

**ZANDFONTEIN FARM HOME
OWNERS ASSOCIATION NPC**

**ANNUAL FINANCIAL STATEMENTS
29 FEBRUARY 2016**



ZANDFONTEIN FARM HOME OWNERS ASSOCIATION NPC

**ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED
29 FEBRUARY 2016**

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**REPORT OF THE DIRECTORS OF
ZANDFONTEIN FARM HOME OWNERS ASSOCIATION NPC**

The directors are responsible for adopting sound accounting policies and establishing and maintaining internal controls to help ensure the preparation of the financial statements in accordance with generally accepted accounting practice and the prevention and detection of fraud.

The financial statements have been prepared on the on-going basis, since the directors have every reason to believe that the company has adequate resources in place to continue operating in the foreseeable future.

The annual financial statements and the supplementary information set out on pages 3 to 7 are the responsibility of , and have been approved by the board of directors on 19 July 2016 and are signed on its behalf by:



CHAIRMAN



VICE CHAIRMAN/TREASURER

H RUBIN & ASSOCIATES INC.

2.

Registration number: 2008/004185/21

Registered Auditors

P O Box 749, Gallo Manor, 2052
Cedarwood Office Park
Giuricich Bros Building
Lower Ground Floor Suite
Mount Lebanon Road
Woodmead

Tel: (011) 656-4750
Fax: (011) 656-4751
Email: harry@rwi.co.za

REPORT OF THE INDEPENDENT AUDITORS

To the members of ZANDFONTEIN FARM HOME OWNERS ASSOCIATION NPC

We have audited the annual financial statements of Zandfontein Farm Home Owners Association NPC set out on pages 3 to 7 for the year ended 29 February 2016. These financial statements are the responsibility of the directors. Our responsibility is to express an opinion on these financial statements based on our audit.

Scope

We conducted our audit in accordance with 'International Financial Reporting Standard for Small and Medium-sized Entities' (IFRS for SMEs). Those standards require that we plan and perform the audit to obtain reasonable assurance that the financial statements are free of material misstatement. An audit includes:

- examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements,
- assessing the accounting principles used and significant estimates made by management, and
- evaluating the overall financial statement presentation.

We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion the financial statements fairly present, in all material respects, the financial position of the company at 29 February 2015 and the results of its operations for the year then ended in the manner required by the Companies Act 71 of 2008.



Registered Auditors
Chartered Accountants (S.A.)

JOHANNESBURG
19 July 2016

Director: H Rubin



REPORT OF THE DIRECTORS

3.

**To the members of
ZANDFONTEIN FARM HOME OWNERS ASSOCIATION NPC**

Your directors submit their report for the year ended 29 February 2016.

Review of activities

The company's state of affairs and results of operations are fully disclosed in the attached financial statements.

Management

The directors are in sole control of the management of the company's affairs.

Dividends

In terms of the Companies Act 71 of 2008 no dividends are permitted to be declared by a NPC company. Therefore no dividends have been declared and none is contemplated.

Directors

The directors of your company at the date of this report were as follows:

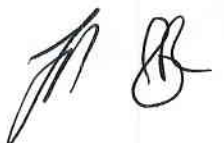
J G Roux (Chairman)
M H M Archer (Vice Chairman/Treasurer)
T R C Allen
U M D van Der Walt
P Singh
R de Schouwer

Secretary

Mr J J van Niekerk performed the secretarial duties during the year under review.

**Company
registration number**

2000/027413/08



ZANDFONTEIN FARM HOME OWNERS ASSOCIATION NPC

4.

STATEMENT OF FINANCIAL POSITION AT 29 FEBRUARY 2016

	Note	2016 R	2015 R
ASSETS			
Non-current assets			
Property, plant and equipment	2	-	30 520
Current assets			
Cash and cash equivalents	3	249 415	365 795
		<u>249 415</u>	<u>396 315</u>
EQUITY AND LIABILITIES			
Equity capital and reserves			
Accumulated funds		195 109	255 885
Current liabilities			
Accounts payable		29 356	118 267
Taxation		24 950	22 163
		<u>249 415</u>	<u>396 315</u>



ZANDFONTEIN FARM HOME OWNERS ASSOCIATION NPC

5.

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 29 FEBRUARY 2016

	Note	2016 R	2015 R
INCOME		1 219 413	1 256 089
Contributions received		1 074 360	1 007 324
CCJ Boundary project		36 200	-
Donations – Guards		93 667	101 642
Donations – Security upgrade		-	113 948
Other income		5 234	22 134
Interest		9 952	11 041
EXPENDITURE		1 277 402	1 311 440
Awards		3 400	-
Bank charges		25 149	26 684
CCJ Boundary project		156 398	-
Capital expenditure written off		30 520	110 056
General expenses		5 700	30 140
Insurance		14 303	6 838
Electricity		10 800	10 800
Park expenses and maintenance		34 666	38 197
Printing and stationery		3 458	8 405
Repairs and maintenance – Special projects		85 245	34 673
Repairs and maintenance – Park equipment		9 567	8 336
Security upgrade		125 880	-
Security – ADT		582 946	646 163
Security – Other		10 588	202 631
Security – Access restriction		12 302	16 450
Wages		166 480	172 067
LOSS FOR THE YEAR		(57 989)	(55 351)
TAXATION	4	2 787	3 091
LOSS AFTER TAXATION		(60 776)	(58 442)
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR		255 885	314 327
ACCUMULATED FUNDS AT THE END OF THE YEAR		195 109	255 885

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 29 FEBRUARY 2016

	2016 R	2015 R
CASH FLOWS FROM OPERATING ACTIVITIES	(116 380)	172 972
Loss on ordinary activities for year	(57 989)	(55 351)
Adjustments	20 568	99 015
- Investment income	(9 952)	(11 041)
- Capital expenditure written off	30 520	110 056
Operating (loss) profit before working capital changes	(37 421)	43 664
(Increase) decrease in working capital		
- (Decrease) increase in trade and other payables	(88 911)	118 267
Cash generated from (absorbed by) operations	(126 332)	161 931
Interest received	9 952	11 041
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of motor vehicle	-	(10 000)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(116 380)	162 972
Cash and cash equivalents at the beginning of the year	365 795	202 823
Cash and cash equivalents at the end of the year	249 415	365 795

NOTES TO THE FINANCIAL STATEMENTS - 29 FEBRUARY 2016

1. ACCOUNTING POLICY

The financial statements are prepared on the historical cost basis incorporate the following principal accounting policies and conform in all material respects with generally accepted accounting practice and the requirements of the Companies Act.

1.1 Property, plant and equipment

The directors decided to write off capital expenditure during the year of acquisition.

	2016 R	2015 R
2. PROPERTY, PLANT AND EQUIPMENT		
Cost		
Boundary fence	20 520	20 520
Motor vehicle	10 000	10 000
	<u>30 520</u>	<u>30 520</u>
Less: amount written off in income statement	30 520	-
	<u>-</u>	<u>30 520</u>
3. CASH AND CASH EQUIVALENTS		
Notice deposit with First National Bank	160 155	273 203
Current account with First National Bank	89 260	92 592
	<u>249 415</u>	<u>365 795</u>
4. TAXATION		
S A normal taxation	2 787	3 091

Provision has been made for taxation on interest only, as the company is exempt from normal company tax.