Smith & Associate

SRA
JONKERSHOEK

JONKERSHOEK SPECIAL RATINGS AREA NPC
(REGISTRATION NUMBER 2015/279913/08)
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

S
a

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Management of special ratings area
Directors	Charl Daniel Cillie Daniel Marais Hoogenhout Frans Krone Krige Martin Noel Heunis Michael John Ehret Michiel Wilhelm Dreijer Petrus Johannes Dirkse Bekker Willem Jacobus van Aswegen
Registered office	JPS Trust 210 Valerida Centre Piet Retief Street Stellenbosch 7600
Business address	JPS Trust 210 Valerida Centre Piet Retief Street Stellenbosch 7600
Postal address	PO Box 3075 Matieland Stellenbosch 7602
Bankers	Nedbank
Auditors	Smith & Assosiate Incorporated
Company registration number	2015/279913/08
Tax reference number	9211/843/19/9
Public benefit number	930051001
VAT reference number	4560/270/71/4
PAYE reference number	7030/792/16/4
Public interest score	411
Level of assurance	These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa.
Preparer	The annual financial statements were independently compiled by: SC Visagie
Issued	25 July 2022

Contents

The reports and statements set out below comprise the annual financial statements presented to the directors:

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

Directors' Responsibilities and Approval

The directors are required by the Companies Act of South Africa, 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 Standard 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 2023 and, in 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 6 to 7.

The annual financial statements set out on pages 8 to 19, which have been prepared on the going concern basis, were approved by the board on ....20...SEPTEMBER... and were signed on its behalf by:

Daniel Marais Hoogenhout

Martin Noel Heunis

Directors' Report

The directors have pleasure in submitting their report on the annual financial statements of Jonkershoek Special Ratings Area NPC and its associates for the year ended 30 June 2022.

1. Incorporation

The company was incorporated on 06 August 2015 and obtained its certificate to commence business on the same day.

2. Nature of business

Jonkershoek Special Ratings Area NPC was incorporated in South Africa as a Non-Profit Company (NPC) of which the main objective is to provide community based private urban management within the public areas of the Special Ratings Area. The company operates in South Africa.

There have been no material changes to the nature of the company's business from the prior year.

3. Review of financial results and activities

The annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa. 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.

4. Directors

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

Directors
Charl Daniel Cillie
Daniel Marais Hoogenhout
Frans Krone Krige
Martin Noel Heunis
Michael John Ehret
Michiel Wilhelm Dreijer
Petrus Johannes Dirkse Bekker
Willem Jacobus van Aswegen

There have been no changes to the directorate for the period under review.

5. Members

The operational activities of the Jonkershoek SRA NPC are being funded by a special municipal levy paid by property owners inside the special ratings area.

Membership of the company is limited to persons who are registered owners of property situated within the special ratings area, for so long as they are owners of such property, and have applied and been approved for membership, as defined by the Memorandum of Incorporation.

6. Property, plant and equipment

There was no change in the nature of the property, plant and equipment of the company or in the policy regarding its use. Refer to note 2 for details.

7. 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.

Directors' Report

8. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

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.

9. Auditors

Smith & Assosiate Incorporated continued in office as auditors for the company for 2022.

10. Liquidity and solvency

The directors have performed the prescribed liquidity and solvency tests as required by the Companies Act of South Africa.

Smith & Associate Ing / Inc

GEOKTROOIEERDE - EN PROFESSIONELE REKENMEESTERS
CHARTERED AND PROFESSIONAL ACCOUNTANTS

Noordwal-Wesstraat / Street 25, Stellenbosch, 7600
Posbus / PO Box 411, Stellenbosch, 7599
+27 21 886 7025 / 0861SMITH1 (764841)
+27 21 886 7038
info@smith1.co.za
www.smith1.co.za

Independent Auditor's Report

To the Directors of Jonkershoek Special Ratings Area NPC

Opinion

We have audited the annual financial statements of Jonkershoek Special Ratings Area NPC (the company) set out on pages 8 to 17, which comprise the statement of financial position as at 30 June 2022, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Jonkershoek Special Ratings Area NPC as at 30 June 2022, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa.

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 Annual Financial Statements section of our report. We are independent of the company in accordance with the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of annual financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards). 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 Companies Act of South Africa and the supplementary information as set out on pages 18 to 19. The other information does not include the annual financial statements and our auditor's report thereon.

Our opinion on the annual 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 annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual 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.

H H Smith (Besturende Direkteur / Managing director); H S Whitehead
Registrasienommer / Registration number: 2008/015972/21
Praktyknommer / Practice number: 903456

Smith & Assosiate Ing / Inc

GEOKTROOIEERDE - EN PROFESSIONELE REKENMEESTERS
CHARTERED AND PROFESSIONAL ACCOUNTANTS

Noordwal-Wesstraat / Street 25, Stellenbosch, 7600
Posbus / PO Box 411, Stellenbosch, 7599
+27 21 886 7025 / 0861SMITH1 (764841)
+27 21 886 7038
info@smith1.co.za
www.smith1.co.za

Independent Auditor's Report

Responsibilities of the Directors for the Annual Financial Statements

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

In preparing the annual 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 Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual 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 annual 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 annual 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 annual 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 annual financial statements, including the disclosures, and whether the annual 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.

Smith & Associate Incorporated
HH Smith
Registered Auditor

Date: 20.09.2022
Stellenbosch

H H Smith (Besturende Direkteur / Managing director); H S Whitehead
Registrasienommer / Registration number: 2008/015972/21
Praktyknommer / Practice number: 903456

Statement of Financial Position as at 30 June 2022

Figures in Rand	Notes	2022	2021
Assets			
Non-Current Assets			
Property, plant and equipment	2	738 710	696 095
Current Assets			
Trade and other receivables	3	-	473 006
Cash and cash equivalents	4	2 152 095	1 268 195
		2 152 095	**1 741 201**
Total Assets		**2 890 805**	**2 437 296**
Equity and Liabilities			
Equity			
Retained income		2 846 104	2 343 662
Liabilities			
Current Liabilities			
Trade and other payables	5	44 701	75 000
Provisions	6	-	18 634
		44 701	**93 634**
Total Equity and Liabilities		**2 890 805**	**2 437 296**

Statement of Comprehensive Income

Figures in Rand	Notes	2022	2021
Revenue	7	5 049 690	4 586 827
Other income	8	21 739	-
Operating expenses		(4 608 887)	(4 192 661)
Operating profit		**462 542**	**394 166**
Investment revenue	9	39 900	38 828
Profit for the year		**502 442**	**432 994**
Other comprehensive income		-	-
Total comprehensive income for the year		**502 442**	**432 994**

Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
Balance at 01 July 2020	**1 910 668**	**1 910 668**
Profit for the year	432 994	432 994
Balance at 01 July 2021	**2 343 662**	**2 343 662**
Profit for the year	502 442	502 442
Balance at 30 June 2022	**2 846 104**	**2 846 104**

Statement of Cash Flows

Figures in Rand	Notes	2022	2021
Cash flows from operating activities			
Cash receipts from customers		5 049 690	4 667 046
Cash paid to suppliers and employees		(3 739 952)	(4 626 552)
Cash generated from operations	10	1 309 738	40 494
Interest income		39 900	38 828
Net cash from operating activities		**1 349 638**	**79 322**
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(467 478)	(484 190)
Sale of property, plant and equipment	2	1 740	-
Net cash from investing activities		**(465 738)**	**(484 190)**
Total cash movement for the year		**883 900**	**(404 868)**
Cash at the beginning of the year		1 268 195	1 673 063
Total cash at end of the year	4	**2 152 095**	**1 268 195**

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The annual financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act of South Africa. The annual financial statements have been prepared on the historical cost basis, 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 did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the annual financial statements.

Key sources of estimation uncertainty

The financial statements do not include assets or liabilities whose carrying amounts were determined based on estimations for which there is a significant risk of material adjustments in the following financial year as a result of the key estimation assumptions.

1.2 Property, plant and equipment

Property, plant and equipment are tangible assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

An item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the company, and the cost of the item can be measured reliably.

Property, plant and equipment is initially measured at cost.

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 replaced part is derecognised.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Average useful life
Motor vehicles	Straight line	4 years
Office equipment	Straight line	5 years
IT equipment	Straight line	3 years
Security equipment	Straight line	3 years

The depreciation charge for each period is recognised in profit or loss unless it is included in the carrying amount of another asset.

Depreciation is not charged to an asset if its estimated residual value exceeds or is equal to its carrying amount.

Accounting Policies

1.2 Property, plant and equipment (continued)

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

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. They are subsequently measured at amortised cost using the effective interest 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. 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.

1.4 Taxation

No provision has been made for the 2022 year of assessment as the company is exempt from the payment of normal tax as per s10(1)(d)(iii) of the Income Tax Act, no 58 of 1962 as amended.

1.5 Impairment of assets

The company assesses at each reporting date whether there is any indication that property, plant and equipment 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.

Accounting Policies

1.6 Employee benefits

Short-term employee benefits

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

1.7 Provisions and contingencies

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.

1.8 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.

Notes to the Annual Financial Statements

Figures in Rand	2022	2021

2. Property, plant and equipment

	2022			2021		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Motor vehicles	141 175	(141 174)	1	141 175	(141 174)	1
Office equipment	11 404	(11 402)	2	11 404	(11 402)	2
IT equipment	225 235	(120 899)	104 336	225 235	(61 144)	164 091
Security equipment	5 099 704	(4 465 333)	634 371	4 768 677	(4 236 676)	532 001
Total	**5 477 518**	**(4 738 808)**	**738 710**	**5 146 491**	**(4 450 396)**	**696 095**

Reconciliation of property, plant and equipment - 2022

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Motor vehicles	1	-	-	-	1
Office equipment	2	-	-	-	2
IT equipment	164 091	-	-	(59 755)	104 336
Security equipment	532 001	467 478	(1)	(365 109)	634 371
	696 095	**467 478**	**(1)**	**(424 864)**	**738 710**

Property, plant and equipment funding detail

All assets were funded from operational income except for some of the security equipment that were funded from donations. During the course of the year, donations to the amount of R20 000 (2021: Rnil) were received, which was spent on security equipment and the related installation costs.

3. Trade and other receivables

	2022	2021
SARS: VAT	-	25 078
Other debtors	-	447 928
	-	**473 006**

4. Cash and cash equivalents

Cash and cash equivalents consist of:

	2022	2021
Nedbank acc nr: 1108876005	962 165	12 039
Nedbank Corporate Saver acc nr: 9019487681	1 189 930	1 256 156
	2 152 095	**1 268 195**

5. Trade and other payables

	2022	2021
Trade payables	2 200	-
SARS: VAT	42 501	-
Trade provisions	-	75 000
	44 701	**75 000**

Notes to the Annual Financial Statements

Figures in Rand	2022	2021

6. Provisions

Reconciliation of provisions - 2022

	Opening balance	Reversed during the year	Closing balance
Audit fee	18 634	(18 634)	-

Reconciliation of provisions - 2021

	Opening balance	Additions	Utilised during the year	Closing balance
Audit fee	16 940	18 634	(16 940)	18 634

7. Revenue

	2022	2021
Levy income	5 049 690	4 586 827

8. Other income

	2022	2021
Profit on disposal of assets	1 739	-
Donation received	20 000	-
	21 739	**-**

9. Investment revenue

	2022	2021
Interest revenue		
Nedbank Corporate Saver acc nr: 9019487681	39 900	38 828

10. Cash generated from operations

	2022	2021
Profit before taxation	502 442	432 994
Adjustments for:		
Depreciation and amortisation	424 864	222 153
Profit on disposal of assets	(1 739)	-
Interest received	(39 900)	(38 828)
Movements in provisions	(18 634)	1 694
Changes in working capital:		
Trade and other receivables	473 004	(390 757)
Trade and other payables	(30 299)	(186 762)
	1 309 738	**40 494**

11. Security services

	2022	2021
Camera maintenance	185 708	148 594
Control room	520 194	464 953
Rental radios	20 900	16 109
Patrol vehicles	2 552 821	2 449 526
Reversal of prior year provision	(75 000)	(75 000)
	3 204 623	**3 004 182**

12. Auditor's remuneration

	2022	2021
Fees	21 061	18 634

Notes to the Annual Financial Statements

Figures in Rand	2022	2021

13. Taxation

No provision has been made for the 2022 year of assessment as the company is exempt from the payment of normal tax as per s10(1)(d)(iii) of the Income Tax Act, no 58 of 1962 as amended.

14. Directors' and prescribed officer's remuneration

No emoluments were paid to the directors or any individuals holding a prescribed office during the year.

15. 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.

16. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

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.

17. Comparative figures

Certain comparative figures have been reclassified for disclosure purposes.

Detailed Income Statement

Figures in Rand	Notes	2022	2021
Revenue			
Levy income		5 049 690	4 586 827
Other income			
Donations received		20 000	-
Profit on disposal of assets		1 739	-
		21 739	**-**
Operating expenses			
Administration and management fees		78 385	88 702
Auditors remuneration	12	21 061	18 634
Bank charges		8 190	8 731
Cleaning		237 631	247 105
Computer expenses		6 374	12 592
Depreciation	2	424 864	222 153
Employee costs		478 334	431 011
Insurance		26 812	27 541
Motor vehicle expenses		36 600	13 400
Other expenses		22 289	43 495
Printing and stationery		578	1 020
Security services	11	3 204 623	3 004 182
Social upliftment		26 000	37 500
Telephone and fax		37 146	36 595
		4 608 887	**4 192 661**
Operating profit		**462 542**	**394 166**
Investment income	9	39 900	38 828
Profit for the year		**502 442**	**432 994**

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

Tax Computation

Figures in Rand	2022
Net profit per income statement	502 442
Permanent differences (Non-deductible/Non taxable items)	
Income exempt ito section 10(1)(d)(iii)	(5 111 329)
Non-deductible expenses	4 683 887
Non-deductible provisions reversed	(75 000)
	(502 442)
Taxable income for 2022	-
Tax thereon @ 28% in the Rand	-