

GAUTENG INSTITUTE FOR ARCHITECTURE

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2021

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

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GAUTENG INSTITUTE FOR ARCHITECTURE

ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2021

MEMBER'S RESPONSIBILITIES AND APPROVAL

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The committee members are responsible for the maintenance of adequate accounting records and the preparation and integrity of the annual financial statements and related information. The compiler is responsible to determine that the annual financial statements are in agreement with the accounting records.

The committee members are also responsible for the association's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the annual financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the committee members to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

The annual financial statements have been prepared on the going concern basis, since the committee members have every reason to believe that the association has adequate resources in place to continue in operation for the foreseeable future.

The annual financial statements set out on pages 4 to 10, were approved by the committee members on 24 October 2022 and were signed on their behalf by:



President

GAUTENG INSTITUTE FOR ARCHITECTURE

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REPORT OF THE INDEPENDENT COMPILER

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To the Shareholders of Gauteng Institute for Architects

Report on the financial statements

We have compiled the financial statements of Gauteng Institute for Architects based on information provided by management. They comprise the statement of financial position as at 30 June 2020, the statement of income and retained earnings, the statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes, as set out on pages 4 to 10.

Management responsibility for the financial statements

The company's management are responsible for these financial statements, including adoption of the applicable reporting framework, and the accuracy and completeness of the information used to compile the financial statements.

Compiler's responsibility

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

We have applied our expertise in accounting and financial reporting to assist management in the preparation and presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs). We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

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 financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with IFRS for SMEs.

2021

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

ASSETS	Notes	2021 R	2020 R
Non current assets		-	1,368
Property, plant and equipment	3	-	1,368
Loan		-	-
Current assets		93,455	251,071
Trade and other receivables	4	-	215,650
Rental deposit		11,514	11,514
Cash and cash equivalents	5	81,941	23,907
Total Assets		93,455	252,439
Funds and liabilities			
Funds and reserves		(143,679)	(95,598)
Accumulated funds		(143,679)	(95,598)
Current liabilities		237,134	348,038
Trade and other payables	6	237,134	348,038
Total member's funds and liabilities		93,455	252,439

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2021

	Notes	2021 R	2020 R
Sales		998,528	1,368,687
Cost of sales		<u>227,115</u>	<u>569,559</u>
Gross profit		771,413	799,128
Operating costs		820,872	922,031
Finance costs		(418)	(775)
Interest received		1,796	3,957
Surplus/(Deficit) for the year		<u>(48,080)</u>	<u>(119,721)</u>
Total comprehensive surplus/(deficit) for the year		<u>(48,080)</u>	<u>(119,721)</u>

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2021

	Accumulated Funds	Total
	R	R
Balance at 1 July 2019	24,123	24,123
Deficit for the year	(119,721)	(119,721)
Balance at 1 July 2020	(95,598)	(95,598)
Deficit for the year	(48,080)	(48,080)
Balance at 30 June 2021	(143,678)	(143,678)

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2021

	Notes	2021 R	2020 R
Net cash flow from operating activities		58,034	(91,396)
Cash generated from operations	C.F.1	56,655	(94,578)
Interest received		1,796	3,957
Sundry income		-	-
Finance charges		(418)	(775)
Net cash flow from investing activities		-	-
Additions to tangible assets		-	-
Increase/(decrease) in loans		-	-
Increase in cash and cash equivalents for the year		58,034	(91,396)
Cash and cash equivalents at beginning of year		23,907	115,303
Cash and cash equivalents at end of year		81,941	23,907

C.F NOTES TO THE CASH FLOW STATEMENT

C.F.1 CASH GENERATED FROM OPERATIONS

Surplus/(Deficit) before taxation	(48,080)	(119,721)
Adjusted for:	(10)	41,412
Depreciation	1,368	1,092
Interest received	(1,796)	(3,957)
Bad debt	-	43,503
Finance charges	418	775
	(48,091)	(78,309)
Changes in working capital	104,746	(16,269)
Decrease/(Increase) in trade and sundry receivables	215,650	(215,650)
(Decrease)/Increase in trade and sundry payables	(110,904)	199,381
	56,655	(94,578)

NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2021

1. BASIS OF PREPARATION

These financial statements have been prepared in accordance with the International Financial Reporting Standards for Small and Medium-Sized Entities' issued by the International Accounting Standards Board. The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

2. ACCOUNTING POLICIES

There have been no changes in the accounting policies during the year.

The following are the principle accounting policies used in the preparation of the financial statements:

2.1 PROPERTY, PLANT & EQUIPMENT

Tangible assets are reflected at cost less accumulated depreciation. Depreciation has been calculated on the straight-line basis over the expected economic lives of the assets concerned.

The following are the rates used in calculating the depreciation.

Office Equipment	20.00%
Computer Software	50.00%
Computer Equipment	33.33%
Furniture and Fittings	16.67%

3. TANGIBLE ASSETS

	2021			2020
	R			R
	Cost	Accumulated Depreciation	Net Carrying Value	Net Carrying Value
Office Equipment	151,862	151,862	-	-
Computer Software	7,099	7,099	-	-
Computer Equipment	152,253	152,253	-	-
Furniture and Fittings	6,550	6,279	-	1,368
	317,764	317,493	-	1,368.00

Fixed assets are made up of:

	Net carrying value at beginning of year	Additions	Depreciation	Net carrying value at end of year
Office Equipment	-	-	-	-
Computer Software	-	-	-	-
Computer Equipment	-	-	-	-
Furniture and Fittings	1,368	-	1,368	-
	1,368	-	1,368	-

NOTES TO THE ANNUAL FINANCIAL STATEMENTS AS AT 30 JUNE 2021 (CONT)

	2021 R	2020 R
4. TRADE AND OTHER RECEIVABLES		
Customer Control Account	-	209,000
Staff loans	-	6,650
	<u>-</u>	<u>215,650</u>
5. CASH AND CASH EQUIVALENTS		
FNB 7 day interest - 74352467060	56,255	54,477
FNB business - 54861158475	11,594	-38,746
FNB current - 62229694246	6,929	32
FNB call account - 61486024189	7,162	8,144
Petty cash	-	-
	<u>81,941</u>	<u>23,907</u>
6. TRADE AND OTHER PAYABLES		
Suppliers	11,359	118,479
Salary Control Account	5,741	116,138
Leave accrual	22,331	-
VAT control	197,703	113,421
	<u>237,134</u>	<u>348,038</u>

DETAILED STATEMENT OF COMPREHENSIVE INCOME AS AT 30 JUNE 2021

	Notes	2021 R	2020 R
Sales		998,528	1,368,687
Memberships		902,865	980,155
Document sales		-	1,843
Seminars and events		-	217,689
Sponsorships and bursaries		21,000	165,000
Advertising		-	4,000
Other		74,663	-
Cost of sales		227,115	569,559
Memberships		216,532	221,401
Document purchases		-	26,744
Seminars and events		10,583	314,314
Sponsorships and bursaries		-	7,100
Gross profit		771,413	799,128
Other income		1,796	3,957
Interest income		1,796	3,957
Operating expenses		821,290	922,806
Accounting fees		35,206	63,389
Advertising and promotions		14,636	4,100
AGM expenses		-	-
Bad debt		-	43,503
Bank charges		7,332	17,885
Computer expenses		43,964	42,517
Consulting fees		144,753	22,700
Depreciation		1,368	1,092
SASFIN: Printer Lease		-	690
Employee costs		396,842	607,649
Entertainment		3,399	360
General expenses		574	2,350
Insurance		10,289	10,481
Interest paid		418	775
Interest and penalties- SARS		-	-
Legal Fees		17,000	-
Printing and stationery		1,421	290
Rent		43,318	57,596
Repairs and maintenance		-	415
Subscription		-	5,990
Staff Welfare		250	625
Telephone and fax		43,771	40,400
Training		55,000	-
Travel and entertainment		1,750	-
Website, internet and newsletter		-	-
Surplus/(deficit) for the year		(48,080)	(119,721)
Total comprehensive surplus/(deficit) for the year		(48,080)	(119,721)