

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB
(Public Benefit Organisation Number : 930036671)

PORT ALFRED

ANNUAL FINANCIAL STATEMENTS

for the year ended 31 December 2013

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB
(Public Benefit Organisation Number : 930036671)

PORT ALFRED

ANNUAL FINANCIAL STATEMENTS

for the year ended 31 December 2013

I N D E X

	Page
REPORT OF THE INDEPENDENT AUDITORS	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF COMPREHENSIVE INCOME	3
ACCOUNTING POLICIES TO THE ANNUAL FINANCIAL STATEMENTS	4
NOTES TO THE ANNUAL FINANCIAL STATEMENTS	5 - 6

The annual financial statements were approved by the board members and are signed on their behalf by:



.....
CHAIRPERSON



.....
TREASURER

PORT ALFRED
23 April 2014

**REPORT OF THE INDEPENDENT AUDITORS
TO THE BOARD MEMBERS OF NELSON MANDELA TOWNSHIP GYMNASTICS CLUB**

Report On The Financial Statements

We have audited the accompanying financial statements of Nelson Mandela Township Gymnastics Club, which comprise the statement of financial position as at 31 December 2013, and the statement of comprehensive income for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the generally accepted accounting practice. 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 judgment, 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 organisation'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 organisation'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.

Qualification

In common with similar organisations, it is not feasible for Nelson Mandela Township Gymnastics Club, to institute accounting controls over cash collections from donations and fund raising prior to the initial entry of the collection in the accounting records. Accordingly it was impractical for us to extend our examination beyond the receipts actually recorded.

Opinion

In our opinion, except for the effect on the annual financial statements of the matter referred to in the preceding paragraph, the annual financial statements present fairly, in all material respects, the financial position of Nelson Mandela Township Gymnastics Club as of 31 December 2013, and of its financial performance for the year then ended in accordance with generally accepted accounting practice.

Emphasis of Matter

Without further qualifying our opinion, we draw attention to the fact that the entity is a nonprofit organization and is dependent on the continued financial support of its donors and funders in order to continue operating as a going concern.

A2A Kopano Incorporated

A2A KOPANO INCORPORATED
Registered Auditors

PORT ALFRED
23 April 2014

IRBA. NO. 901944-0006 • Co. Reg. No.: 1998/014078/21

Directors: HAS Moolis (Managing Director), K.J. Sithole (Chairman), AIG Ali, MPE Amos, J. Botha, '3J Cornelissen, FRL Eksteen, CA Jaiwat, P Jeeva, YD Kaowa, AM Knowles, S Makda, GB McLean, S Meyer, Y Mohamed, L Mokawem, M Muisa, GJ Le Roux, MSA Paruk, HM Peters, ME Raubenheimer, MI Stenesamp, GL Tharatt, D van Zyl, WJ Wron, J Wapuddeen, HA Wymant

Offices in: Botswana, Limpopo, Kwa-Zulu Natal, Eastern Cape and Western Cape

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB
STATEMENT OF FINANCIAL POSITION – 31 December 2013

	Notes	2013 R	2012 R
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	1	<u>5,644</u>	<u>6,892</u>
CURRENT ASSETS			
Trade and other receivables	7	-	50,000
Cash and cash equivalent	2	<u>28,141</u>	<u>8,052</u>
		<u>28,141</u>	<u>58,052</u>
TOTAL ASSETS		<u><u>33,785</u></u>	<u><u>64,944</u></u>
EQUITY AND LIABILITIES			
RESERVES			
Accumulated funds	3	<u>29,285</u>	<u>12,694</u>
NON-CURRENT LIABILITIES			
Deferred income		<u>-</u>	<u>50,000</u>
CURRENT LIABILITIES			
Trade and other payables	4	<u>4,500</u>	<u>2,250</u>
TOTAL EQUITY AND LIABILITIES		<u><u>33,785</u></u>	<u><u>64,944</u></u>

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2013

	Note	2013 R	2012 R
REVENUE			
Jack Cheetham Award		50,000	25,000
Donations received	6	<u>91,895</u>	<u>27,237</u>
		141,895	52,237
Less: EXPENSES			
		125,304	23,303
Audit fees		7,200	3,406
Bank charges		1,127	919
Club registration fees		632	710
Competition expenses		71,418	12,220
Depreciation		2,198	2,072
Repairs and maintenance		6,304	911
Printing, stationery and post		-	134
Training and coaching courses		36,425	2,931
Surplus For The Year		<u>16,591</u>	<u>28,934</u>

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB
ACCOUNTING POLICIES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2013

ACCOUNTING POLICIES

The annual financial statements of the organisation are prepared in accordance with generally accepted accounting practice using the historical cost convention.

Cash and cash equivalent

Cash and cash equivalent is stated at its nominal value.

Trade and other payables

Trade and other payables are stated at their nominal value.

Trade and other receivables

Trade and other receivables are stated at their nominal value.

Taxation

The entity is exempt from taxation.

Surplus from Operations

Surplus from operations is stated before finance costs.

Revenue Recognition

Donation and funding income is recognized when the organisation's right to receive payment has been established.

Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and any recognised impairment loss.

Depreciation is charged so as to write off the depreciable amount of assets, over their estimated useful lives, using the straight-line method, on the following basis:

Gymnastic equipment	5 years
---------------------	---------

The depreciable amount is calculated as the cost of the asset less its residual value. The residual value is the net amount that the entity expects to obtain for an asset at the end of its useful life after deducting the expected costs of disposal, if the asset was already of the age and condition expected at the end of its useful life.

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in income.

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2013

1 PROPERTY, PLANT AND EQUIPMENT

	GYMNASTIC EQUIPMENT R	TOTAL R
Carrying amount at 31 December 2012	6,892	6,892
At cost	10,359	10,359
Accumulated depreciation	(3,467)	(3,467)
Additions	950	950
Depreciation for the year	(2,198)	(2,198)
Carrying amount at 31 December 2013	5,644	5,644
At cost	11,309	11,309
Accumulated depreciation	(5,665)	(5,665)

2. CASH AND CASH EQUIVALENT

Cash and cash equivalents in the balance sheet comprises a balance with a bank. The carrying amount approximates its fair value.

	2013 R	2012 R
FNB Cheque Account	28,141	8,052

3. ACCUMULATED FUNDS

	2013 R	2012 R
Balance at beginning of the year	12,694	(16,240)
Surplus for the year	16,591	28,934
Balance at the end of the year	29,285	12,694

4. TRADE AND OTHER PAYABLES

	2013 R	2012 R
Audit fees	4,500	2,250

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2013

5. DONATIONS RECEIVED

	2013 R	2012 R
NEMATO Change A Life	59,775	-
Sundry donations	32,120	27,237
	<u>91,895</u>	<u>27,237</u>

7. TRADE AND OTHER RECEIVABLES

	2013 R	2012 R
Jack Cheetham Award	<u>-</u>	<u>50,000</u>

8. DEFERRED INCOME

	2013 R	2012 R
Jack Cheetham Award	<u>-</u>	<u>50,000</u>