

**Parkhurst Village Residents' and Business Owners' Association**  
Abbreviated as PRABOA  
**Annual Financial Statements**  
**for the year ended 28 February 2018**

J Theron and Pietersen Incorporated  
Chartered Accountants (S.A.)  
Registered Auditors  
Issued 23 August 2018

**Parkhurst Village Residents' and Business Owners' Association**  
Annual Financial Statements for the year ended 28 February 2018

**General Information**

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**Auditors**

J Theron and Pietersen Incorporated  
Chartered Accountants (S.A.)  
Registered Auditors

# **Parkhurst Village Residents' and Business Owners' Association**

Annual Financial Statements for the year ended 28 February 2018

## **Index**

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

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### **Preparer**

N Pietersen  
Chartered Accountant (SA)

### **Published**

23 August 2018

## **Parkhurst Village Residents' and Business Owners' Association**

Annual Financial Statements for the year ended 28 February 2018

### **Committee's Responsibilities and Approval**

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The committee is required by PRABOA's constitution, 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 PRABOA 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 basis of accounting as set out in Note 1 to the financial statements. 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 basis of accounting as set out in Note 1 to the financial statements and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The committee have reviewed the PRABOA's cash flow forecast for the year to 28 February 2019 and, in the light of this review and the current financial position, they are satisfied that PRABOA 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 PRABOA's annual financial statements. The annual financial statements have been examined by PRABOA's external auditors and their report is presented on page 4.

The annual financial statements set out on pages 6 to 14, which have been prepared on the going concern basis, were approved by the committee on 23 August 2018 and were signed on its behalf by:



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A Watts

23 August 2018



## **Independent Auditors Report**

**To the members of Parkhurst Residents and Business Owners Association**

### **Opinion**

We have audited the Annual Financial Statements of Parkhurst Village Residents' and Business Owners' Association set out on pages 7 to 13, which comprise the Statement of Financial Position as at 28 February 2018, and the comprehensive statement of surplus and deficit and Statement of Cash Flows for the year then ended, and 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 Parkhurst Village Residents' and Business Owners' Association as at 28 February 2018, and its financial performance and cash flows for the year then ended in accordance with basis of accounting as set out in Note 1 to the financial statements and the requirements of the PRABOA's constitution. Furthermore, we are of the opinion that the members' interest are protected in terms of the constitution of PRABOA.

### **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 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 International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other information**

The committee is responsible for the other information. The other information comprises the Committee's Report as required by PRABOA's constitution, which we obtained prior to the date of this report. Other information does not include the Annual Financial Statements and our auditors 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.

### **Responsibilities of the committee for the Annual Financial Statements**

The committee is responsible for the preparation and fair presentation of the Annual Financial Statements in accordance with basis of accounting as set out in Note 1 to the financial statements and the requirements of the PRABOA's constitution, and for such internal control as the committee 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 committee is responsible for assessing PRABOA'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 committee either intend to liquidate PRABOA or to cease operations, or have no realistic alternative but to do so.

### **Auditors 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 auditors 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.

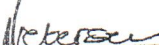
As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

Directors  
Jacques Theron CA(SA) and Nadia Pietersen CA(SA)

## Independent Auditors Report

- 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 PRABOA's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's 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 PRABOA'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 PRABOA 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 committee 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.

  
J Theron and Pietersen Incorporated  
JP Theron/N Pietersen  
Director  
Chartered Accountants (S.A.)  
Registered Auditors

23 August 2018  
Dunkeld

Directors  
Jacques Theron CA(SA) and Nadia Pietersen CA(SA)



# **Parkhurst Village Residents' and Business Owners' Association**

Annual Financial Statements for the year ended 28 February 2018

## **Committee's Report**

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The committee has pleasure in submitting their report on the annual financial statements of Parkhurst Village Residents' and Business Owners' Association for the year ended 28 February 2018.

### **1. Nature of business**

Parkhurst Village Residents' and Business Owners' Association, abbreviated as PRABOA, is a voluntary association, managed by the committee in accordance with its constitution. The business of PRABOA is to promote and advance the collective interests of those eligible for membership and of all users of Parkhurst, in and around Parkhurst, as reflected in more detail in the constitution.

### **2. Review of financial results and activities**

The annual financial statements have been prepared in accordance with entity specific basis of accounting and the requirements of PRABOA's constitution. The accounting policies have been applied consistently.

Full details of the financial position, results of operations and cash flows of PRABOA are set out in these annual financial statements.

### **3. Events after the reporting period**

The committee has authorised increased expenditure on safety matters. The committee believes it is not in PRABOA's interests nor those of its members to disclose on what the expenditure is spent.

### **4. Going concern**

The committee believes that PRABOA has adequate financial resources to continue, due to the continued support of its members to the main activities of PRABOA, the SafeParks and PSS initiatives, in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The committee have satisfied themselves that PRABOA is in a sound financial position. The committee are not aware of any new material changes that may adversely impact PRABOA. The committee are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect PRABOA.

### **5. Contact Details**

PRABOA is not incorporated in terms of any law and has no physical address. PRABOA can be reached by contact details on its website: [www.parkhurstvillage.com](http://www.parkhurstvillage.com)

# Parkhurst Village Residents' and Business Owners' Association

Annual Financial Statements for the year ended 28 February 2018

## Statement of Financial Position as at 28 February 2018

	Note(s)	2018 R	2017 R
<b>Assets</b>			
<b>Current Assets</b>			
Trade and other receivables	2	34 081	29 707
Cash and cash equivalents	3	1 054 138	676 051
		<b>1 088 219</b>	<b>705 758</b>
<b>Total Assets</b>			
		<b>1 088 219</b>	<b>705 758</b>
<b>Accumulated Funds and Liabilities</b>			
<b>Accumulated Funds</b>			
Accumulated Safety Fund	4	531 950	271 348
Accumulated General Fund	4	545 344	376 621
		<b>1 077 294</b>	<b>647 969</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	5	10 926	57 789
		<b>1 088 220</b>	<b>705 758</b>
<b>Total Accumulated Funds and Liabilities</b>			



## Parkhurst Village Residents' and Business Owners' Association

Annual Financial Statements for the year ended 28 February 2018

### Comprehensive Statement of Surplus and Deficit

	Note(s)	2018 R	2017 R
Revenue	6	2 120 632	1 970 108
Operating expenses		(1 713 512)	(1 572 598)
<b>Operating surplus</b>		<b>407 120</b>	<b>397 510</b>
Investment revenue		22 206	-
<b>Total comprehensive surplus for the year</b>		<b>429 326</b>	<b>397 510</b>

## Parkhurst Village Residents' and Business Owners' Association

Annual Financial Statements for the year ended 28 February 2018

### Statement of Cash Flows

	Note(s)	2018 R	2017 R
<b>Cash flows from operating activities</b>			
Cash generated from operations	7	355 883	428 759
Interest income		22 206	-
<b>Net cash from operating activities</b>		<b>378 089</b>	<b>428 759</b>
<b>Total cash movement for the year</b>		<b>378 089</b>	<b>428 759</b>
Cash at the beginning of the year		676 051	247 293
<b>Total cash at end of the year</b>	3	<b>1 054 140</b>	<b>676 052</b>

# **Parkhurst Village Residents' and Business Owners' Association**

Annual Financial Statements for the year ended 28 February 2018

## **Accounting Policies**

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### **1. Presentation of annual financial statements**

The annual financial statements have been prepared in accordance with the accounting policies as set out below. The annual financial statements have been prepared on the historical cost basis. They are presented in South African Rands.

#### **1.1 Revenue**

Donations and contributions received are recognised once received by PRABOA, and no portion is refundable in any event.

Interest is recognised, in surplus or deficit, when paid or received.

Other revenue is recognised to the extent that PRABOA has transferred the significant risks and rewards for 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 PRABOA. Other revenue is measured at the fair value of the consideration received or receivable.

# Parkhurst Village Residents' and Business Owners' Association

Annual Financial Statements for the year ended 28 February 2018

## Notes to the Annual Financial Statements

	2018 R	2017 R
<b>2. Trade and other receivables</b>		
Sage Pay Debtor	34 081	29 707

### 3. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	219 788	73 516
Short-term deposits	234 350	602 535
Other cash and cash equivalents	600 000	-
	<b>1 054 138</b>	<b>676 051</b>

### 4. Reserves

	2018	2017
General Reserves	-	-
Litigation Reserve (in case litigation is needed to protect Parkhurst)	100 000	-
Working Capital Reserve	75 000	-
Unallocated General Reserve	370 344	-
Sub-total:	-	545 344
Safety Reserves	-	-
Working Capital Reserve	165 000	-
Holiday Season Safety Reserve	175 000	-
Unallocated Safety Reserve	191 950	-
Sub-total:	-	531 950
	<b>1 077 294</b>	<b>1 077 294</b>
	<b>1 077 294</b>	<b>647 968</b>

The safety reserve funds are reserved for safety purposes only and are not available for the general purposes of PRABOA.

### 5. Trade and other payables

Accruals - Audit fees	5 463	10 175
Safety Fees Payable	-	47 614
Safety Accruals - Audit fees	5 463	-
	<b>10 926</b>	<b>57 789</b>

### 6. Revenue

Other Donations received	-	7 763
Interest Received	-	16 240
PRABOA Business Membership	-	380
PRABOA Pensioner Membership	1 590	1 334
PRABOA Standard Membership	131 450	71 249
Events Income	1 040	407 027
Safeparks Contributions	1 986 552	1 465 935
	<b>2 120 632</b>	<b>1 969 928</b>



## Parkhurst Village Residents' and Business Owners' Association

Annual Financial Statements for the year ended 28 February 2018

### Notes to the Annual Financial Statements

	2018 R	2017 R
<b>7. Cash generated from operations</b>		
Surplus before taxation	429 326	397 510
<b>Adjustments for:</b>		
Interest received	(22 206)	-
<b>Changes in working capital:</b>		
Trade and other receivables	(4 374)	(16 850)
Trade and other payables	(46 863)	48 099
	<b>355 883</b>	<b>428 759</b>

## Parkhurst Village Residents' and Business Owners' Association

Annual Financial Statements for the year ended 28 February 2018

### Notes to the Annual Financial Statements

	2018 R	2017 R
<b>8. SafeParks Suplus/(Deficit)</b>		
SafeParks Contributions	1 986 552	1 465 935
Cortac (Pty) Ltd safety service provider	(1 559 082)	(747 614)
Sundry safety expenses	(111 726)	(494 587)
	<b>315 744</b>	<b>223 734</b>

The surplus from the SafeParks contributions is transferred to the Accumulated safety funds.

# Parkhurst Village Residents' and Business Owners' Association

Annual Financial Statements for the year ended 28 February 2018

## Detailed Comprehensive Statement of Suplus and Deficit

	Note(s)	2018 R	2017 R
<b>Revenue</b>			
Other Donations Received		-	7 763
Interest Received		-	16 240
PRABOA Business Membership		-	380
PRABOA Pensioner Membership		1 590	1 334
PRABOA Standard Membership		131 450	71 249
Events Income		1 040	407 027
SafeParks Contributions		1 986 552	1 465 935
	6	<b>2 120 632</b>	<b>1 969 928</b>
<b>Other income</b>			
Interest received		22 206	-
<b>Operating expenses</b>			
Accounting fees		6 080	5 330
Auditors remuneration		5 330	-
Bank charges		2 187	1 694
Consulting and professional fees		9 918	1 000
Donations		11 732	-
Events Expenses		-	264 807
General		27 082	-
Ongoing spruit clean up		-	11 258
Phahama project Initiative for Spruit clean up		-	19 380
Public meeting refreshments		-	277
Safe Parks		1 617 365	1 242 201
Sage Service Fee		15 546	8 885
Subscriptions		18 272	17 766
		<b>1 713 512</b>	<b>1 572 598</b>
<b>Total surplus for the period</b>		<b>429 326</b>	<b>397 330</b>