

ABRINA 546 (NPC)  
(Registration number 2008/008315/08)  
Trading as Paarden Eiland City Improvement District  
Annual Financial Statements  
for the year ended 30 June 2016  
AMF & Associates  
Chartered Accountants (S.A.)

These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

Published 08 August 2016

## **ABRINA 546 (NPC)**

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Annual Financial Statements for the year ended 30 June 2016

### **General Information**

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<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Community based business development project
<b>Directors</b>	Leslie Barry Holtzhausen Eric Berkley Stephen Dino Gomes
<b>Registered office</b>	Paarden Eiland City Improvement District Unit 2 Riverside Estate 62 Carlisle Street Paarden Eiland 7405
<b>Auditors</b>	AMF & Associates Chartered Accountants (S.A.)
<b>Secretary</b>	Robert George Tiffin
<b>Company registration number</b>	2008/008315/08
<b>Tax reference number</b>	9611/019/16/8

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### Level of assurance

These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

### Published

08 August 2016

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Trading as Paarden Eiland City Improvement District

Annual Financial Statements for the year ended 30 June 2016

## Directors' Responsibilities and Approval

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The directors are required by the Companies Act 71 of 2008, 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 the company 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 International Financial Reporting Standard for Small and Medium-sized Entities. 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 International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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

The directors are 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 directors have reviewed the company's cash flow forecast for the year to 30 June 2017 and, in the light of this review and the current financial position, they are satisfied that the company 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 the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on page 4.

The annual financial statements set out on pages 5 to 13, which have been prepared on the going concern basis, were approved by the board on 08 August 2016 and were signed on its behalf by:



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Leslie Barry Holtzhausen



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Eric Berkley Stephen



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Dino Gomes

Paarden Eiland

08 August 2016

## Independent Auditors' Report

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### To the Members of ABRINA 546 (NPC)

We have audited the annual financial statements of ABRINA 546 (NPC), as set out on pages 6 to 12, which comprise the statement of financial position as at 30 June 2016, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

### Directors' Responsibility for the Annual Financial Statements

The company's directors are responsible for the preparation and fair presentation of these annual financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of annual financial statements that are free from material misstatements, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on these annual 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 annual financial statements are free from material misstatement.

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

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

### Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of ABRINA 546 (NPC) as at 30 June 2016, and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the requirements of the Companies Act 71 of 2008.

### Other reports required by the Companies Act

As part of our audit of the annual financial statements for the year ended 30 June 2016, we have read the Directors' Report for the purpose of identifying whether there are material inconsistencies between these reports and the audited annual financial statements. This report is the responsibility of the respective preparer. Based on reading this report we have not identified material inconsistencies between this report and the audited annual financial statements. However, we have not audited this report and accordingly do not express an opinion on this report.



AMF & Associates  
F J Oeschger

08 August 2016  
Paarden Eiland

# **ABRINA 546 (NPC)**

(Registration number 2008/008315/08)

Trading as Paarden Eiland City Improvement District

Annual Financial Statements for the year ended 30 June 2016

## **Directors' Report**

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The directors have pleasure in submitting their report on the annual financial statements of ABRINA 546 (NPC) for the year ended 30 June 2016.

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

ABRINA 546 (NPC) was incorporated in South Africa and is engaged in community based development projects. The company operates in South Africa.

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 annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. 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 annual financial statements.

### **3. Share capital**

The company is registered as a Section 10 Company and therefore does not have any share capital.

### **4. Directors**

The directors in office at the date of this report are as follows:

#### **Directors**

Leslie Barry Holtzhausen

Eric Berkley Stephen

Dino Gomes

There have been no changes to the directorate for the period under review.

### **5. Directors' interests in contracts**

During the financial year, no contracts were entered into which directors or officers of the company had an interest and which significantly affected the business of the company.

### **6. Property, plant and equipment**

There was no change in the nature of the property, plant and equipment of the company or in the policy regarding their use.

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

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

### **8. Auditors**

AMF & Associates continued in office as auditors for the company for 2016.

### **9. Secretary**

The company secretary for the year under review is Robert George Tiffin.

## ABRINA 546 (NPC)

(Registration number 2008/008315/08)

Trading as Paarden Eiland City Improvement District

Annual Financial Statements for the year ended 30 June 2016

### Statement of Financial Position as at 30 June 2016

Figures in Rand	Note(s)	2016	2015
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	559,907	830,881
<b>Current Assets</b>			
Trade and other receivables	3	9,683	899
Cash and cash equivalents	4	2,183,688	2,064,387
		<b>2,193,371</b>	<b>2,065,286</b>
<b>Total Assets</b>		<b>2,753,278</b>	<b>2,896,167</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Retained income		2,753,278	2,883,549
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	6	-	12,618
<b>Total Equity and Liabilities</b>		<b>2,753,278</b>	<b>2,896,167</b>

## ABRINA 546 (NPC)

(Registration number 2008/008315/08)

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Annual Financial Statements for the year ended 30 June 2016

### Statement of Comprehensive Income

Figures in Rand	Note(s)	2016	2015
Income		3,394,248	2,986,610
Operating expenses		(3,643,285)	(3,286,123)
<b>Operating loss</b>		<b>(249,037)</b>	<b>(299,513)</b>
Investment revenue	7	118,766	113,423
<b>Net surplus/(shortfall) for the year</b>		<b>(130,271)</b>	<b>(186,090)</b>



## **ABRINA 546 (NPC)**

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Annual Financial Statements for the year ended 30 June 2016

### **Statement of Changes in Equity**

Figures in Rand	Retained income	Total equity
Balance at 01 July 2014	3,069,639	3,069,639
Net surplus/(shortfall) for the year	(186,090)	(186,090)
Balance at 01 July 2015	2,883,549	2,883,549
Net surplus/(shortfall) for the year	(130,271)	(130,271)
Balance at 30 June 2016	2,753,278	2,753,278

Note(s)

## ABRINA 546 (NPC)

(Registration number 2008/008315/08)

Trading as Paarden Eiland City Improvement District

Annual Financial Statements for the year ended 30 June 2016

### Statement of Cash Flows

Figures in Rand	Note(s)	2016	2015
<b>Cash flows from operating activities</b>			
Cash receipts from customers		3,394,248	3,098,051
Cash paid to suppliers and employees		(3,089,050)	(3,177,884)
Cash generated from (used in) operations	10	305,198	(79,833)
Interest income		118,766	113,423
<b>Net cash from operating activities</b>		<b>423,964</b>	<b>33,590</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(304,662)	(378,369)
<b>Total cash movement for the year</b>		<b>119,302</b>	<b>(344,779)</b>
Cash at the beginning of the year		2,064,387	2,409,166
<b>Total cash at end of the year</b>	4	<b>2,183,689</b>	<b>2,064,387</b>

# ABRINA 546 (NPC)

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Trading as Paarden Eiland City Improvement District

Annual Financial Statements for the year ended 30 June 2016

## Accounting Policies

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### 1. Presentation of Annual Financial Statements

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual 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 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost includes all costs incurred to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Costs include costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, which is as follows:

Item	Average useful life
Furniture and fixtures	6 years
Motor vehicles	5 years
IT equipment	3 years
Cameras	5 years

The residual value, depreciation method and useful life of each asset are reviewed at each annual reporting period if there are indicators present that there has been a significant change from the previous estimate.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss in the period.

#### 1.2 Impairment of assets

The company assesses at each reporting date whether there is any indication that an asset may be impaired.

If there is any indication that an asset may be impaired, the recoverable amount is estimated for the individual asset. If it is not possible to estimate the recoverable amount of the individual asset, the recoverable amount of the cash-generating unit to which the asset belongs is determined.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

#### 1.3 Share capital and equity

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

## ABRINA 546 (NPC)

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Annual Financial Statements for the year ended 30 June 2016

### Notes to the Annual Financial Statements

Figures in Rand

2016

2015

#### 2. Property, plant and equipment

	2016			2015		
	Cost / Valuation	Accumulated depreciation and impairments	Carrying value	Cost / Valuation	Accumulated depreciation and impairments	Carrying value
Furniture and fixtures	152,884	(25,487)	127,397	152,884	-	152,884
Motor vehicles	127,710	(127,710)	-	127,710	(127,710)	-
IT equipment	36,878	(26,122)	10,756	26,018	(16,243)	9,775
Computer software	2,954,206	(2,532,452)	421,754	2,660,404	(1,992,182)	668,222
<b>Total</b>	<b>3,271,678</b>	<b>(2,711,771)</b>	<b>559,907</b>	<b>2,967,016</b>	<b>(2,136,135)</b>	<b>830,881</b>

#### Reconciliation of property, plant and equipment - 2016

	Opening balance	Additions	Depreciation	Total
Furniture and fixtures	152,884	-	(25,487)	127,397
IT equipment	9,775	10,860	(9,879)	10,756
Cameras	668,222	293,802	(540,270)	421,754
	<b>830,881</b>	<b>304,662</b>	<b>(575,636)</b>	<b>559,907</b>

#### Reconciliation of property, plant and equipment - 2015

	Opening balance	Additions	Depreciation	Total
Furniture and fixtures	-	152,884	-	152,884
IT equipment	14,875	-	(5,100)	9,775
Cameras	689,205	225,485	(246,468)	668,222
	<b>704,080</b>	<b>378,369</b>	<b>(251,568)</b>	<b>830,881</b>

#### 3. Trade and other receivables

Deposits	900	900
VAT	8,783	(1)
	<b>9,683</b>	<b>899</b>

#### 4. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	1,187	(6)
Bank balances	350,879	221,494
Short-term deposits	1,831,622	1,842,899
	<b>2,183,688</b>	<b>2,064,387</b>

R630 000 of the short term deposit is required as a reserve to cover two months revenue(2015 - R498 000). This is a requirement indicated by the City of Cape Town.

#### 5. Share capital

There is no authorised share capital as the company is a Section 21 Company.

## ABRINA 546 (NPC)

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### Notes to the Annual Financial Statements

Figures in Rand	2016	2015
<b>6. Trade and other payables</b>		
VAT	-	12,618
<b>7. Investment revenue</b>		
<b>Interest revenue</b>		
Interest on investments	118,766	113,423
<b>8. Taxation</b>		
No provision has been made for 2016 tax as the company is not liable for income tax as it is a non profit Section 10 Company .		
<b>9. Auditors' remuneration</b>		
Fees	14,900	19,000
<b>10. Cash generated from (used in) operations</b>		
Loss before taxation	(130,271)	(186,090)
<b>Adjustments for:</b>		
Depreciation and amortisation	575,637	251,568
Interest received - investment	(118,766)	(113,423)
<b>Changes in working capital:</b>		
Trade and other receivables	(8,784)	-
Trade and other payables	(12,618)	(31,888)
	<b>305,198</b>	<b>(79,833)</b>

#### 11. Directors' remuneration

No emoluments were paid to the directors or any individuals holding a prescribed office during the year.

## ABRINA 546 (NPC)

(Registration number 2008/008315/08)

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Annual Financial Statements for the year ended 30 June 2016

### Detailed Income Statement

Figures in Rand	Note(s)	2016	2015
<b>Income</b>			
SRA Levy income		3,394,248	2,986,610
Interest received	7	118,766	113,423
		<b>3,513,014</b>	<b>3,100,033</b>
<b>Operating expenses</b>			
AGM and meeting expenses		9,778	8,002
Accounting fees		41,150	30,900
Advertising		7,986	1,643
Auditors remuneration	9	14,900	19,000
Bank charges		22,552	20,428
Camera control room monitoring		588,865	585,215
Capital project - Signage		29,215	-
Cleansing services		35,475	36,300
Computer expenses		5,742	1,034
Contingencies and sundry expenses		17,575	3,719
Depreciation, amortisation and impairments		575,637	251,568
Donations		5,454	12,000
Employee costs		585,508	611,430
Environmental upgrading		22,354	8,445
Insurance		43,098	39,267
Lease rentals on operating lease		137,782	104,410
Motor vehicle expenses		12,459	12,325
Postage		-	297
Printing and stationery		8,023	6,461
Project expenses - Herbicide for wetlands		-	98,100
Protective clothing		-	5,304
Repairs and maintenance		177,050	141,299
Security		1,279,043	1,258,832
Staff welfare		6,375	7,618
Telephone and fax		17,264	22,526
		<b>3,643,285</b>	<b>3,286,123</b>
<b>Net surplus/(shortfall) for the year</b>		<b>(130,271)</b>	<b>(186,090)</b>