

Overberg Chess Federation
Financial statements
for the year ended 28 February 2017

Hermanus Accounting
Chartered Accountant (SA)
Registered Auditor
Issued 31 July 2017

Overberg Chess Federation

Financial Statements for the year ended 28 February 2017

General Information

Country of incorporation and domicile	South Africa
Committee members	Kim Montgomery (Chairperson) Lente Maree (Vice-chairperson) Hennie Coetsee (Secretary) Anso van Wyk (Treasurer) Ruth Mfunds Carlton van Wyk Christopher Saayman Frankie Bantem
Auditor	Hermanus Accounting Chartered Accountants (S.A.) Registered Auditor
Level of assurance	The financial statements are audited.

Overberg Chess Federation

Financial Statements for the year ended 28 February 2017

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

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HERMANUS ACCOUNTING

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Independent Auditor's Report

To the management of Overberg Chess Federation

Opinion

I have audited the financial statements of Overberg Chess Federation set out on pages 6 to 10, which comprise the statement of financial position as at 28 February 2017, and the statement of income and retained earnings, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Overberg Chess Federation as at 28 February 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..

Basis for opinion

I conducted my audit in accordance with International Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of my report. I am independent of the organisation 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. I have fulfilled my 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). I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The managing committee are responsible for the other information. The other information comprises the Chairman's Report and Audit Committee Report, which we obtained prior to the date of this report. Other information does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express an audit opinion or any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the managing committee for the Financial Statements

The managing committee are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities, and for such internal control as the managing committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the managing committee are responsible for assessing the organisation'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 managing committee either intend to liquidate the organisation 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 Financial Statements

My objectives are to obtain reasonable assurance about whether the 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 my 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 financial statements.

As part of an audit in accordance with International Standards on Auditing, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the 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 my 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the managing committee.
- Conclude on the appropriateness of the managing 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 organisation's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the organisation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the managing 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 I identify during my audit.



Hermanus Accounting
Juan Pieterse
Partner

Registered Auditor

31 July 2017
Hermanus

Chairman's Report

The chairman submit their report for the year ended 28 February 2017.

1. Review of activities

Main business and operations

The organisation is engaged in promoting and organising chess in the Overberg.

The operating results and state of affairs of the organisation are fully set out in the attached financial statements and do not in our opinion require any further comment.

Net profit of the federation was R35,582 (2016: profit R-), after taxation of R- (2016: R-).

2. Events after the reporting period

The organisation are not aware of any matter or circumstance arising since the end of the financial year that has a material impact on the financial statements.

3. Committee

The managing committee of the organisation during the year and to the date of this report are as follows:

Name

Kim Montgomery (Chairperson)
Lente Maree (Vice-chairperson)
Hennie Coetsee (Secretary)
Anso van Wyk (Treasurer)
Ruth Mfundsi
Carlton van Wyk
Christopher Saayman
Frankie Bantem

4. Auditor's

Hermanus Accounting will continue in office for the next financial period.

The financial statements set out on pages 5 to 10, which have been prepared on the going concern basis, were approved by the board of members on 31 July 2017, and were signed on its behalf by:

Approval of financial statements



Kim Montgomery (Chairperson)

31 July 2017



Anso van Wyk (Treasurer)

31 July 2017

Overberg Chess Federation

Financial Statements for the year ended 28 February 2017

Statement of Financial Position as at 28 February 2017

Figures in Rand	Note(s)	2017
Assets		
Non-Current Assets		
Property, plant and equipment	2	22,234
Current Assets		
Trade and other receivables	3	6,499
Cash and cash equivalents	4	11,189
		<u>17,688</u>
Total Assets		<u>39,922</u>
Equity and Liabilities		
Accumulated reserves		
Retained surplus		<u>35,582</u>
Liabilities		
Current Liabilities		
Trade and other payables	5	<u>4,340</u>
Total Equity and Liabilities		<u>39,922</u>

Overberg Chess Federation

Financial Statements for the year ended 28 February 2017

Detailed Statement of Income and Retained Earnings

Figures in Rand	Note(s)	2017
Revenue		
DCAS donation		23,000
South African Junior Chess Championships		357,349
Tournament - December		4,350
Tournament - February		5,580
Tournament - Open		6,220
Tournament - SAJCC		8,052
Training weekend		15,015
		<u>419,566</u>
Operating expenses		
Affiliation fees		(300)
Auditors remuneration		(2,500)
Bank charges		(2,731)
Depreciation, amortisation and impairments		(766)
Electronic access		(444)
Office expenses		(999)
Printing and stationery		(227)
South African Junior Chess Championships		(360,545)
Tournament - December		(370)
Tournament - February		(3,237)
Tournament - Open		(1,411)
Tournament - SAJCC		(2,504)
Training weekend		(7,950)
		<u>(383,984)</u>
Profit for the year		<u>35,582</u>
Retained surplus at the beginning of the year		-
Change in accounting policy		-
Retained surplus at the end of the year		<u>35,582</u>

Overberg Chess Federation

Financial Statements for the year ended 28 February 2017

Statement of Cash Flows

Figures in Rand	Note(s)	2017
Cash flows from operating activities		
Cash generated from operations		<u>34,189</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	2	<u>(23,000)</u>
Total cash movement for the year		<u>11,189</u>
Total cash at end of the year	4	<u>11,189</u>

Accounting Policies

1. Presentation of financial statements

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. The 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 is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost 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 as follows:

Item	Depreciation method	Average useful life
Chess equipment	Straight line	5 years

1.2 Revenue

Revenue is recognised to the extent that the organisation 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 organisation. 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.

Overberg Chess Federation

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Notes to the Financial Statements

Figures in Rand

2017

2. Property, plant and equipment

	2017		Carrying value
	Cost	Accumulated depreciation	
Chess equipment	23,000	(766)	22,234

Reconciliation of property, plant and equipment - 2017

	Opening balance	Additions	Depreciation	Total
Chess equipment	-	23,000	(766)	22,234

3. Trade and other receivables

Trade receivables	6,450
Other receivables	49
	<u>6,499</u>

4. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	1,700
Bank balances	9,489
	<u>11,189</u>

5. Trade and other payables

Accrued audit fees	2,500
Other payables	1,840
	<u>4,340</u>

6. Events after the reporting period

The financial statements were authorised for issue on 31 July 2017 by the board of organisation.