

TENNIS NELSON MANDELA BAY

**Annual Financial Statements
for the year ended 31 March 2017**

For discussion purposes only

Tennis Nelson Mandela Bay
Annual Financial Statements for the year ended 31 March 2017

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

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Committee's Responsibilities and Approval

The committee is required to maintain adequate accounting records and is 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 the association 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 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 judgments and estimates.

The committee acknowledge that they are ultimately responsible for the system of internal financial control established by the association and place considerable importance on maintaining a strong control environment. To enable the committee to meet these responsibilities, the board 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. These controls are monitored throughout the association and all employees are required to maintain the highest ethical standards in ensuring the association's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the association is on identifying, assessing, managing and monitoring all known forms of risk across the association. While operating risk cannot be fully eliminated, the association endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The committee is of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The committee has reviewed the association's cash flow forecast for the year to 31 March 2018 and, in the light of this review and the current financial position, they are satisfied that the association has or has access to adequate resources to continue in operational existence for the foreseeable future.

The annual financial statements set out on pages 4 to 9, which have been prepared on the going concern basis, were approved by the committee on 14 June 2017 and were signed on its behalf by:

N McLaggan

W McCay

I Cassim

Port Elizabeth
14 June 2017

TREVOR WAIT (PE)

Registered Auditors - Chartered Accountants (SA)
Geregistreerde Ouditeure - Geoktrooieerde Rekenmeesters (SA)

276 Cape Road, Newton Park, PORT ELIZABETH, 6045
PO Box/Posbus 27963, Greenacres, PORT ELIZABETH, 6057

Tel: (041)-3632001/2/4/5
Telefax/Telefaks: (041)-3632006
E-Mail/E-Pos: twp@trevorwait.co.za

Practitioner's Compilation Report

To Tennis Nelson Mandela Bay

We have compiled the annual financial statements of Tennis Nelson Mandela Bay, as set out on pages 4 - 9, based on the information you have provided. These annual financial statements comprise the statement of financial position of Tennis Nelson Mandela Bay as at 31 March 2017, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these annual financial statements in accordance with the basis of accounting as set out in Note 1 to the financial statements. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These annual financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these annual financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the basis of accounting as set out in Note 1 to the financial statements.

TREVOR WAIT (PE)
Chartered Accountants (S.A.)

JPD Botha

14 June 2017
Port Elizabeth

Tennis Nelson Mandela Bay

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Statement of Financial Position as at 31 March 2017

Figures in Rand	Notes	2017	2016
Assets			
Current Assets			
Loan to Tennis Eastern Province		56 333	51 874
Cash and cash equivalents		9 134	6 290
Total Current Assets		65 467	58 164
Total Assets		65 467	58 164
Equity and Liabilities			
Funds and reserves			
Accumulated surplus		48 327	55 104
Liabilities			
Current Liabilities			
Trade and other payables		2 400	1 760
TSA affiliation fees		14 740	1 300
Total Current Liabilities		17 140	3 060
Total Equity and Liabilities		65 467	58 164

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Statement of Comprehensive Income

Figures in Rand	Notes	2017	2016
Income			
League fees		1 280	1 460
Development income		-	24 448
Interest received	2	3 659	2 837
		4 939	28 745
Operating expenses			
AGM expenses		220	-
Affiliation fees		200	-
Bank charges		516	355
Compiler's remuneration	3	2 920	991
Development		2 000	16 250
Entertainment		3 380	-
Gifts		2 000	-
Postage		-	186
Tournament entry fees		-	3 600
Trophies		480	-
		11 716	21 382
(Deficit) surplus for the year		(6 777)	7 363

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Statement of Changes in Equity

Figures in Rand	Accumulated surplus	Total equity
Balance at 01 April 2015	47 741	47 741
Surplus for the year	7 363	7 363
Balance at 01 April 2016	55 104	55 104
Deficit for the year	(6 777)	(6 777)
Balance at 31 March 2017	48 327	48 327

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Statement of Cash Flows

Figures in Rand	Notes	2017	2016
Cash flows from operating activities			
Cash receipts from customers		1 280	25 908
Cash paid to suppliers and employees		(15 535)	(32 109)
Cash used in operations	4	(14 255)	(6 201)
Interest income		3 659	2 837
Net cash from operating activities		(10 596)	(3 364)
Cash flows from financing activities			
Movement in other liability		13 440	1 300
Total cash movement for the year		2 844	(2 064)
Cash at the beginning of the year		6 290	8 354
Total cash at end of the year		9 134	6 290

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Annual Financial Statements for the year ended 31 March 2017

Accounting Policies

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.

These accounting policies are consistent with the previous period.

1.1 Revenue

Revenue is measured at the fair value of the consideration received or receivable and represents the amounts receivable for affiliation and league fees from the individual members.

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Notes to the Annual Financial Statements

Figures in Rand	2017	2016
2. Investment revenue		
Interest revenue		
Tennis Eastern Province	3 659	2 837
3. Compiler remuneration		
Fees	2 400	1 760
Adjustment for previous year	520	(769)
	2 920	991
4. Cash used in operations		
(Deficit) surplus before taxation	(6 777)	7 363
Adjustments for:		
Interest received	(3 659)	(2 837)
Changes in working capital:		
Loan to Tennis Eastern Province	(4 459)	(10 117)
Trade and other payables	640	(610)
	(14 255)	(6 201)