

NORTHERNS SQUASH ASSOCIATION
Annual Financial Statements
for the year ended 30 September 2020

Frits Beyer Incorporated
Chartered Accountants (SA)
Registered Auditors
Issued 26 October 2020

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Public benefit organisation - Association not for gain - Squash
Management Committee Members	Blaar Coetzee - Chairman Cornelie Read - Treasurer Innes de Vries Bronwen Martin Angelo Shaik Derek van der Merwe Blaine Verhage Gerda Dreyer
Auditors	Frits Beyer Incorporated Chartered Accountants (SA) Registered Auditors 158 Zambesi Drive Sinoville Pretoria 0182 P.O. Box 15627 Sinoville 0129

Northerns Squash Association

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Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Directors' Responsibilities and Approval

The management committee members are required by the Companies Act 71 of 2008, 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 . 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 and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The management committee members 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 management committee to meet these responsibilities, the committee 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 management committee members 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 management committee has reviewed the association's cash flow forecast for the year to 30 September 2021 and, in the light of this review and the current financial position, it is satisfied that the association has or has access to adequate resources to continue in operational existence for the foreseeable future.

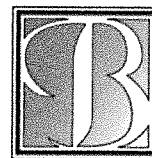
The external auditors are responsible for independently auditing and reporting on the association's annual financial statements. The annual financial statements have been examined by the association's external auditors and their report is presented on page 4.

The annual financial statements set out on page 7, which have been prepared on the going concern basis, were approved by the on 26 October 2020 and were signed on its behalf by:

Approval of annual financial statements

Blaar Coetzee - Chairman

Cornelie Read - Treasurer



FRITS BEYER INC

Registered Auditors
Chartered Accountants

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FR Beyer Hons B. Compt CA (SA)

Independent Auditor's Report

To the management committee of Northerns Squash Association

Opinion

We have audited the annual financial statements of Northerns Squash Association set out on pages 7 to 12, which comprise the statement of financial position as at 30 September 2020, and the statement of profit or loss and other 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 Northerns Squash Association as at 30 September 2020, and its financial performance and cash flows for the year then ended in accordance with and the requirements of the Companies Act 71 of 2008.

Other information

The management committee are responsible for the other information. The other information comprises the information included in the document titled "Northerns Squash Association annual financial statements for the year ended 30 September 2020", which includes the Management Committee Report as required by the Companies Act 71 of 2008 and the Detailed Income Statement, which we obtained prior to the date of this report. The other information does not include the annual financial statements and our auditor's report 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 on the other information obtained prior to the date of this auditor's report, 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 management committee are responsible for the preparation and fair presentation of the annual financial statements in accordance with and the requirements of the Companies Act 71 of 2008, and for such internal control as the management committee 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 management committee are responsible for assessing the association'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 management committee either intend to liquidate the association or to cease operations, or have no realistic alternative but to do so.

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

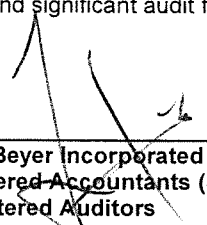
Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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.

Independent Auditor's Report

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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management committee.
- Conclude on the appropriateness of the management committee 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 association'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 management committee 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.



Frits Beyer Incorporated
Chartered Accountants (SA)
Registered Auditors

26 October 2020
Pretoria



Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Management Committee Report

The management committee has pleasure in submitting its report on the annual financial statements of Northerns Squash Association for the year ended 30 September 2020.

1. Management Committee

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

Management Committee

Blaar Coetzee - Chairman

Cornelie Read - Treasurer

Innes de Vries

Bronwen Martin

Angelo Shaik

Derek van der Merwe

Blaine Verhage

Gerda Dreyer

2. Events after the reporting period

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

3. Auditors

Frits Beyer Incorporated continued in office as auditors for the company for 2020.

The annual financial statements set out on page 7, which have been prepared on the going concern basis, were approved by the on 26 October 2020, and were signed on its behalf by:

Blaar Coetzee - Chairman

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Statement of Financial Position as at 30 September 2020

Figures in Rand	Note(s)	2020	2019
Assets			
Non-Current Assets			
Property, plant and equipment	2	1	1
Other financial assets	3	78,934	(142)
		78,935	(141)
Current Assets			
Trade and other receivables	4	80,018	91,168
Cash and cash equivalents	5	390,574	345,235
		470,592	436,403
Total Assets		549,527	436,262
Equity and Liabilities			
Equity			
Reserves		58,439	58,439
Retained income		271,643	303,453
		330,082	361,892
Liabilities			
Current Liabilities			
Trade and other payables	6	219,445	74,370
Total Equity and Liabilities		549,527	436,262

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Statement of Profit or Loss and Other Comprehensive Income

Figures in Rand	Note(s)	2020	2019
Other income		133,540	532,343
Operating expenses		(179,078)	(433,025)
Operating (loss) profit		(45,538)	99,318
Investment revenue		13,728	18,785
(Loss) profit for the year		(31,810)	118,103
Other comprehensive income		-	-
Total comprehensive (loss) income for the year		(31,810)	118,103

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Statement of Changes in Equity

Figures in Rand	Funds and reserves	Retained Income	Total equity
Balance at 01 October 2018	58,439	185,350	243,789
Profit for the year	-	118,103	118,103
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	118,103	118,103
Balance at 01 October 2019	58,439	303,453	361,892
Loss for the year	-	(31,810)	(31,810)
Other comprehensive income	-	-	-
Total comprehensive loss for the year	-	(31,810)	(31,810)
Balance at 30 September 2020	58,439	271,643	330,082

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Statement of Cash Flows

Figures in Rand	Note(s)	2020	2019
Cash flows from operating activities			
Cash generated from operations	7	110,688	77,019
Interest income		13,728	18,785
Net cash from operating activities		124,416	95,804
Cash flows from investing activities			
Sale of financial assets		(79,076)	(95,863)
Net cash from investing activities		(79,076)	(95,863)
Total cash movement for the year		45,340	(59)
Cash at the beginning of the year		345,235	345,293
Total cash at end of the year	5	390,575	345,234

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The annual financial statements have been prepared on a going concern basis in accordance with the , 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 assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes 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.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Average useful life
Office equipment	6 Years	

1.2 Revenue

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Notes to the Annual Financial Statements

Figures in Rand

2020 2019

2. Property, plant and equipment

	2020			2019		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Office equipment	31,364	(31,363)	1	31,364	(31,363)	1

3. Other financial assets

At amortised cost

Loans: Northerns Junior Squash Association Terms and conditions: No fixed terms of repayment have been agreed. The lender, however, has agreed to an unconditional roll-over of the obligation for at least twelve months after the reporting date.	74,517	14,618
Loans: Northerns Masters Squash Association Terms and conditions: No fixed terms of repayment have been agreed. The lender, however, has agreed to an unconditional roll-over of the obligation for at least twelve months after the reporting date.	4,417	(14,760)
	78,934	(142)

Non-current assets

At amortised cost	78,934	(142)
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4. Trade and other receivables

Trade receivables	79,007	89,468
Accrued income	1,011	1,700
	80,018	91,168

5. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	390,574	345,235
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6. Trade and other payables

Amounts received in advance	140,325	500
National Lotteries Board	73,870	73,870
Deposits received	5,250	-
	219,445	74,370

The total grant received from the National Lotteries Board was R500 000 and the expenses up to year end was R426 130. The amount reflected as due to the National Lotteries Board is earmarked for expenditure to be incurred after year end.

7. Cash generated from operations

(Loss) profit before taxation	(31,810)	118,103
Adjustments for:		
Interest received	(13,728)	(18,785)
Changes in working capital:		
Trade and other receivables	11,151	(19,029)
Trade and other payables	145,075	(3,270)
	110,688	77,019

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Detailed Income Statement

Figures in Rand	Note(s)	2020	2019
Other income			
League fees		101,790	423,270
Tournament fees		31,750	109,073
		133,540	532,343
Operating expenses			
Administration and management fees		52,400	48,050
Annual general meeting expenses		3,950	3,900
Auditors remuneration		10,264	10,264
Bank charges		1,937	2,578
League costs		40,663	179,562
Northerns Squash Federation awards function		23,265	21,233
Tournament costs		41,799	162,638
Website maintenance		4,800	4,800
		179,078	433,025
Operating (loss) profit		(45,538)	99,318
Investment income		13,728	18,785
(Loss) profit for the year		(31,810)	118,103

Northerns Squash Association

Annual Financial Statements for the year ended 30 September 2020

Supplementary Information

1. Tournament fees

Heading	Income 2020	Income 2019
Jarvis tournament	-	35,140
NSA closed	-	6,250
Fund raising activities	18,000	38,313
Satelite income	-	13,500
Blitz tournaments	-	4,000
NSA PSA open	13,750	11,870
	31,750	109,073

2. Tournament costs

Heading	Expenses 2020	Expenses 2019
NSA closed	-	4,700
Fund raising activities	4,891	18,830
Satelite expenses	-	10,625
Sponsorship professional players	-	94,826
NSA PSA open	33,135	30,133
Blitz tournaments	3,773	3,524
	41,799	162,638