

St Francis Bay Riparian Home Owners Association NPC
(Registration number 2005/017967/08
For the year ended 30 June 2019

These annual financial statements were prepared by:
PL Pezarro

These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.
Issued 12 December 2019

St Francis Bay Riparian Home Owners Association NPC

(Registration number 2006/017967/08)

Annual Financial Statements for the year ended 30 June 2019

General Information

Country of Incorporation and domicile	South Africa
Nature of business and principal activities	Managing and maintaining the canals in St Francis Bay, Eastern Cape, South Africa
Directors	STR Picton-Turberville (Chairman) B Morsink (Vice-Chairman) LC Fouché RBC Foulds NL Hulett GA Miller C L Northwood
Registered office	15 La Dique Place St Francis Bay 6312
Business address	15 La Dique Place St Francis Bay 6312
Postal address	Suite 133 Private Bag X3 St Francis Bay 6312
Bankers	First National Bank Nedbank
Auditors	Moore Registered Auditors
Company registration number	2006/017967/08
Tax reference number	9528/745/15/2

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Directors' Responsibilities and Approval

The directors are required by the Companies Act No. 71 of 2008, 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 company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the 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 directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board sets 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 company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

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

The directors have reviewed the company's cash flow forecast for the year to 30 June 2020 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on pages 4 to 5.

The annual financial statements set out on pages 6 to 21, which have been prepared on the going concern basis, were approved by the board on 12 December 2019 and were signed on its behalf by:



Director



Director

St Francis Bay

12 December 2019

Independent Auditor's Report

To the members of St Francis Bay Riparian Home Owners Association NPC

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of St Francis Bay Riparian Home Owners Association NPC set out on pages 7 to 18, which comprise the statement of financial position as at 30 June 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of St Francis Bay Riparian Home Owners Association NPC as at 30 June 2019, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the South Africa Companies Act 71 of 2008.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing. 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 company in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the corresponding sections of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the South Africa Companies Act 71 of 2008, which we obtained prior to the date of this report, and supplementary information set out on pages 18 to 20. Other information does not include the financial statements and our auditor's report thereon, and it is presented as additional information.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or 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 have 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.

Responsibilities of the directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the South Africa Companies Act 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 International Standards on Auditing 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 International Standards on Auditing, we exercise professional judgement 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 company'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 company 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.

We communicate with the directors 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.

MOORE

**Moore
J Barnard
Director
Registered Auditor**

**9 January 2020
Humansdorp**

St Francis Bay Riparian Home Owners Association NPC

(Registration number 2006/017967/08)

Annual Financial Statements for the year ended 30 June 2019

Directors' Report

The directors have pleasure in submitting their report on the annual financial statements of St Francis Bay Riparian Home Owners Association NPC for the year ended 30 June 2019.

1. Nature of business

St Francis Bay Riparian Home Owners Association NPC was incorporated in South Africa and manages and maintains the canals in St Francis Bay. The company operates in South Africa.

2. Review of financial results and activities

The annual financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these annual financial statements.

3. Directors

The directors in office at the date of this report are as follows:

Directors

STR Picton-Turberville (Chairman)
B Morsink (Vice-Chairman)
LC Fouché
RBC Foulds
NL Hulett
JJ Jooste
GA Miller
JG Robson

4. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

5. Going concern

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

6. Auditors

Moore continued in office as auditors for the company for 2020.

St Francis Bay Riparian Home Owners Association NPC

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Annual Financial Statements for the year ended 30 June 2018

Statement of Financial Position as at 30 June 2019

	Notes	2019 R	2018 R
Assets			
Non-Current Assets			
Property, plant and equipment	2	779,986	827,468
		<u>779,986</u>	<u>827,468</u>
Current Assets			
Trade and other receivables	4	59,265	203,078
Cash and cash equivalents	5	2,507,981	2,232,554
Current tax receivable		-	38,852
		<u>2,567,246</u>	<u>2,474,484</u>
Total Assets		<u>3,347,232</u>	<u>3,301,952</u>
Equity and Liabilities			
Equity			
Retained Income		<u>2,940,074</u>	<u>2,785,042</u>
Liabilities			
Current Liabilities			
Current tax payable		14,041	-
Trade and other payables	6	356,917	483,410
Provisions	7	36,200	33,500
		<u>407,158</u>	<u>516,910</u>
Total Equity and Liabilities		<u>3,347,232</u>	<u>3,301,952</u>

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Statement of Comprehensive Income

	Notes	2019 R	2018 R
Revenue		3,099,462	2,712,165
Other Income		93,072	48,000
Operating expenses		(3,099,316)	(2,754,153)
Operating profit	8	93,218	6,012
Investment revenue	9	100,063	87,340
Finance costs	10	(1,353)	-
Profit before tax		191,928	93,352
Taxation	12	(36,896)	(36,028)
Other comprehensive income		-	-
Profit for the year		155,032	57,324

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Statement of Changes in Equity

	Retained Income	Total Equity
	R	R
Balance at 01 July 2017	2,727,718	2,727,718
Profit for the year	57,324	57,324
Other comprehensive income	-	-
Balance at 30 June 2018	2,785,042	2,785,042
Balance at 01 July 2018	2,785,042	2,785,042
Profit for the year	155,032	155,032
Other comprehensive income	-	-
Balance at 30 June 2019	2,940,074	2,940,074

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Annual Financial Statements for the year ended 30 June 2019

Statement of Cash Flows

	Notes	2019 R	2018 R
Cash flows from operating activities			
Cash receipts from customers		3,739,476	3,274,262
Cash paid to suppliers and employees		(3,364,241)	(2,794,633)
Cash generated from operations	13	375,235	479,629
Interest income	9	100,063	87,340
Finance costs	10	(1,353)	-
Tax (paid) received	14	15,997	(70,692)
Net cash from operating activities		489,942	496,277
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(214,515)	(69,008)
Total cash movement for the year		275,427	427,269
Cash at beginning of the year		2,232,554	1,805,285
Total cash at end of the year	5	2,507,981	2,232,554

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Annual Financial Statements for the year ended 30 June 2019

Accounting Policies

1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual financial statements have been prepared on the historical cost basis, except as otherwise stated below, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Significant judgements and sources of estimation uncertainty

Critical judgements in applying accounting policies

Management are required to make critical judgements in applying policies from time to time. The judgements apart from those involving estimations, that have the most significant effect on the amounts recognised in annual financial statements, are outlined as follows.

Key sources of estimation uncertainty

The following are key assumptions concerning the future, and other key sources of uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

Useful lives of property, plant and equipment

The company reviews the estimated useful lives of property, plant and equipment when changing circumstances indicate that they may have changed since the most recent reporting date. During the current year, the directors determined that the useful lives of all items of property, plant and equipment are reasonable, and no changes were made.

1.2 Property, plant and equipment

Property, plant and equipment are tangible items that are held for use in the production or supply of goods or services and are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment 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 property, plant and equipment, the carrying amount of the replacement part is derecognised.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, as follows:

Item	Depreciation method	Average useful life
Boat	Straight line	5 years
Plant and machinery	Straight line	5 to 10 years
Office equipment	Straight line	5 years
IT equipment	Straight line	5 years

The residual value, depreciation method and useful life of each asset are reviewed only where there is an indication that there has been a significant change from the previous estimate.

Gains and losses on disposals are recognised in profit or loss.

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Accounting Policies

1.3 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective instrument method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount, and an impairment loss is recognised immediately in profit or loss.

1.4 Tax

Current tax assets and liabilities

A deferred tax liability is recognised for all taxable temporary differences.

A deferred tax asset is recognised for all deductible temporary differences and for the carry forward of unused tax losses and unused tax credits.

Deferred tax assets and liabilities are measured at an amount that includes the effect of the possible outcomes of a review by the tax authorities using tax rates that, on the basis of enacted or substantively enacted tax law at the end of the reporting period, are expected to apply when the deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax asset balances are reviewed at every reporting date. When necessary, a valuation allowance is recognised against the deferred tax assets so that the net amount equals the highest amount that is more likely than not to be realised on the basis of current or future taxable profit.

Tax expenses

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense

1.5 Provisions

Provisions are recognised when the company has an obligation at the reporting date as a result of a past event; it is probable that the company will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

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Accounting Policies

1.6 Impairment of assets

The company assesses at each reporting date whether there is any indication that assets may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

1.7 Revenue

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

1.8 Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

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Notes to the Annual Financial Statements

	2018			2017		
	R			R		
2. Property, plant and equipment						
	2019			2018		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Plant and machinery	1,277,816	(695,528)	582,287	1,189,866	(504,506)	685,360
Office equipment	80,049	(26,507)	53,542	65,974	(13,676)	52,298
IT equipment	23,544	(12,953)	10,591	18,111	(9,600)	8,511
Boat	194,847	(61,281)	133,566	149,524	(68,225)	81,299
	1,576,256	(796,269)	779,986	1,423,475	(596,007)	827,468

Reconciliation of property, plant and equipment - 2019

	Opening balance	Additions	Disposals	Depreciation	Total
Plant and machinery	685,360	105,250	(2,376)	(205,947)	582,287
Office equipment	52,298	14,950	(179)	(13,527)	53,542
IT equipment	8,511	5,433	-	(3,353)	10,591
Boat	81,299	88,882	(4,355)	(32,260)	133,566
	827,468	214,515	(6,910)	(255,087)	779,986

Reconciliation of property, plant and equipment - 2018

	Opening balance	Additions	Disposals	Depreciation	Total
Plant and machinery	858,700	25,714	(10,630)	(188,424)	685,360
Office equipment	19,930	43,294	(2,407)	(8,519)	52,298
IT equipment	11,771	-	-	(3,260)	8,511
Boat	118,050	-	(15,357)	(21,394)	81,299
	1,008,451	69,008	(28,394)	(221,597)	827,468

3. Deferred tax

Reconciliation of deferred tax asset

At beginning of year	-	13,174
Deductible temporary difference movement on tangible fixed assets	-	(4,494)
Taxable / (deductible) temporary difference on provisions	-	-8,680
At end of year	-	-

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Notes to the Annual Financial Statements

	2019 R	2018 R
4. Trade and other receivables		
Trade receivables	56,830	199,259
Staff loans	2,435	-
SARS - VAT	-	3,819
	<u>59,265</u>	<u>203,078</u>
5. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Cash on hand	18,813	4,855
Bank balances	2,489,168	2,227,699
	<u>2,507,981</u>	<u>2,232,554</u>
6. Trade and other payables		
Trade payables	18,942	25,134
Accruals	19,962	7,713
Income received in advance	-	188,124
SARS - VAT	55,574	-
Overpayment from Kouga Municipality	262,439	262,439
	<u>356,917</u>	<u>483,410</u>

7. Provisions

Reconciliation of provisions - 2019

	Opening balance	Additions	Utilised during the year	Under provision	Total
Audit fees	33,500	36,200	(33,500)	-	36,200

Reconciliation of provisions - 2018

	Opening balance	Additions	Utilised during the year	Under provision	Total
Audit fees	31,000	33,500	(32,535)	1,535	33,500

The timing of the outflow of economic benefits with regard to the audit fee provision is expected to be within 12 months.

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Notes to the Annual Financial Statements

	2019	2018
	R	R
8. Operating profit		
Operating profit for the year is stated after accounting for the following:		
Loss on disposal of assets	6,910	28,393
Depreciation	255,087	221,597
Employee costs	1,427,098	1,227,755
	<u>1,690,105</u>	<u>1,477,745</u>
9. Investment revenue		
Interest revenue		
Bank	100,063	87,340
	<u>100,063</u>	<u>87,340</u>
10. Finance costs		
SARS	1,353	-
	<u>1,353</u>	<u>-</u>
11. Auditors remuneration		
Fees	36,200	33,500
Adjustment for previous year	-	(1,535)
Tax and secretarial services	2,100	4,416
	<u>38,300</u>	<u>36,381</u>

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Notes to the Annual Financial Statements

	2019 R	2018 R
12. Taxation		
Major components of the tax (income) expense		
Current		
Local income tax - current period	36,896	22,854
Deferred		
Originating and reversing temporary differences	-	13,174
	<u>36,896</u>	<u>36,028</u>
Reconciliation of the tax expense		
Reconciliation between accounting profit and tax expense		
Accounting profit	191,928	93,352
Tax at the applicable tax rate of 28% (2018: 28%)	53,740	26,139
Tax effect of adjustments on taxable income		
Non taxable income	(867,849)	(759,405)
Non deductible expenditure	865,005	770,121
Exemption	(14,000)	(14,000)
Reversal of deferred tax	-	13,174
	<u>36,896</u>	<u>36,028</u>
13. Cash generated from operations		
Profit before taxation	191,928	93,352
Adjustments for:		
Loss on sale of assets	6,909	28,383
Depreciation	255,086	221,597
Interest received	(100,063)	(87,340)
Finance costs	1,353	-
Movements in provisions	2,700	2,500
Changes in working capital:		
Trade and other receivables	143,813	82,962
Trade and other payables	(126,491)	138,175
	<u>375,235</u>	<u>479,629</u>

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Notes to the Annual Financial Statements

	2019	R	2018	R
14. Tax paid				
Balance at beginning of the year	38,852		(8,986)	
Current tax for the year recognised in profit or loss	(36,896)		(22,854)	
Balance at end of the year	14,041		(38,852)	
	<u>15,997</u>		<u>(70,692)</u>	
15. Financial instruments by category				
	Notes	Fair value through profit and loss	Amortised cost	Total
Categories of financial assets				
2019				
Trade and other receivables	4	-	59,265	59,265
Cash and cash equivalents	5	-	2,507,981	2,507,981
		<u>-</u>	<u>2,567,246</u>	<u>2,567,246</u>
2018				
Trade and other receivables	4	-	199,259	199,259
Cash and cash equivalents	5	-	2,232,554	2,232,554
		<u>-</u>	<u>2,431,813</u>	<u>2,431,813</u>
Categories of financial liabilities				
2019				
Trade and other payables	6	-	301,343	301,343
		<u>-</u>	<u>301,343</u>	<u>301,343</u>
2018				
Trade and other payables	6	-	483,410	483,410
		<u>-</u>	<u>483,410</u>	<u>483,410</u>

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Annual Financial Statements for the year ended 30 June 2019

Detailed Income Statement

	Notes	2019 R	2018 R
Revenue			
Levies - Boats		1,255,098	1,168,402
Levies - General		1,383,945	1,119,901
Levies - Moorings		460,419	423,862
		<u>3,099,462</u>	<u>2,712,165</u>
Other Income			
Recoveries		48,000	48,000
Sundry income		4,892	-
Insurance claims		40,180	-
Interest received	9	100,063	87,340
		<u>193,135</u>	<u>135,340</u>
Expenses (Refer to page 19)			
		<u>(3,099,316)</u>	<u>(2,754,153)</u>
Operating profit		193,281	93,352
Interest paid	10	(1,353)	-
Taxation	12	(36,896)	(36,028)
Profit for the year		<u>155,032</u>	<u>57,324</u>

St Francis Bay Riparian Home Owners Association NPC

(Registration number 2006/017967/08)

Annual Financial Statements for the year ended 30 June 2019

Detailed Income Statement

	Notes	2019	R	2018	R
Operating expenses					
Accounting fees			90,416		5,217
Advertising and signage			26,874		46,878
Auditors remuneration	11		38,300		36,381
Bank charges			62,034		36,634
Boat repairs and maintenance			87,150		66,742
Canal maintenance			152,431		112,338
Cleaning			3,607		1,122
Computer expenses			12,489		1,206
Consulting fees			1,960		15,668
Depreciation			255,087		221,597
Dredger expense			377,932		321,462
Employee costs			1,427,098		1,227,755
Entertainment			10,046		14,805
First aid			156		-
General repairs and maintenance			125,469		259,163
Health and safety			-		27,800
Insurance			70,888		60,863
Jetty repairs			9,247		132,066
Legal fees			-		4,144
Licences and permits			7,294		5,804
Loss on disposal of assets			6,910		28,393
Meeting expenses			2,843		-
Motor vehicle expenses			47,874		32,848
Office expenses			40,431		-
Penalties			8,547		-
Petrol and oil			24,079		25,074
Postage			885		938
Printing and stationery			25,897		28,537
Protective uniforms			16,591		3,166
Rent			-		3,951
Security			-		6,770
Annual returns			150		-
Telephone and internet			17,909		23,284
Theft			146,060		-
Training			2,662		2,200
Water samples			-		1,347
			3,099,316		2,754,153

St Francis Bay Riparian Home Owners Association NPC

(Registration number 2006/017967/08)

Annual Financial Statements for the year ended 30 June 2019

Tax Computation

	2018	R
Net profit per income statement		191,928
Permanent differences		
Other income exemption		(50,000)
Expenses attributable to exempt income		3,089,305
Exempt income		(3,099,462)
Taxable income for 2018		131,772
Tax thereon @ 28% in the Rand		36,896
Reconciliation of tax balance		
Amount prepaid at the beginning of the year		38,851
Amount refunded in respect of prior year		(38,851)
		-
Tax prepaid for the current year:		
Normal tax		
Per calculation		36,896
1st provisional payment		(7,163)
2nd provisionl payment		(15,692)
Amount prepaid at the end of year		14,041