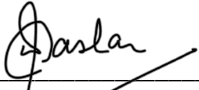


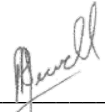
THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION
ANNUAL FINANCIAL STATEMENTS
30 JUNE 2020

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
Malcolm Jewell

JOHANNESBURG
21 September 2020

THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

ASSOCIATION INFORMATION

Committee	B Haslam T Turvey C Qually M Ravid M Jewell C Makgamathe F Haslam K Redman T Davies L DeBruyn C Turnbull	(Chairman, Website and Database) (Planning) (Security/CPF Chair) (Heritage) (Treasurer) (A Re Sebetseng) (Zoo Lake Users Committee Chair) (Community Hours) (Fernhead Park) (Committee Member) (Secretary and Administrator)
-----------	--	--

Nature of Business

Non-Profit Organisation

Accountant

Tamlyn Jewell (FACCA)

Bankers

Standard Bank

COMPILED REPORT TO THE MEMBERS OF THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

I have compiled the accompanying statement of financial position of The Saxonwold and Parkwood Residents Association as at 30 June 2020, 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 Association'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
21 September 2020

THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2020

	<u>Notes</u>	<u>2020</u> <u>R</u>	<u>2019</u> <u>R</u>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		480 990	474 922
		<hr/>	<hr/>
TOTAL ASSETS		480 990	474 922
		<hr/> <hr/>	<hr/> <hr/>
 EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Retained earnings		372 747	366 679
 CURRENT LIABILITIES			
Trade and other payables	5	108 243	108 243
		<hr/>	<hr/>
TOTAL EQUITY AND LIABILITIES		480 990	474 922
		<hr/> <hr/>	<hr/> <hr/>

THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

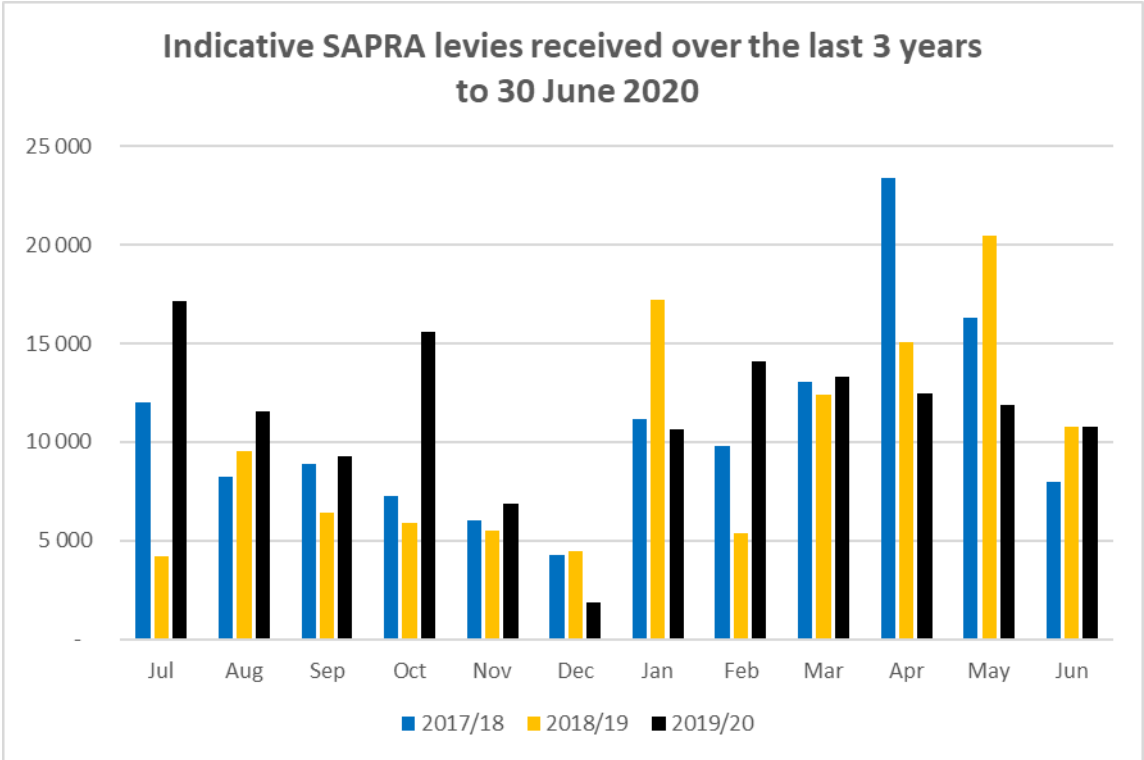
STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2020

	<u>Notes</u>	<u>2020</u> <u>R</u>	<u>2019</u> <u>R</u>
REVENUE			
Levies		139 789	128 235
Donations received for labour clean-up		56 800	19 600
Advertising		4 950	4 400
Interest		23 779	28 099
		<hr/>	<hr/>
GROSS INCOME		225 318	180 334
LESS : EXPENDITURE		219 249	196 264
		<hr/>	<hr/>
Accounting Software		2 689	2 452
Advertising & Promotions		5 078	4 258
Bank charges		2 368	2 276
Donations	1	11 000	15 000
Finance Charges – cash collection fee	2	2 174	3 180
General Expenses		382	
Internet and Web	3	992	912
Meeting expenses		4 701	6 308
Printing and Stationery	4	-	7 445
Precinct Planning	5	-	-
Special Projects	6	32 383	12 440
Staff costs	7	72 000	60 000
Storm drain clean up labour cost		54 742	37 659
Telephone		9 600	-
Town planning		21 140	44 344
		<hr/>	<hr/>
PROFIT BEFORE TAX		6 068	(15 930)
Income tax expense		-	-
		<hr/>	<hr/>
PROFIT FOR THE YEAR		<u>6 068</u>	<u>(15 930)</u>

THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

The graph below shows levies received per month for the last 3 years, ending 30 June, 2017, 2018 and 2019.



THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2020

	Retained Earnings <u>R</u>	Equity & liabilities <u>R</u>
BALANCE AT 30 JUNE 2019	366 679	474 922
Profit for the year	6 068	6 068
BALANCE AT 30 JUNE 2020	<u>372 747</u>	<u>480 990</u>

THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

STATEMENT OF CASH FLOW

FOR THE YEAR ENDED 30 JUNE 2020

	<u>Notes</u>	<u>2020</u> <u>R</u>	<u>2019</u> <u>R</u>
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts	9	225 318	180 334
Payments to suppliers and employees	9	(219 249)	(196 264)
		<hr/>	<hr/>
Cash generated from operations		6 068	(15 930)
Interest paid		-	-
		<hr/>	<hr/>
Net cash from operations		6 068	(15 930)
CASH FLOW FROM INVESTING ACTIVITIES			
Disposal of/(addition to) plant and equipment (Acquisition)/disposal of financial assets		-	-
		<hr/>	<hr/>
Net cash (utilised in)/from investing activities		-	-
CASH FLOW FROM FINANCING ACTIVITIES			
Decrease in loan receivable		-	-
		<hr/>	<hr/>
Net cash from financing activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		6 068	(15 930)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		474 922	490 852
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF YEAR	10	480 990	474 922
		<hr/> <hr/>	<hr/> <hr/>

THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020

1. R11 000 Donation to the Zoo Lake Development Committee NPC
2. Collection fee for credit card payments made directly via the SAPRA website, over the year
3. Costs associated with hosting and developing the SAPRA website
4. Printing costs of SAPRA Resident Stickers for ease of access when the area is closed off for events such as Jazz on the Lake at Zoo Lake AND Print cartridges. Printing was done in 2019 and not 2020
5. Current liability previously expensed to provide for finalising the local precinct plan
6. Costs associated with installing garbage bins in the area
7. Salary cost – employed secretary and administrator

8. ACCOUNTING POLICIES

8.1 Basis of presentation

The financial statements of the Association 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.

8.2 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.

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.

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 any outstanding bank overdrafts.

THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020 (CONTINUED)

8. ACCOUNTING POLICIES (continued)

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>2020</u> <u>R</u>	<u>2019</u> <u>R</u>
9. CASH GENERATED BY OPERATIONS		
Cash receipts: Revenue	225 318	180 334
Change in trade receivables	-	-
	<hr/>	<hr/>
	225 318	180 334
	<hr/> <hr/>	<hr/> <hr/>
Payments to suppliers and employees		
Expenses	(147 249)	(136 264)
Change in trade and other payables	-	-
Staff costs	(72 000)	(60 000)
	<hr/>	<hr/>
	(219 249)	(196 264)
	<hr/> <hr/>	<hr/> <hr/>
10. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of cash on hand and balance with bank. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts :	480 990	474 922
	<hr/> <hr/>	<hr/> <hr/>

THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2020 (CONTINUED)

11. TAXATION

The accounts have been drawn up consistently with those of last year, 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.

12. 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 2020, 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.

13. 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:

- B Haslam (Chairman,Website and Database)
- T Turvey (Planning)
- C Qually (Security/CPF Chair)
- M Ravid (Heritage)
- M Jewell (Treasurer)
- C Makgamathe (A Re Sebetseng)
- F Haslam (Zoo Lake Users Committee Chair)
- K Redman (Community Hours)
- T Davies (Fernhead Park)
- L DeBruyn (Committee Member)
- C Turnbull (Secretary and Administrator)

- T Truluck (Ward councillor)

14. 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.