

**NELSON MANDELA TOWNSHIP GYMNASTICS CLUB**

**(Public Benefit Organisation Number : 930036671)**

**ANNUAL FINANCIAL STATEMENTS**

**For the year ended 31 December 2015**



**KOPANO  
INCORPORATED**

**NELSON MANDELA TOWNSHIP GYMNASTICS CLUB**  
**(Public Benefit Organisation Number : 930036671)**

**ANNUAL FINANCIAL STATEMENTS**

**for the year ended 31 December 2015**

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(Public Benefit Organisation Number : 930036671)

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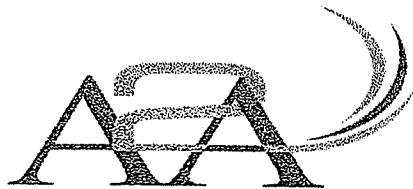
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The annual financial statements were approved by the board members and are signed on their behalf by:

  
.....  
CHAIRPERSON

  
.....  
TREASURER

PORT ALFRED  
25 July 2016



# KOPANO INCORPORATED

CHARTERED ACCOUNTANTS (S.A.)  
& REGISTERED AUDITORS

046 624 6073  
046 624 2512  
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1 Keey Street, Port Alfred  
6170  
P.O. Box 2083, Port  
Alfred. 6170

## REPORT OF THE INDEPENDENT AUDITORS TO THE BOARD MEMBERS OF NELSON MANDELA TOWNSHIP GYMNASTICS CLUB

### **Report On The Financial Statements**

We have audited the accompanying financial statements of Nelson Mandela Township Gymnastics Club, which comprise the statement of financial position as at 31 December 2015, and the statement of comprehensive income for the year then ended, and a summary of significant accounting policies and other explanatory notes.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting practices adopted by the entity. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organisation's preparation and fair presentation of the financial statements 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 organisation's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Qualification**

In common with similar organisations, it is not feasible for Nelson Mandela Township Gymnastics Club, to institute accounting controls over cash collections from donations and fund raising prior to the initial entry of the collection in the accounting records. Accordingly it was impractical for us to extend our examination beyond the receipts actually recorded.

### **Opinion**

In our opinion, except for the effect on the annual financial statements of the matter referred to in the preceding paragraph, the annual financial statements present fairly, in all material respects, the financial position of Nelson Mandela Township Gymnastics Club as of 31 December 2015, and of its financial performance for the year then ended in accordance with the accounting policies adopted by the entity.

### **Emphasis of Matter**

Without further qualifying our opinion, we draw attention to the fact that the entity is a nonprofit organisation and is dependent on the continued financial support of its donors and funders in order to continue operating as a going concern.

A2A KOPANO INCORPORATED  
Chartered Accountants (SA)  
Director: HA Wormald

*A2A Kopano Incorporated*

PORT ALFRED  
25 July 2016

IRBA NO. 901944-0011 • Co. Reg. No.: 1998/014078/21

**Directors:** Chairman: KJ Sibole  
Chief Executive Officer: HAS Mooka  
Chairman of Executive Committee: MSA Paruk  
List of Directors available at the registered office or national website

**Offices in:** Gauteng, Mpumalanga, Limpopo, Kwa-Zulu Natal, Eastern Cape, Western Cape and North West

**Website:** www.a2akopano.co.za

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB  
STATEMENT OF FINANCIAL POSITION – 31 December 2015

	Notes	2015 R	2014 R
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	1	<u>171,946</u>	<u>3,382</u>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2	<u>33,995</u>	<u>553,400</u>
<b>TOTAL ASSETS</b>		<u><u>205,941</u></u>	<u><u>556,782</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>RESERVES</b>			
Accumulated funds	3	<u>200,041</u>	<u>551,459</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	4	<u>5,900</u>	<u>5,323</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>205,941</u></u>	<u><u>556,782</u></u>

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB

STATEMENT OF COMPREHENSIVE INCOME  
for the year ended 31 December 2015

	Notes	2015 R	2014 R
<b>REVENUE</b>			
Lotto funding		-	540,943
Donations received	5	<u>168,084</u>	<u>98,880</u>
		168,084	639,823
<b>Less: EXPENSES</b>			
		519,502	117,649
Audit fees		11,129	6,052
Bank charges		951	1,168
Competition expenses and activities		119,582	95,937
Donations paid	6	319,048	-
Depreciation		28,431	2,262
Repairs and maintenance		1,295	8,590
Printing, stationery and postage		-	40
Training and coaching courses		8,200	3,600
Travel and accommodation		30,866	-
		<u>(351,418)</u>	<u>522,174</u>
<b>(Deficit) / Surplus For The Year</b>			

**NELSON MANDELA TOWNSHIP GYMNASTICS CLUB**  
**ACCOUNTING POLICIES TO THE ANNUAL FINANCIAL STATEMENTS**  
**for the year ended 31 December 2015**

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**ACCOUNTING POLICIES**

The annual financial statements of the organisation are prepared in accordance with the accounting policies adopted by the entity using the historical cost convention.

**Cash and cash equivalent**

Cash and cash equivalent is stated at its nominal value.

**Trade and other payables**

Trade and other payables are stated at their nominal value.

**Trade and other receivables**

Trade and other receivables are stated at their nominal value.

**Taxation**

The entity is exempt from taxation.

**(Deficit) / Surplus from Operations**

(Deficit) / Surplus from operations is stated before finance costs.

**Revenue Recognition**

Donation and funding income is recognised when the organisation's right to receive payment has been established.

**Property, Plant and Equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and any recognised impairment loss.

Depreciation is charged so as to write off the depreciable amount of assets, over their estimated useful lives, using the straight-line method, on the following basis:

Gymnastic equipment                      5 years

The depreciable amount is calculated as the cost of the asset less its residual value. The residual value is the net amount that the entity expects to obtain for an asset at the end of its useful life after deducting the expected costs of disposal, if the asset was already of the age and condition expected at the end of its useful life.

The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in income.

NELSON MANDELA TOWNSHIP GYMNASTICS CLUB

NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 December 2015

1 PROPERTY, PLANT AND EQUIPMENT

	GYMNASTIC EQUIPMENT R	TOTAL R
Carrying amount at 31 December 2014	3,382	3,382
At cost	11,309	11,309
Accumulated depreciation	(7,927)	(7,927)
Additions	196,995	196,995
Depreciation for the year	(28,431)	(28,431)
Carrying amount at 31 December 2015	171,946	171,946
At cost	208,304	208,304
Accumulated depreciation	(36,358)	(36,358)

2 CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the statement of financial position comprises a balance with a bank.  
The carrying amount approximates its fair value.

	2015 R	2014 R
FNB Cheque Account	33,995	553,400

3. ACCUMULATED FUNDS

	2015 R	2014 R
Balance at beginning of the year	551,459	29,285
(Deficit) / Surplus for the year	(351,418)	522,174
Balance at the end of the year	200,041	551,459

4. TRADE AND OTHER PAYABLES

	2015 R	2014 R
Audit fees	5,900	5,323



NELSON MANDELA TOWNSHIP GYMNASTICS CLUB

NOTES TO THE ANNUAL FINANCIAL STATEMENTS  
for the year ended 31 December 2015

5. DONATIONS RECEIVED

	2015 R	2014 R
NEMATO Change A Life	133,584	69,709
Sundry donations	34,500	29,171
	<u>168,084</u>	<u>98,880</u>

6. DONATIONS PAID

	2015 R	2014 R
NEMATO Rowing club	200,000	-
NEMATO Fencing club	114,225	-
NEMATO Change a life	4,823	-
	<u>319,048</u>	<u>-</u>