

# **IWM SA - KZN**

## **Financial statements for the year ended 30 June 2020**

Wayne Smith and Associates  
Chartered Accountant (SA)  
Registered Accountants and Auditors  
Issued 31 August 2020

# IWM SA - KZN

Financial Statements for the year ended 30 June 2020

## General Information

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<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Institute of waste management Southern Africa
<b>Registered office</b>	Shop 2 Weltenvreden Park Shopping Centre Rinyani Street Weltenvreden Park 1715
<b>Postal address</b>	PO Box 79 Allen's Nek 1737
<b>Preparer</b>	The financial statements were independently compiled by: Wayne Smith and Associates Registered Accountants and Auditors
<b>Issued</b>	31 August 2020

# IWM SA - KZN

Financial Statements for the year ended 30 June 2020

## Contents

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

	<b>Page</b>
Officers' Responsibilities and Approval	3
Officers' Report	4
Practitioner's Compilation Report	5
Statement of Financial Position	6
Statement of Comprehensive Income	7
Statement of Changes in Equity	8
Statement of Cash Flows	9
Accounting Policies	10 - 11
Notes to the Financial Statements	12 - 13

### **Level of assurance**

These financial statements have not been audited or independently reviewed.

### **Preparer**

Wayne Smith and Associates  
Registered Accountants and Auditors

### **Published**

31 August 2020

## **IWM SA - KZN**

Financial Statements for the year ended 30 June 2020

### **Officers' Responsibilities and Approval**

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The officers are required by the Non Profit Organisations Act, 1997, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the 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 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 officers 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 officers to meet these responsibilities, the committee members 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 officers 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The officers have reviewed the company's cash flow forecast for the year to 30 June 2021 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 financial statements set out on page 6, which have been prepared on the going concern basis, were approved by the committee members on 31 August 2020 and were signed on the next page.

**1. Nature of business**

IWM SA - KZN was incorporated in South Africa with interests in the Non-profit industry. 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. Review of financial results and activities**

The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Non Profit Organisations Act, 1997. 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 financial statements.

**3. Committee members**


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

<b>Committee members</b>	<b>Office</b>	<b>Designation</b>	<b>Nationality</b>
Gail Smit	Executive officer	Executive	RSA
Nash Dookhi	Branch Cairman	Executive	RSA

The financial statements set out on page 6, which have been prepared on the going concern basis, were approved by the board of directors on 31 August 2020, and were signed on its behalf by:

**Approval of financial statements**

  
 \_\_\_\_\_  
 Gail Smit

  
 \_\_\_\_\_  
 Nash Dookhi

## Practitioner's Compilation Report

### To the Management of IWM SA - KZN

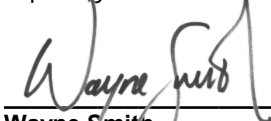
I have compiled the financial statements of IWM SA - KZN, as set out on pages 6 - 13, based on information you have provided. These financial statements comprise the statement of financial position of IWM SA - KZN as at 30 June 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

I have applied my 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. I 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, I am not required to verify the accuracy or completeness of the information you provided to me to compile these financial statements. Accordingly, I 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.



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Wayne Smith  
Chartered Accountant (SA)  
Registered Auditor - IRBA #953806

31 August 2020  
Randburg, Johannesburg

# IWM SA - KZN

Financial Statements for the year ended 30 June 2020

## Statement of Financial Position as at 30 June 2020

Figures in Rand	Note(s)	2020	2019
<b>Assets</b>			
Non-Current Assets			
Property, plant and equipment	2	626	800
Current Assets			
Trade and other receivables	3	737	784
Cash and cash equivalents	4	36,103	54,003
		<b>36,840</b>	<b>54,787</b>
<b>Total Assets</b>		<b>37,466</b>	<b>55,587</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Retained income		37,466	55,587
<b>Total Equity and Liabilities</b>		<b>37,466</b>	<b>55,587</b>

# IWM SA - KZN

Financial Statements for the year ended 30 June 2020

## Statement of Comprehensive Income

Figures in Rand	Note(s)	2020	2019
<b>Revenue</b>			
Membership fees		14,425	14,257
KZN award sponsorship		-	12,080
Events and seminars		7,259	843
Golf day income		40,383	34,087
Education income		40,260	10,651
	5	<b>102,327</b>	<b>71,918</b>
<b>Operating expenses</b>			
Accounting fees		(3,960)	(3,916)
Advertising		(1,426)	-
Bank charges		(2,025)	(2,098)
Computer expenses		(764)	(1,274)
Depreciation, amortisation and impairments		(174)	(528)
Education expenses		(1,380)	(7,979)
Employee costs		(36,430)	(56,056)
Entertainment		(2,610)	(360)
Event and seminar expenses		(2,000)	(5,118)
Gifts		-	(2,400)
Golf day expenses		(37,330)	(9,176)
Internet and website		(1,203)	(2,259)
KZN award - A Cockburn		-	(45,900)
KZN award expenses		-	(38,380)
Postage		(1,040)	-
Printing and stationery		(147)	(395)
Telephone and fax		(1,111)	(7,019)
Training		(25,737)	-
Travel - local		(1,926)	(406)
Waste conference expenses		-	(6,130)
Year end function expenses		(1,185)	-
		<b>(120,448)</b>	<b>(189,394)</b>
<b>Operating loss</b>		<b>(18,121)</b>	<b>(117,476)</b>
Investment income	8	-	4,871
<b>Loss for the year</b>		<b>(18,121)</b>	<b>(112,605)</b>
Other comprehensive income		-	-
<b>Total comprehensive loss for the year</b>		<b>(18,121)</b>	<b>(112,605)</b>



## IWM SA - KZN

Financial Statements for the year ended 30 June 2020

### Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
<b>Balance at 01 July 2018</b>	<b>168,192</b>	<b>168,192</b>
Loss for the year	(112,605)	(112,605)
Other comprehensive income	-	-
<b>Total comprehensive loss for the year</b>	<b>(112,605)</b>	<b>(112,605)</b>
<b>Balance at 01 July 2019</b>	<b>55,587</b>	<b>55,587</b>
Loss for the year	(18,121)	(18,121)
Other comprehensive income	-	-
<b>Total comprehensive loss for the year</b>	<b>(18,121)</b>	<b>(18,121)</b>
<b>Balance at 30 June 2020</b>	<b>37,466</b>	<b>37,466</b>
Note(s)		

# IWM SA - KZN

Financial Statements for the year ended 30 June 2020

## Statement of Cash Flows

Figures in Rand	Note(s)	2020	2019
<b>Cash flows from operating activities</b>			
Cash used in operations	9	(17,900)	(117,732)
Interest income		-	4,871
<b>Net cash from operating activities</b>		<b>(17,900)</b>	<b>(112,861)</b>
<b>Total cash movement for the year</b>		<b>(17,900)</b>	<b>(112,861)</b>
Cash at the beginning of the year		54,003	167,733
<b>Total cash at end of the year</b>	4	<b>36,103</b>	<b>54,872</b>

# IWM SA - KZN

Financial Statements for the year ended 30 June 2020

## Accounting Policies

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### 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 Non Profit Organisations Act, 1997. 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 Impairment of assets

The company assesses at each reporting date whether there is any indication that property, plant and equipment or intangible assets or goodwill or investment property on the cost model 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.

# **IWM SA - KZN**

Financial Statements for the year ended 30 June 2020

## **Accounting Policies**

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### **1. Basis of preparation and summary of significant accounting policies (continued)**

#### **1.3 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.

# IWM SA - KZN

Financial Statements for the year ended 30 June 2020

## Notes to the Financial Statements

Figures in Rand

2020

2019

### 2. Property, plant and equipment

	2020			2019		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Office equipment	8,227	(8,226)	1	8,227	(8,226)	1
IT equipment	30,870	(30,245)	625	30,870	(30,071)	799
<b>Total</b>	<b>39,097</b>	<b>(38,471)</b>	<b>626</b>	<b>39,097</b>	<b>(38,297)</b>	<b>800</b>

### 3. Trade and other receivables

Trade receivables	633	-
VAT	104	784
	<b>737</b>	<b>784</b>

### 4. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	36,103	54,003
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### 5. Revenue

Membership fees	14,425	14,257
KZN award sponsorship	-	12,080
Events and seminars	7,259	843
Golf day income	40,383	34,087
Education income	40,260	10,651
	<b>102,327</b>	<b>71,918</b>

### 6. Employee cost

Employee costs		
Basic	36,430	56,056

### 7. Depreciation, amortisation and impairments

The following items are included within depreciation, amortisation and impairments:

Depreciation		
Property, plant and equipment	174	528

### 8. Investment revenue

Interest revenue		
Bank	-	4,871

# IWM SA - KZN

Financial Statements for the year ended 30 June 2020

## Notes to the Financial Statements

Figures in Rand	2020	2019
<b>9. Cash used in operations</b>		
Loss before taxation	(18,121)	(112,605)
<b>Adjustments for:</b>		
Depreciation and amortisation	174	528
Interest received	-	(4,871)
<b>Changes in working capital:</b>		
Trade and other receivables	47	(784)
	<b>(17,900)</b>	<b>(117,732)</b>