

ABRINA 546 (NPC)
(Registration number 2008/008315/08)
Trading as Paarden Eiland City Improvement District
Annual Financial Statements
for the year ended 30 June 2017
AMF & Associates
Chartered Accountants (S.A.)
Registered Auditors

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

Published 14 August 2017

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General Information

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

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

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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.

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Directors' Responsibilities and Approval

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 auditor's is 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.

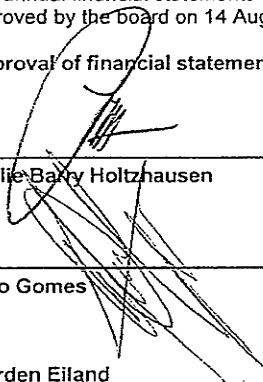
The directors have reviewed the company's cash flow forecast for the year to 30 June 2018 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditor's 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 auditor's and their report is presented on page 4.

The annual financial statements set out on pages 6 to 15, which have been prepared on the going concern basis, were approved by the board on 14 August 2017 and were signed on its behalf by:

The annual financial statements set out on pages 6 to 15, which have been prepared on the going concern basis, were approved by the board on 14 August 2017 and were signed on its behalf by:

Approval of financial statements



Leslie Barry Holtzhausen



Eric Berkley Stephen

Dino Gomes

Paarden Eiland
Cape Town

14 August 2017

Independent Auditor's Report

To the Members of ABRINA 546 (NPC)

Opinion

We have audited the Annual Financial Statements of ABRINA 546 (NPC) set out on pages 8 to 14, which comprise the Statement of Financial Position as at 30 June 2017, 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 Annual Financial Statements, including a summary of significant accounting policies.

In our opinion, the Annual Financial Statements present fairly, in all material respects, the financial position of ABRINA 546 (NPC) as at 30 June 2017, 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 Companies Act 71 of 2008.

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 Annual Financial Statements section of our report. We are independent of the company in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the Companies Act 71 of 2008, which we obtained prior to the date of this report. Other information does not include the Annual Financial Statements and our auditor's report thereon.

Our opinion on the Annual 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 Annual Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Annual Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work We have performed, 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 directors for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the Annual Financial Statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the 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 misstatement, whether due to fraud or error.

In preparing the Annual Financial Statements, the directors are 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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Independent Auditor's Report


Auditor's responsibilities for the audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the Annual 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 Annual 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 Annual 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 directors.
- Conclude on the appropriateness of the directors' 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 company'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 Annual 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 Annual Financial Statements, including the disclosures, and whether the Annual Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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.



AMF & Associates
F J Oeschger
Partner
Chartered Accountants (S.A.)
Registered Auditors

14 August 2017
Paarden Eiland

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Annual Financial Statements for the year ended 30 June 2017

Directors' Report

The directors have pleasure in submitting their report on the annual financial statements of ABRINA 546 (NPC) for the year ended 30 June 2017.

1. Nature of business

ABRINA 546 (NPC) was incorporated in South Africa with interests in the Services industry. The company operates in South Africa, rest of Africa and Europe.

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

There have been no changes to the authorised or issued share capital during the year under review.

4. Directors

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

Directors	Office	Designation	Nationality
Leslie Barry Holtzhausen	Chairperson	Executive	
Eric Berkley Stephen	Chairperson	Executive	
Dino Gomes	Chief Executive Officer	Executive	

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.

At 30 June 2017 the company's investment in property, plant and equipment amounted to R500,500 (2016:R559,907), of which R171,869 (2016: R304,662) was added in the current year through additions.

The trust has commitments in respect of contracts placed for capital expenditure to the amount of R- (2016:R-). The company also has commitments in respect of contracts placed for finance leases of R- (2016:R-) over the period of the lease. These commitments have been approved by the board of the company. Refer to note of the annual financial statements for further details.

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.

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Directors' Report

At the AGM, the shareholders will be requested to reappoint AMF & Associates as the independent external auditors of the company and to confirm F J Oeschger as the designated lead audit partner for the 2018 financial year.

9. Secretary

The company secretary is Robert George Tiffin.

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Annual Financial Statements for the year ended 30 June 2017

Statement of Financial Position as at 30 June 2017

Figures in Rand	Note(s)	2017	2016
Assets			
Non-Current Assets			
Property, plant and equipment	2	500,500	559,907
Current Assets			
Trade and other receivables	3	901	9,683
Cash and cash equivalents	4	2,797,842	2,183,688
		2,798,743	2,193,371
Total Assets		3,299,243	2,753,278
Equity and Liabilities			
Equity			
Retained income		3,266,744	2,753,278
Liabilities			
Current Liabilities			
Trade and other payables	6	32,499	-
Total Equity and Liabilities		3,299,243	2,753,278

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Statement of Comprehensive Income

Figures in Rand	Note(s)	2017	2016
Income	7	3,998,708	3,394,248
Operating expenses		(3,641,452)	(3,643,285)
Operating profit (loss)		357,256	(249,037)
Investment revenue	8	156,210	118,766
Net surplus/(shortfall) for the year		513,466	(130,271)

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Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
Balance at 01 July 2015	2,883,549	2,883,549
Net surplus/(shortfall) for the year	(130,271)	(130,271)
Balance at 01 July 2016	2,753,278	2,753,278
Net surplus/(shortfall) for the year	513,466	513,466
Balance at 30 June 2017	3,266,744	3,266,744

Note(s)

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Statement of Cash Flows

Figures in Rand	Note(s)	2017	2016
Cash flows from operating activities			
Cash receipts from customers		3,998,708	3,394,248
Cash paid to suppliers and employees		(3,368,591)	(3,089,050)
Cash generated from operations	11	630,117	305,198
Interest income		156,210	118,766
Net cash from operating activities		786,327	423,964
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(171,869)	(304,662)
Total cash movement for the year		614,458	119,302
Cash at the beginning of the year		2,183,688	2,064,387
Total cash at end of the year	4	2,798,146	2,183,689

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Accounting Policies

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.

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Notes to the Annual Financial Statements

Figures in Rand 2017 2016

2. Property, plant and equipment

	2017			2016		
	Cost	Accumulated depreciation and impairments	Carrying value	Cost	Accumulated depreciation and impairments	Carrying value
Furniture and fixtures	152,884	(50,972)	101,912	152,884	(25,487)	127,397
Motor vehicles	127,710	(127,710)	-	127,710	(127,710)	-
IT equipment	36,878	(30,542)	6,336	36,878	(26,122)	10,756
Computer software	3,126,075	(2,733,823)	392,252	2,954,206	(2,532,452)	421,754
Total	3,443,547	(2,943,047)	500,500	3,271,678	(2,711,771)	559,907

Reconciliation of property, plant and equipment - 2017

	Opening balance	Additions	Depreciation	Total
Furniture and fixtures	127,397	-	(25,485)	101,912
IT equipment	10,756	-	(4,420)	6,336
Cameras	421,754	171,869	(201,371)	392,252
	559,907	171,869	(231,276)	500,500

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
	830,881	304,662	(575,636)	559,907

3. Trade and other receivables

Deposits	900	900
VAT	1	8,783
	901	9,683

4. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	(1,228)	1,187
Bank balances	261,298	350,879
Short-term deposits	2,537,772	1,831,622
	2,797,842	2,183,688

R657 392 of the short term deposit is required as a reserve to cover two months revenue(2016 - R630 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.

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Notes to the Annual Financial Statements

Figures in Rand	2017	2016
6. Trade and other payables		
Trade payables	26,945	-
Payroll liability	5,554	-
	32,499	-
7. Other income		
SRA Levy income	3,665,817	3,394,248
Retention income	332,891	-
	3,998,708	3,394,248
8. Investment revenue		
Interest revenue		
Interest on investments	156,210	118,766
9. Taxation		
No provision has been made for 2017 tax as the company is not liable for income tax as it is a non profit Section 10 Company .		
10. Auditor's remuneration		
Fees	13,382	14,900
11. Cash generated from operations		
Profit (loss) before taxation	513,466	(130,271)
Adjustments for:		
Depreciation and amortisation	231,578	575,637
Interest received - investment	(156,210)	(118,766)
Changes in working capital:		
Trade and other receivables	8,784	(8,784)
Trade and other payables	32,499	(12,618)
	630,117	305,198
12. Directors' remuneration		

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

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Detailed Income Statement

Figures in Rand	Note(s)	2017	2016
Income			
SRA Levy income		3,665,817	3,394,248
Retention income		332,891	-
Interest received	8	156,210	118,766
		4,154,918	3,513,014
Operating expenses			
AGM and meeting expenses		5,271	9,778
Accounting fees		38,270	41,150
Advertising		13,871	7,986
Auditors remuneration	10	13,382	14,900
Bank charges		20,293	22,552
Camera control room monitoring		642,454	588,865
Capital project - Signage		49,239	29,215
Cleaning		140	-
Cleansing services		9,314	35,475
Computer expenses		14,695	5,742
Contingencies and sundry expenses		11,696	17,575
Depreciation, amortisation and impairments		231,578	575,637
Donations		200	5,454
Employee costs		683,419	585,508
Environmental upgrading		46,983	22,354
Insurance		49,043	43,098
Lease rentals on operating lease		140,767	137,782
Motor vehicle expenses		15,436	12,459
Postage		813	-
Printing and stationery		4,215	8,023
Protective clothing		7,722	-
Repairs and maintenance		238,727	177,050
Security		1,371,989	1,279,043
Security- other		100	-
Staff welfare		6,806	6,375
Telephone and fax		25,029	17,264
		3,641,452	3,643,285
Net surplus/(shortfall) for the year		513,466	(130,271)