

NELSON MANDELA TOWNSHIP ROWING CLUB
(Public Benefit Organisation Number : 930036667)

ANNUAL FINANCIAL STATEMENTS

for the year ended 31 December 2015



KOPANO
INCORPORATED

**NELSON MANDELA TOWNSHIP ROWING CLUB
(Public Benefit Organisation Number : 930036667)**

ANNUAL FINANCIAL STATEMENTS

for the year ended 31 December 2015

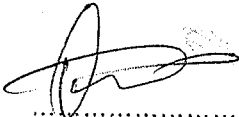
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ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2015

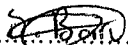
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The annual financial statements were approved by the board members and are signed on their behalf by:

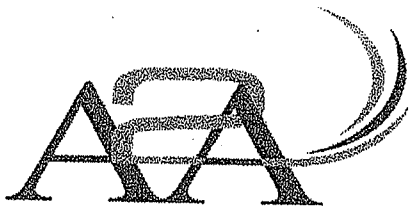


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CHAIRMAN



.....
TREASURER

PORT ALFRED
25 July 2016



KOPANO INCORPORATED

CHARTERED ACCOUNTANTS (S.A.)
& REGISTERED AUDITORS

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P.O. Box 2083, Port
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REPORT of the INDEPENDENT AUDITORS TO THE BOARD MEMBERS OF NELSON MANDELA TOWNSHIP ROWING CLUB

Report On The Financial Statements

We have audited the organisations financial statements of Nelson Mandela Township Rowing 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 practice 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 Rowing 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 financial statements present fairly, in all material respects, the financial position of Nelson Mandela Township Rowing Club as of 31 December 2015, and of its financial performance for the year then ended in accordance with the accounting practices adopted by the entity.

Emphasis of Matter

Without further qualifying our opinion above, we draw your attention to the fact that the entity's ability to continue operating as a going concern is dependant on the continued support of its donors and sponsors.

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 Sithole
Chief Executive Officer: HAS Moosa
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

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

	Notes	2015 R	2014 R
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	1	<u>298,857</u>	<u>232,068</u>
CURRENT ASSETS			
Cash and cash equivalents	2	<u>438</u>	<u>68,167</u>
TOTAL ASSETS		<u><u>299,295</u></u>	<u><u>300,235</u></u>
EQUITY AND LIABILITIES			
RESERVES			
Accumulated funds	3	<u>291,645</u>	<u>232,789</u>
NON-CURRENT LIABILITIES			
Related party loan	4	<u>-</u>	<u>60,000</u>
CURRENT LIABILITIES			
Trade and other payables	5	<u>7,650</u>	<u>7,446</u>
TOTAL EQUITY AND LIABILITIES		<u><u>299,295</u></u>	<u><u>300,235</u></u>

NELSON MANDELA TOWNSHIP ROWING CLUB

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2015

	Note	2015 R	2014 R
REVENUE			
Donations received	6	208,799	44,040
Interest received		112	2,207
		<u>208,911</u>	<u>46,247</u>
Less: EXPENSES			
		150,055	197,779
Activities		781	1,925
Audit fees		9,003	8,837
Bank charges		826	1,201
Competition expenses		4,060	48,867
Depreciation		133,211	114,814
Repairs and maintenance		2,174	22,135
Surplus / (Deficit) For The Year		<u>(58,856)</u>	<u>(151,532)</u>

NELSON MANDELA TOWNSHIP ROWING CLUB
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2015

ACCOUNTING POLICIES

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

Revenue Recognition

Donations 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:

Rowing equipment	5 years
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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.

Cash and cash equivalents

Cash and cash equivalents are stated at their nominal value.

Trade and other payables

Trade and other payables are stated at their nominal value.

Taxation

The entity is in the process of applying for tax exemption.

Surplus / (Deficit) from Operations

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

NELSON MANDELA TOWNSHIP ROWING CLUB
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2015

1. PROPERTY, PLANT AND EQUIPMENT

	ROWING EQUIPMENT R	TOTAL R
Carrying amount at 31 December 2014	232,068	232,068
At cost	557,534	557,534
Accumulated depreciation	(325,466)	(325,466)
Additions	200,000	200,000
Depreciation for the year	(133,211)	(133,211)
Carrying amount at 31 December 2015	298,857	298,857
At cost	757,534	757,534
Accumulated depreciation	(458,677)	(458,677)

2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the statement of financial position comprises balances with banks and cash on hand. The carrying amount approximates their fair value.

	2015 R	2014 R
FNB Cheque Account	438	68,167
	438	68,167

3. ACCUMULATED FUNDS

	2015 R	2014 R
Balance at beginning of the year	232,789	384,321
Surplus / (Deficit) for the year	58,856	(151,532)
	291,645	232,789

4. RELATED PARTY LOAN

	2015 R	2014 R
Nelson Mandela Township Change A Life - Matinyana fund	-	60,000
	-	60,000

NELSON MANDELA TOWNSHIP ROWING CLUB
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2015

5. TRADE AND OTHER PAYABLES

	2015 R	2014 R
Audit fees	<u>7,650</u>	<u>7,446</u>

The board members consider that the carrying amount of trade and other payables approximates their fair value.

6. DONATIONS RECEIVED

	2015 R	2014 R
NEMATO – Gymnastics club	200,000	-
Eton College UK	-	17,160
NEMATO Change A Life	8,799	26,409
Sundry donations	-	471
	<u>208,799</u>	<u>44,040</u>