like to thank all those involved in the organization of our annual golf day in Durban as well as our inaugural golf competition in Johannesburg.

A handwritten signature in cursive script that reads "Dhlochrane". A horizontal line is drawn underneath the signature.

Denise Cochrane
Trustee

The LHC Foundation Trust
Income statement for the year October 2010 to September 2011

Detail	Actual YTD	Budget YTD	Variance to Budget
Donations	5,324,309	4,116,773	1,207,536
Direct operating Expenses	-3,614,266	-3,416,984	-197,282
Gross Profit	1,710,043	699,789	1,010,254
Fundraisers & Raffle	192,783	232,875	-40,092
Total Income	1,902,826	932,664	970,162
Administration costs including depreciation	1,140,537	1,073,147	67,390
			0
Operating surplus before tax	762,289	-140,483	902,772
Finance Income	57,499	64,167	-6,668
Net Finance Income	57,499	64,167	-6,668
<u>Net Surplus</u>	<u>819,788</u>	<u>-76,316</u>	<u>896,104</u>
Less: Capital expenditure	894,841		
Add: Depreciation	231 759		
Net Cash flow	<u>156,706</u>		