

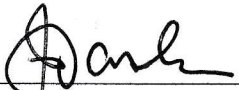
**SAXONWOLD & PARKTOWN RESIDENTS ASSOCIATION**


**ANNUAL FINANCIAL STATEMENTS**

**30 JUNE 2022**

CONTENTS	<u>Page</u>
Association information	2
Accountant's report	3
Statement of financial position	4
Statement of comprehensive income	5
Statement of changes in equity	7
Statement of cash flow	8
Notes to the annual financial statements	9 – 11

These annual financial statements, are approved by the authorised signatories:

  
\_\_\_\_\_  
CHAIRMAN  
Bill Haslam

  
\_\_\_\_\_  
TREASURER  
Jonny Bagg

JOHANNESBURG  
31 October 2022

## SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION

### ASSOCIATION INFORMATION

Committee            W. Haslam (Chairman, Website and Database)  
                             M. Ravid (Secretary)  
                             J. Bagg (Treasurer)  
                             T. Davies (Fernhead Park)  
                             R. Ennik (Town Planning)  
                             F. Haslam (Zoo Lake Park)  
                             A. Levesley (Community Relations)  
                             T. Rensen (Town Planning)  
                             M. Ravid (Heritage)  
                             I. Sparrius (Special Projects)  
                             C. Turnbull (Special Projects)  
                             B. Young (Security / CPF Chair)

Nature of Business    Non-Profit Organisation

Accountant            Tamlyn Jewell (FACCA)

Bankers                Standard Bank

**COMPILED REPORT TO THE MEMBERS OF SAXONWOLD & PARKTOWN  
RESIDENTS ASSOCIATION**

I have compiled the accompanying statement of financial position of Saxonwold & Parktown Residents Association as at 30 June 2022, and the statement of comprehensive income, statement of changes in equity and statement of cash flow for the year then ended. I have done this on a pro-bono basis. These financial statements are the responsibility of the Company's management. My responsibility is to issue a report on these financial statements based on my compilation.

I conducted our compilation in accordance with the International Standard on Compilation Engagements. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A compilation is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. I have not performed an audit and, accordingly, do not express an audit opinion.

Based on my compilation, nothing has come to my attention that causes me to believe that the accompanying financial statements do not give a true and fair view in accordance with International Accounting Standards.

  
\_\_\_\_\_  
Tamlyn Jewell  
Fellow of the Association of Chartered Certified Accountants

Johannesburg  
11 October 2022

**SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION**

**STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2022**

	<u>Notes</u>	<u>2022</u> <u>R</u>	<u>2021</u> <u>R</u>
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	12	384 615	508 399
		-----	-----
<b>TOTAL ASSETS</b>		<u>384 615</u>	<u>508 399</u>
 <b>EQUITY AND LIABILITIES</b>			
<b>CAPITAL AND RESERVES</b>			
Retained earnings		265 078	400 156
 <b>CURRENT LIABILITIES</b>			
Trade and other payables	6	119 537	108 243
		-----	-----
<b>TOTAL EQUITY AND LIABILITIES</b>	12	<u>384 615</u>	<u>508 399</u>

**SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION**

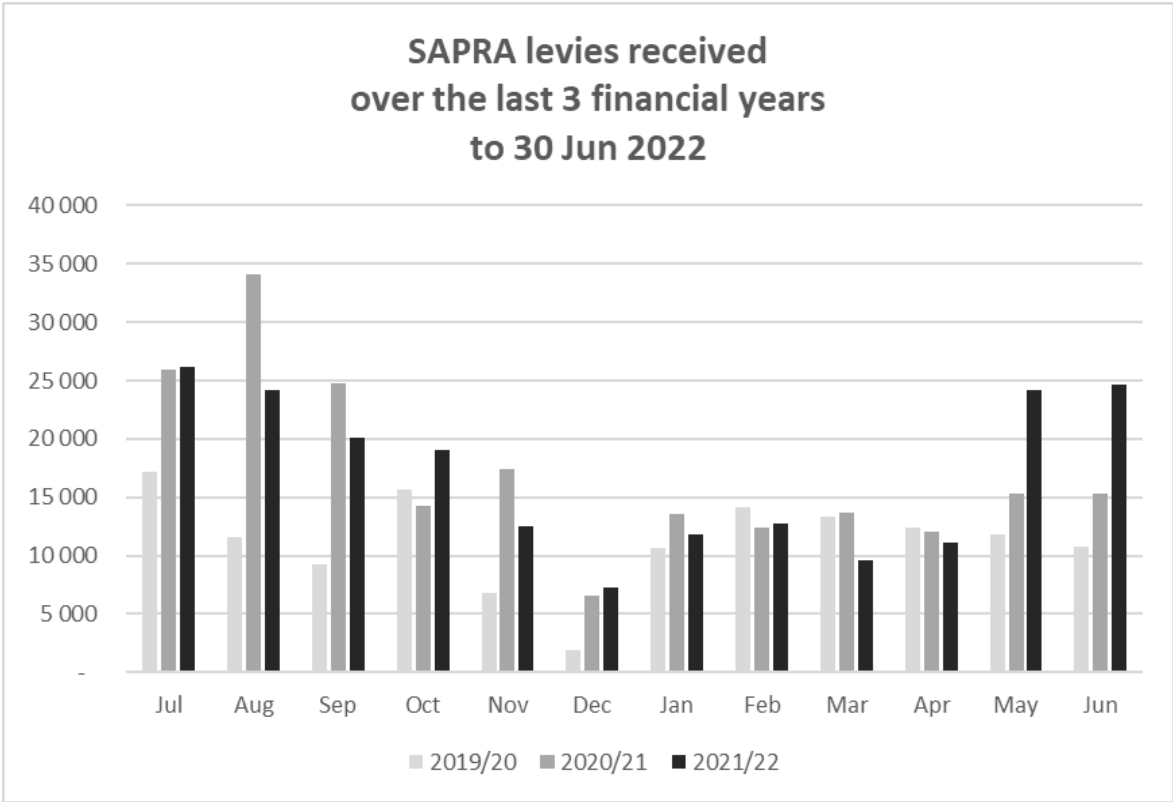
**STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE YEAR ENDED 30 JUNE 2022**

	<u>Notes</u>	<u>2022</u> <u>R</u>	<u>2021</u> <u>R</u>
<b>REVENUE</b>			
Levies		206 104	207 195
Donations received		14 550	19 000
Advertising		7 150	5 500
Interest		14 839	15 477
		<hr/>	<hr/>
<b>GROSS INCOME</b>		242 643	247 172
<b>LESS : EXPENDITURE</b>		366 426	216 647
		<hr/>	<hr/>
Accounting Software		3 219	2 916
Advertising & Promotions		1 418	-
Bank charges		1 734	2 019
Computer Expenses	1	8 050	-
Donations	2	6 000	20 000
Finance Charges – cash collection fee	3	5 929	6 979
General Expenses		500	-
Internet and Web	4	900	919
Legal Fees	5	41 253	4 051
Meeting expenses		3 812	-
Printing and Stationery		-	1 251
Special Projects	7	96 839	-
Staff costs	8	97 622	75 000
Green Team clean up labour cost		43 533	69 912
Telephone		2 100	10 200
Town planning	9	64 811	23 400
		<hr/>	<hr/>
<b>PROFIT BEFORE TAX</b>		(135 077)	30 525
Income tax expense		-	-
		<hr/>	<hr/>
<b>PROFIT FOR THE YEAR</b>		(135 077)	30 525
		<hr/> <hr/>	<hr/> <hr/>

**SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION**

The graph below shows levies received per month for each of the last 3 years, ending 30 June, 2020, 2021 and 2022 respectively.



**SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION**

**STATEMENT OF CHANGES IN EQUITY**

**FOR THE YEAR ENDED 30 JUNE 2022**

	<b><u>2022</u></b>	
	<b><u>R</u></b>	<b><u>R</u></b>
<b><u>Notes</u></b>	<b>Retained Earnings <u>R</u></b>	<b>Equity &amp; liabilities <u>R</u></b>
BALANCE AT 30 JUNE 2021	400 156	508 399
Profit for the year	(135 077)	(123 783)
BALANCE AT 30 JUNE 2022	265 078	384 615
		=

**SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION**

**STATEMENT OF CASH FLOW**

**FOR THE YEAR ENDED 30 JUNE 2022**

	<u>Notes</u>	<u>2022</u> <u>R</u>	<u>2021</u> <u>R</u>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Cash receipts	11	242 643	247 172
Payments to suppliers and employees	11	(366 426)	(216 647)
		-----	-----
Cash generated from operations		(123 783)	30 525
Interest paid		-	-
		-----	-----
Net cash from operations		(123 783)	30 525
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Disposal of/(addition to) plant and equipment		-	-
(Acquisition)/disposal of financial assets		-	-
		-----	-----
Net cash (utilised in)/from investing activities		-	-
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Decrease in loan receivable		-	-
		-----	-----
Net cash from financing activities		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		(123 783)	30 525
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>		508 399	477 874
		-----	-----
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>		384 615	508 399
		=====	=====



## SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION

### NOTES TO THE ANNUAL FINANCIAL STATEMENTS

#### FOR THE YEAR ENDED 30 JUNE 2022

1. Laptop bought for the use of the SAPRA administrator
2. R6000 Donation to the Zoo Lake Development Committee NPC
3. Collection fee for payments made directly via the SAPRA website, over the year
4. Costs associated with hosting and developing the SAPRA website
5. Legal fees for the Appeal of the Tribunal decision regarding the Saxon Square proposed development
6. Current liability previously expensed to provide for the following:
  - R108,243 provision for finalising the local precinct plan,
  - R8,000 provision for donations ring fenced to support litigation with respect to Saxon Square and
  - R3,249 provision for donations ring fenced to support improvements at Fernhead Park
7. Costs associated with various projects in the neighbourhood:
  - R77 080 - repainting of road names
  - R1 000 - Halloween
  - R1 000 - Best pavement prize
  - R10 765 – Fernhead gathering and Easter egg hunt
8. Salary cost – employed Secretary
9. Town Planning – this relates to fees paid to the town planning consultant. This year the town planner has spent time representing SAPRA at the tribunal hearing and providing evidence for the appeal with regard to the proposed Saxon Square development

#### 10. ACCOUNTING POLICIES

##### **Basis of presentation**

The financial statements of the company are prepared in accordance with South African Statements of IFRS for SMME'S, and in the manner required by the Companies Act of South Africa, 2008. These financial statements are presented in South African Rand except where otherwise indicated. The South African Rand is the functional currency of the association. The financial statements are prepared on the historical cost basis. The following principal accounting policies have been consistently applied in all material respects, with those applied during the previous year, except as noted below.

##### **Summary of Significant Accounting Policies**

The financial statements incorporate the following principal accounting policies, which have been consistently applied in all material respects:

##### **Property, plant and equipment**

Plant and equipment is stated at cost, excluding the costs of day-to-day servicing, less accumulated depreciation and accumulated impairment in value. Depreciation is calculated on a straight-line basis over the useful life of the assets. The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

##### **Computer equipment and programs**

The cost is written off in the year of acquisition.

##### **Investments and other financial assets**

The entity classifies its investments into held-to-maturity financial assets and loans and other receivables. The classification depends on the purpose for which the investments were acquired or originated.

## SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION

### NOTES TO THE ANNUAL FINANCIAL STATEMENTS

#### FOR THE YEAR ENDED 30 JUNE 2022

##### *Held-to-maturity financial assets*

These are non-derivative financial assets that comprise fixed or determinable payments and maturities of which the Entity has the positive intention and ability to hold until maturity. These investments are recognised at cost, being the cash value of the consideration paid for the acquisition on the investment.

##### **Cash and cash equivalents**

Cash and short-term deposits in the statement of financial position comprise cash at banks and in hand and short-term deposits. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

##### **Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

##### *Interest income*

Revenue is recognised as interest accrues (using the effective interest method that is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset).

##### *Levies received*

Levies received are recorded in accordance with the accounting policy for recognition of revenue, being on receipt.

	<u>2022</u> <u>R</u>	<u>2021</u> <u>R</u>
<b>11. CASH GENERATED BY OPERATIONS</b>		
Cash receipts: Revenue	242 643	247 172
Change in trade receivables	-	-
	<hr/>	<hr/>
	242 643	247 172
	<hr/> <hr/>	<hr/> <hr/>
Payments to suppliers and employees		
Expenses	(268 804)	(141 647)
Change in trade and other payables	-	-
Staff costs	(97 622)	(75 000)
	<hr/>	<hr/>
	(366 426)	(216 647)
	<hr/> <hr/>	<hr/> <hr/>
<b>12. ADJUSTMENT TO PRIOR YEAR CASH AND CASH EQUIVALENTS</b>		
Cash and cash equivalents consist of cash on hand and balance with bank. The closing balance reported last year was R511 515. This was corrected this year due to an amount of R 3116 of bank charges having been incorrectly reversed out in the financial reports the year before last year.	384 615	508 399
	<hr/> <hr/>	<hr/> <hr/>

## SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION

### NOTES TO THE ANNUAL FINANCIAL STATEMENTS

#### FOR THE YEAR ENDED 30 JUNE 2022 (CONTINUED)

#### 13. TAXATION

The accounts have been drawn up consistently with last year's, based on the understanding that:

- receipts and accruals of the entity are exempt from income tax in terms of section 10(1)(cN).
- Donations by or to the entity are exempt from donations tax in terms of section 56(1)(h) of the Act.

#### 14. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Association's principal financial instruments comprise cash and short-term deposits. The main purpose of these financial instruments is to raise finance for the Association's operations. The main risks arising from the entity's financial instruments are cash flow interest rate risk, liquidity risk, and credit risk. The members review and agree policies for managing each of these risks and they are summarized below:

##### *Cash flow interest rate risk*

The entity's exposure to the risk for changes in market interest rates relates primarily to the Association's financial assets with a floating interest rate. At 30 June 2021, all of the entity's financial assets are at a market-related floating rate of interest.

##### *Credit risk*

Credit risk arises from the inability or unwillingness of counter-party to a financial instrument to discharge contractual obligations. At statement of financial position date there were no significant concentrations of credit risk.

##### *Liquidity risk*

The Association's objective is to maintain a balance between continuity of funding and flexibility through the use of investments, and cash resources.

#### 15. RELATED PARTIES

Parties are considered related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the party in making financial or operating decisions. Parties are also considered related if they are subjected to common control or common significant influence. Related parties may be individuals or corporate entities.

The following entities are Related Parties of the Association as at 30 June 2022:

Bill Haslam - Chairman, Webpage and Database

Marcelle Ravid - Secretary

Jonny Bagg - Treasurer

Tracy Davies - Fernhead Park

Ronald Ennik - Town Planning

Fran Haslam - Zoo Lake Park

Alison Leversley - Community Relations

Terry Rensen - Town Planning

Mila Ravid - Heritage

Ilan Sparrius - Special Projects

Caryn Turnbull - Special Projects

Bruce Young - Security

#### 16. EVENTS AFTER STATEMENT OF FINANCIAL POSITION DATE

There were no significant events that occurred after year-end that could influence the Association's ability to continue as a going concern in the future.