



**Parkhurst Village Residents' and Business Owners' Association
Abbreviated as PRABOA
Financial statements
for the year ended 28 February 2019**

**Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019**

General Information

Country of incorporation and domicile	South Africa
Director	VC Nisbet
Business address	73 Seventh Street Parkhurst Johannesburg 2193
Tax reference number	9658241170
Level of assurance	These financial statements have been audited in compliance with the applicable requirements of the PRABOA's constitution .
Issued	06 November 2019

Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019

Index

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

	Page
Committee's Responsibilities and Approval	3
Independent Auditor's Report	4 - 5
Committee's Report	6
Statement of Financial Position	7
Comprehensive Statement of Surplus Profit for the year	8
Statement of Cash Flows	9
Accounting Policies	10
Notes to the Financial Statements	11 - 12
The following supplementary information does not form part of the financial statements and is unaudited:	
Detailed Income Statement	13

**Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019**

Committee's Responsibilities and Approval

The Committee is required by the PRABOA's constitution, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the 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 financial statements.

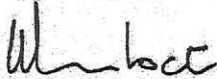
The financial statements are prepared in accordance with the basis of accounting as set out in Note 1 to the financial statements, and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The Committee acknowledges that they are ultimately responsible for the system of internal financial control established by the Committee and places considerable importance on maintaining a strong control environment. To enable the Committee to meet these responsibilities, the Committee sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk.

The Committee have reviewed the PRABOA's 's cash flow forecast for the year to 29 February 2020 and, in the light of this review and the current financial position, they are satisfied that the 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's financial statements. The financial statements have been examined by the PRABOA's's external auditors and their report is presented on page 4.

The financial statements set out on page 7, which have been prepared on the going concern basis, were approved by the committee on 06 November 2019 and were signed on its behalf by:



VC Nisbet

Independent Auditor's Report

To the owners of Parkhurst Village Residents' and Business Owners' Association

Opinion

We have audited the financial statements of Parkhurst Village Residents' and Business Owners' Association (the company) set out on pages 7 to 12, which comprise the statement of financial position as at 28 February 2019, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Parkhurst Village Residents' and Business Owners' Association as at 28 February 2019, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the PRABOA's constitution.

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 financial statements section of my report. We are independent of the company in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. 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 information included in the document titled "Parkhurst Village Residents' and Business Owners' Association financial statements for the year ended 28 February 2019", which includes the Committee's Report as required by the PRABOA's constitution and the Detailed Income Statement, which we obtained prior to the date of this report. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, 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 financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the PRABOA's constitution, and for such internal control as the Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Committee is responsible for assessing the company'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 the company or to cease operations, or have no realistic alternative but to do so.

right people. right size. right solutions.

PKF Octagon Incorporated

T: +27 (0)10 003 0150 E: info@pkfoctagon.com

21 Scott Street, Waverley, 2090 | Private Bag X02, Highlands North, 2037

www.pkfoctagon.com

Directors: Raymond Bloch - Melani Broodryk - Clifford Livingstone - Charles Mazhindu - Ziyaad Moosa - Howard Ostrofsky - Antoinette Schalekamp - Floris Schalekamp - Henico Schalekamp
Nicole Thompson (Nowak) - Stephen Tucker - Monique van Wyk - Waldek Wasowicz **Associate Directors:** Matthew Berger - Greg Cohen **Registration No.** 2018/515503/21 **Practice No.** 944 351

PKF Octagon is a member firm of the PKF South Africa Inc. and PKF International Limited family of legally independent firms. Neither PKF Octagon nor PKF South Africa Inc. accept any responsibility or liability for the actions or inactions on the part of any other individual member or correspondent firm or firms.

Independent Auditor's Report


Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 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:

- Identify and assess the risks of material misstatement of the 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 the company'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 the Committee'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 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 the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.


PKF Octagon Inc.
Director: Waldek Wasowicz
Registered Auditor

06 November 2019
Johannesburg

right people. right size. right solutions.

PKF Octagon Incorporated

T: +27 (0)10 003 0150 E: info@pkfoctagon.com

21 Scott Street, Waverley, 2090 | Private Bag X02, Highlands North, 2037

www.pkfoctagon.com

Directors: Raymond Bloch - Melani Broodryk - Clifford Livingstone - Charles Mazhindu - Ziyaad Moosa - Howard Ostrofsky - Antoinette Schalekamp - Floris Schalekamp - Henico Schalekamp - Nicole Thompson (Nowak) - Stephen Tucker - Monique van Wyk - Waldek Wasowicz **Associate Directors:** Matthew Berger - Greg Cohen **Registration No.** 2018/515503/21 **Practice No.** 944 351

PKF Octagon is a member firm of the PKF South Africa Inc. and PKF International Limited family of legally independent firms. Neither PKF Octagon nor PKF South Africa Inc. accept any responsibility or liability for the actions or inactions on the part of any other individual member or correspondent firm or firms.

**Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019**

Committee's Report

The Director has pleasure in submitting his report on the financial statements of Parkhurst Village Residents' and Business Owners' Association and its associates for the year ended 28 February 2019.

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.

There have been no material changes to the nature of the company's business from the prior year.

2. Review of financial results and activities

The 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 compared to the prior year.

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

3. Events after the reporting period

The Committee believes it is not in PRABOA's interest, nor those of its members to disclose details of the safety initiatives expenditure.

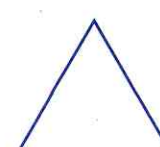
4. Going concern

The Committee believes that PRABOA has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The Committee is satisfied that PRABOA is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The Committee is not aware of any new material changes that may adversely impact PRABOA. The Committee is also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect PRABOA.

Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019

Statement of Financial Position as at 28 February 2019

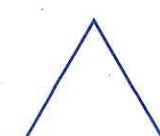
Figures in Rand	Note(s)	2019	2018
Assets			
Current Assets			
Trade and other receivables	2	7 333	34 081
Cash and cash equivalents	3	1 419 510	1 054 138
		1 426 843	1 088 219
Total Assets		1 426 843	1 088 219
Equity and Liabilities			
Equity			
Accumulated Safety Fund	4	617 974	531 950
Accumulated General Fund	4	631 370	545 344
		1 249 344	1 077 294
Liabilities			
Current Liabilities			
Trade and other payables	5	177 499	10 925
Total Equity and Liabilities		1 426 843	1 088 219



Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019

Comprehensive Statement of Surplus Profit for the year

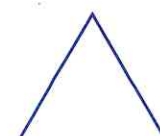
Figures in Rand	Note(s)	2019	2018
Other income	6	2 335 992	2 120 632
Operating expenses		(2 224 512)	(1 713 512)
Operating profit		111 480	407 120
Investment revenue	7	60 568	22 206
Profit for the year		172 048	429 326



Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019

Statement of Cash Flows

Figures in Rand	Note(s)	2019	2018
Cash flows from operating activities			
Cash generated from operations	8	304 804	355 883
Interest income		60 568	22 206
Net cash from operating activities		365 372	378 089
Total cash movement for the year		365 372	378 089
Cash at the beginning of the year		1 054 138	676 051
Total cash at end of the year	3	1 419 510	1 054 140



**Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019**

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The financial statements have been prepared on a going concern basis in accordance with the basis of accounting as set out in Note 1 to the financial statements., and the PRABOA's constitution . The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

1.2 Revenue

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

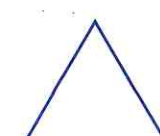
Interest is recognised, in profit or loss, using the effective interest rate method.

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
Financial Statements for the year ended 28 February 2019

Notes to the Financial Statements

Figures in Rand	2019	2018
2. Trade and other receivables		
Receivables - SAGE Pay	-	34 081
Coretac Gaurd Collection	7 333	-
	7 333	34 081
3. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balances	301 319	219 788
Short-term deposits	1 118 191	234 350
Fixed Deposit	-	600 000
	1 419 510	1 054 138
4. Reserves - General and safety		
General Reserves - Litigation Reserve (in case litigation is needed to protect Parkhurst)	100 000	100 000
General Reserves - Working Capital Reserve	75 000	75 000
General Reserves - Unallocated General Reserve	456 370	370 343
Safety Reserves - Working Capital Reserve	165 000	165 000
Safety Reserves - Holiday Season Safety Reserve	175 000	175 000
Safety Reserves - Unallocated Safety Reserve	277 974	191 950
	1 249 344	1 077 293
5. Trade and other payables		
Trade payables	169 999	(1)
Audit Fee Accrual	7 500	10 926
	177 499	10 925
6. Other income		
PRABOA Pensioner Membership	2 202	1 590
PRABOA Standard Membership	133 751	131 450
Events Income	-	1 040
Safeparks Contributions	2 200 039	1 986 552
	2 335 992	2 120 632
7. Investment revenue		
Interest revenue		
Bank	60 568	22 206



Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019

Notes to the Financial Statements

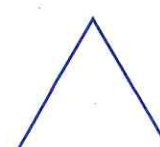
Figures in Rand	2019	2018
8. Cash generated from operations		
Profit before taxation	172 048	429 326
Adjustments for:		
Interest received	(60 568)	(22 206)
Rounding	2	-
Changes in working capital:		
Trade and other receivables	26 748	(46 863)
Trade and other payables	166 574	(4 374)
	304 804	355 883

9. Events after the reporting period

The financial statements were authorised for issue on Wednesday, 06 November 2019 by the Committee of PRABOA.

10. Going concern

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.



Parkhurst Village Residents' and Business Owners' Association
Financial Statements for the year ended 28 February 2019

Detailed Income Statement

Figures in Rand	Note(s)	2019	2018
Other income			
PRABOA Pensioner Membership		2 202	1 590
PRABOA Standard Membership		133 751	131 450
Events Income		-	1 040
Safeparks Contribution		2 200 039	1 986 552
Interest received	7	60 568	22 206
		2 396 560	2 142 838
Operating expenses			
Accounting fees		6 376	6 080
Auditors remuneration		12 963	5 330
Bank charges		1 900	2 187
Consulting and professional fees		-	9 918
Clinic project expense		5 700	-
Donations		-	11 732
Events expenses		23 085	27 082
Repairs and maintenance		12 000	-
Safe parks		2 124 144	1 617 365
Security		540	-
Sage service fee		21 516	15 546
Subscriptions		15 939	18 272
Telephone and fax		349	-
		2 224 512	1 713 512
Profit for the year		172 048	429 326

