

Institute of Waste Management of Southern Africa Head Office
Financial statements
for the year ended 30/06/2019

Wayne Smith and Associates
Chartered Accountant (SA)
Registered Accountants and Auditors
Issued 09/10/2019

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Waste Management for Southern Africa
Directors	Gail Smit Treasurer: Sidney Crampton
Registered office	Shop 2 Weltevreden Park Shopping Centre Rinyani Street Weltevreden Park 1715
Postal address	PO Box 79 Allen's Nek 1737
Bankers	Standard Bank Limited
Practitioners	Wayne Smith & Associates 25 Equity Drive Blairgowrie Johannesburg 2196 PO Box 411727 Craighall 2024
Company registration number	033-188-NPO
Executive Officer	Gail Smit

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

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The reports and statements set out below comprise the financial statements presented to the Executive Officer: Gail Smit:

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Published

09/10/2019

Practitioner's Compilation Report

To Institute of Waste Management of Southern Africa Head Office

We have compiled the financial statements of Institute of Waste Management of Southern Africa Head Office, as set out on pages 6 - 14, based on the information you have provided. These financial statements comprise the statement of financial position of Institute of Waste Management of Southern Africa Head Office as at 30/06/2019, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

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

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

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 the International Financial Reporting Standard for Small and Medium-sized Entities.



Wayne Smith
Chartered Accountant (SA)
Wayne Smith & Associates
Registered Accountants and Auditors

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Executive Officer's Responsibilities and Approval

The Executive Officer is required by the , to maintain adequate accounting records and is responsible for the content and integrity of the financial statements and related financial information included in this report. It is her responsibility to ensure that the financial statements fairly present the state of affairs of the branch 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 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 Executive Officer acknowledge that she is ultimately responsible for the system of internal financial control established by the branch and place considerable importance on maintaining a strong control environment. To enable the Executive Officer to meet these responsibilities, the Executive Officer 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 branch and all employees are required to maintain the highest ethical standards in ensuring the branch's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the branch is on identifying, assessing, managing and monitoring all known forms of risk across the branch. While operating risk cannot be fully eliminated, the branch endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Executive Officer is 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The Executive Officer have reviewed the branch's cash flow forecast for the year to 30/06/2020 and, in the light of this review and the current financial position, They are satisfied that the branch has or has access to adequate resources to continue in operational existence for the foreseeable future.

Approval of financial statements



Gail Smit



Treasurer: Sidney Crampton

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Executive officers' Report

The officers have pleasure in submitting their report on the financial statements of Institute of Waste Management of Southern Africa Head Office for the year ended 30/06/2019.

1. Nature of business

Institute of Waste Management of Southern Africa Head Office was incorporated in South Africa with interests in the Services sector. 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. Executive Officer

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

Executive Officer	Office	Designation
Gail Smit	Executive Officer	Executive
Treasurer: Sidney Crampton	Treasurer	Executive

3. 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 30/06/2019 the company's investment in property, plant and equipment amounted to R26,873 (2018:R56,599), of which R6,949 (2018: R-) was added in the current year through additions.

The company has commitments in respect of contracts placed for capital expenditure to the amount of R- (2018:R-). The company also has commitments in respect of contracts placed for finance leases of R- (2018:R-) over the period of the lease. These commitments have been approved by the board of directors of the company. Refer to note of the financial statements for further details.

4. 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.

5. Auditors

Wayne Smith and Associates continued in office as auditors for the company for 2019.

At the AGM, the shareholder will be requested to reappoint Wayne Smith and Associates as the independent external auditors of the company and to confirm Mr Wayne Smith as the designated lead audit partner for the 2020 financial year.

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Statement of Financial Position as at 30/06/2019

Figures in Rand	2019	2018
Assets		
<i>Non-Current Assets</i>		
Property, plant and equipment	26,873	56,599
Prepayments	15,766	-
	42,639	56,599
<i>Current Assets</i>		
Trade and other receivables	43,784	2,395
Wastecon Loan	-	210,549
Cash and cash equivalents	1,949,195	2,028,983
	1,993,179	2,241,927
Total Assets	2,035,818	2,298,526
Equity and Liabilities		
Equity		
Non-Distributable Reserves	130,219	130,219
Retained income	1,887,428	2,078,700
	2,017,647	2,208,919
Liabilities		
<i>Non-Current Liabilities</i>		
Branches contra account	6,193	35,540
<i>Current Liabilities</i>		
Branches Income	464	54,067
Branch transfer account	11,514	-
	11,978	54,067
Total Liabilities	18,171	89,607
Total Equity and Liabilities	2,035,818	2,298,526

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Statement of Comprehensive Income

Figures in Rand		2019	2018
Revenue			
Accredited Training		160,232	470,578
Administration fee income		128,800	135,472
Annual Subscriptions		1,803,546	1,642,834
Extended Survey Income		-	534,558
General sales income		1,447	1,323
Resource journal income		31,032	33,398
Waste Portal Income		-	991
Wastecon 2018		1,000,000	-
	8	3,125,057	2,819,154
Cost of sales			
Extended Survey Costs		(419,421)	(264,696)
Gross profit		2,705,636	2,554,458
Other income			
Interest Received	11	29,316	32,898
Operating expenses			
Accredited Training		(92,014)	(541,036)
Advertising		(21,022)	(76,487)
Audit fees	12	(59,895)	(56,845)
Bank charges		(17,836)	(18,315)
Bookkeeping fees		(40,150)	(40,290)
Cleaning services		(7,125)	(8,230)
Computer Expenses		(79,496)	(118,700)
Consultants - Marketing		(305,090)	(329,838)
Consumables		(2,589)	(6,822)
Depreciation		(36,675)	(77,622)
Donations & Sponsorship		(20,000)	-
Employee costs		(1,471,560)	(1,390,022)
General expenses		(1,015)	(12,512)
Insurance		(26,095)	(25,263)
Legal Fees		(1,550)	-
Meetings - National Council		(163,987)	(78,592)
Newsletter		(34,942)	(30,448)
Tech Communication (App)		(87,892)	-
Penalties		(4,280)	-
Postage & Delivery		(2,956)	(18,370)
Presidents Expenses		(14,690)	(11,123)
Printing and stationery		(36,017)	(29,139)
Rent - Premises		(96,213)	(89,757)
Repairs and maintenance - office premises and equipment		(7,578)	(9,539)
Resource Journal Cost		(58,134)	(56,461)
Security		(10,596)	(7,164)
Staff Training Materials		(4,095)	-
Subscriptions		(62,643)	(3,851)
Telephone and fax		(53,590)	(51,747)
Travel - local		-	(2,448)
Website & Software		(65,387)	(64,640)
Workshops		(41,086)	(29,526)
		(2,926,198)	(3,184,787)
Operating loss		(191,246)	(597,431)
Finance Costs		(26)	(13)

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Statement of Comprehensive Income

Figures in Rand	2019	2018
Loss for the year	(191,272)	(597,444)
Other comprehensive income	-	-
Total comprehensive loss for the year	(191,272)	(597,444)

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Statement of Changes in Equity

Figures in Rand	Other NDR	Retained income	Total equity
Balance at 01/07/2017	130,219	2,676,144	2,806,363
Loss for the year	-	(597,444)	(597,444)
Other comprehensive income	-	-	-
Total comprehensive loss for the year	-	(597,444)	(597,444)
Balance at 01/07/2018	130,219	2,078,700	2,208,919
Loss for the year	-	(191,272)	(191,272)
Other comprehensive income	-	-	-
Total comprehensive loss for the year	-	(191,272)	(191,272)
Balance at 30/06/2019	130,219	1,887,428	2,017,647
Note(s)	7		

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Statement of Cash Flows

Figures in Rand	2019	2018
Cash flows from operating activities		
Cash used in operations	(229,529)	(552,707)
Interest income	29,316	32,898
Finance Costs	(26)	(13)
Net cash from operating activities	(200,239)	(519,822)
Cash flows from investing activities		
Purchase of property, plant and equipment	(6,949)	-
Movement in Wastecon loan	210,549	(70,000)
Net cash from investing activities	203,600	(70,000)
Cash flows from financing activities		
Repayment of shareholders loan	(82,950)	10,824
Net cash from financing activities	(83,150)	10,824
Total cash movement for the year	(79,789)	(578,998)
Cash at the beginning of the year	2,028,983	2,607,981
Cash balances	1	-
Total cash at end of the year	1,949,195	2,028,983

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the . The financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs, 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.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

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

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

1.2 Financial instruments

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

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Financial Statements for the year ended 30/06/2019

Accounting Policies

1.2 Financial instruments (continued)

Financial instruments at fair value

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through profit and loss.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

1.3 Impairment of assets

The branch assesses at each reporting date whether there is any indication that property, plant and equipment or intangible assets or goodwill may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

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.

1.4 Share capital and equity

If the company reacquires its own equity instruments, those instruments are deducted from equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the company's own equity instruments. Consideration paid or received shall be recognised directly in equity.

Ordinary shares are recognised at par value and classified as 'share capital' in equity. Any amounts received from the issue of shares in excess of par value is classified as 'share premium' in equity. Dividends are recognised as a liability in the year in which they are declared.

1.5 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.

1.6 Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Notes to the Financial Statements

Figures in Rand 2019 2018

2. Property, plant and equipment

	2019			2018		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Furniture and fixtures	54,800	(54,787)	13	54,800	(54,787)	13
Office equipment	53,154	(50,569)	2,585	53,154	(46,194)	6,960
IT equipment	243,640	(219,365)	24,275	236,690	(187,064)	49,626
Total	351,594	(324,721)	26,873	344,644	(288,045)	56,599

Reconciliation of property, plant and equipment - 2019

	Opening balance	Additions	Depreciation	Closing balance
Furniture and fixtures	13	-	-	13
Office equipment	6,960	(1)	(4,374)	2,585
IT equipment	49,626	6,950	(32,301)	24,275
	56,599	6,949	(36,675)	26,873

3. Loans to branches

Branch contra a/c		(6,657)	(89,607)
These loans are distributed to the branches at 0% interest and payable on immediately on request.			
Branches Contra Accounts		(6,193)	(35,540)
Branches Income		(464)	(54,067)
		(6,657)	(89,607)

4. Wastecon Loan

Current assets

Wastecon Loan 2018	-	210,549
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5. Trade and other receivables

Trade receivables	(6)	(5)
Deposits - rental office premises	2,400	2,400
VAT	41,390	-
	43,784	2,395

6. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	1,949,195	2,028,983
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7. Other NDR

Stanlib Investment Earnings recorded	130,219	130,219
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Institute of Waste Management of Southern Africa Head Office

Financial Statements for the year ended 30/06/2019

Notes to the Financial Statements

Figures in Rand	2019	2018
8. Revenue		
Wastecon	1,000,000	-
Administration fee income	128,800	135,472
Waste Portal Income	-	991
Annual Subscriptions	1,803,546	1,642,834
Resource journal income	31,032	33,398
General sales and donations income	1,447	1,323
Extended Survey income	-	534,558
Accredited Training	160,232	470,578
	3,125,057	2,819,154
9. Other income		
10. Employee cost		
Employee costs		
Basic	1,089,990	997,058
UIF	8,673	8,023
PAYE	249,752	257,861
Provident Fund	123,145	127,080
	1,471,560	1,390,022
11. Investment revenue		
Interest revenue		
Interest on Investment	29,316	32,898
12. Accounting officer's remuneration		
Accounting fees	59,895	56,845
13. Cash used in operations		
Loss before taxation	(191,272)	(597,444)
Adjustments for:		
Depreciation and amortisation	36,675	77,622
Interest received	(29,316)	(32,898)
Finance costs	26	13
Changes in working capital:		
Trade and other receivables	(41,390)	-
Prepayments	(15,766)	-
Branch transfer account	11,514	-
	(229,529)	(552,707)