

Financial statements for the year ended 31 March 2013



MEINTJES, VERMOOTEN & PARTNERS

Geregistreerde Ouditeure • Geoktrooieerde Rekenmeesters (S.A.) Registered Auditors • Chartered Accountants (S.A.)

Financial Statements for the year ended 31 March 2013

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The reports & statements set out below comprise the financial statements presented to the council members:

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Approval:

The financials statements which appear on pages 3 to 14 were approved by the executive committee and signed by:

AB Mthethwa - Rresident

de la Guerre - Vice President

Registered Auditors . Chartered Accountants (S.A.)

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INDEPENDENT AUDITOR'S REPORT TO THE COUNCIL OF NETBALL SOUTH AFRICA

Report on the Financial Statements

We have audited the annual financial statements of Netball South Africa, which comprise the Council Members Report, the statement of financial position as at 31 March 2013, the statement of comprehensive income, the statement of changes in equity and statement of cash flow. For the period then ended, a summary of significant accounting policies and other explanatory notes, as set out on pages 3 to 14.

Council's Responsibility for the Financial Statements

The council members are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for small and medium-sized entities. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the council, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



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Going Concern

These financial statements have been prepared on the basis of accounting practices applicable to a going concern. This basis presumes that funds will be available to finance future operation and that the realization of the assets and settle ment of the liabilities, contingent obligation and commitments will occur in the ordinary cause of the business. The federation's ability to continue as a going concern is dependent on a number of factors. The most important hereof is the continued financing by creditors and sponsors. The financial statements were compiled on the basis that current level of financing will be continued and thus do not include any adjustments relating to the valuation of assets and the classification of liabilities that might be necessary if the organization is unable to continue as a going concern.

Property, Plant and Equipment and financial statements

As disclosed in the accounting policies, the entity, in common with similar ecclesiastic entities, writes off all plant and equipment additions in the year in which such assets are acquired and do not annually reviewed the residual value and the useful life of the property, plant and equipment. This accounting treatment is not in accordance with International Financial Reporting Standards for small and medium-sized entities, (IAS 16), Property, plant and equipment. The effect of the non-compliance was not quantified as the Council deemed it to be of no value to the users of the financial statements.

Opinion

In our opinion, except for the effect on the financial statements of the matter described in the preceding paragraphs and of any adjustments which may have been necessary had it been possible for us to extend our examination on cash receipts the financial statements present fairly, in all material respects, the financial position of the entity as of 31 March 2013, and of the its financial performance and its cash flows for the period then ended in accordance with International Financial Reporting Standards for small and medium-sized entities.

SJ DE WILTT

Registered Auditor

PRETORIA

06 August 2013

Financial statements for the year ended 31 March 2013

Council Members' Report

The council members submits their report for the period ended 31 March 2013

1. Review of activities

Main business and operations

Netball South Africa is the national controlling body of Netball in South Africa, whose priority is to develop netball from a grass root to elite level. Netball South Africa is committed to providing fair competition, access to facilities and equity in participation at all levels.

The controlling body is committed to the provision of the highest standards of coaching, administration and officiating at junior, senior and elite levels.

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

Net surplus/(deficit) of the organization was R 5,498,040 (2012: R -2,444,193)

2. Post Balance sheet events

The council members' are not aware of any matter or circumstance arising since the end of the financial year.

3. Property, plant & Equipment

There has been no change in the nature or use of the fixed assets during the period under review. Any additions to fixed assets are expended to the income statement.

4. Executive Members

The executive members of the organization during the period and to the date of this report are as follows:

Name

AB Mthethwa

President

B De La Guerre A Lewies Vice President

H Brewer

Director Coaches

M Diale

Director Umpires
Director Demarcation

C De Preez

Director Selectors

5. Auditors

Meintjes, Vermooten & Partners will continue in office

06 August 2013

Statement of Financial Position

Assets	Notes	31 March 2013 R	31 March 2012 R
Non-current assets - Property, plant and equipment	ſ	24	24 24
	- :	24	24
Current Assets - Trade & Other Receivables - Cash & cash equivalents	6	2,983,336 1,208,000 1,775,336	192,045
Total Assets	· [2,983,360	192,045
Equity and liabilities			
Capital and reserves - Accumulated Funds / (Deficit)		2,154,250	(3,343,790)
Current Liabilities - Trade & Other Payables	7 [829,110 829,110	3,535,859 3,535,859
	=	2,983,360	192,069

Statement of Comprehensive Income

		31 March 2013	31 March
	MATE		2012
	NOTE	R	R
Income		24,404,950	7,572,162
Interest Received		16,767	6,085
Rental Income		_	200,000
Super Sport		5,000,000	-
Expenses paid by the Department of Sport and Recreation	4	2,454,770	
Grant - Department of Sports and Recreation	4	10,167,000	1,100,000
Expenses paid by Direct Sport and Leisure		322,631	0
Registration & Affiliation Fees & Other Income		426,130	1,066,163
Sponsorship - Spar & Lotto		5,269,531	4,686,120
Sponsorship - Mitre		50,000	25,000
Sundry Income		180,760	0
Umpires / Coaches Income		517,361	488,794
Expenditure (Excluding finance charges)		18,860,285	10,006,651
Administrative expenditure	1	5,961,147	2,414,412
Spar & Lotto	2	2,955,673	5,858,072
Umpiring & Coaching	3	400,636	578,128
Sport & Recreation	4	9,542,829	1,156,038
OPERATING SURPLUS/(DEFICIT)		5,544,665	(2,434,489)
Finance cost		(46,625)	(9,704)
Surplus/(Deficit) for the year		5,498,040	(2,444,193)

Statement of Changes in Equity

	Accumulated Funds/Deficit R	Total Equity R
Balance at 1 April 2011 Changes in equity	(899,597)	(899,597)
Surplus / (Deficit) for the year	(2,444,193)	(2,444,193)
Total changes	(2,444,193)	(2,444,193)
Balance at 01 April 2012 Changes in equity	(3,343,790)	(3,343,790)
Surplus / (Deficit) for the year	5,498,040	5,498,040
Total changes	5,498,040	5,498,040
Balance at 31 March 2013	2,154,250	2,154,250

Cash Flow Statement

	31 March 2013 R	31 March 2012 R
Cash flows from operating activities	1,583,291	35,235
Cash generated from operations	1,613,149	38,854
Interest Income	16,767	6,085
Finance costs	(46,625)	(9,704)
Cook Flows From Secretary 199		
Cash flows from investing activities	-	
Expenditure to maintain operating activities Sale of other financial assets		
Sale of other illiancial assets	_	-
Cash flows from financing activities	-	-
Proceeds from loan	_	
Repayment of financial liability		-
Total cash movement for the year	1,583,291	35,235
Cash at the beginning of the year	192,045	156,810
Cash and cash equivalents and end of the year	1,775,336	192,045
Note to the cash flow statement		
Cash generated from (used in) operations		
Surplus/(Deficit) for the year	5,498,040	(2,444,193)
Adjustment for:		
Interest received	(16,767)	(6,085)
Finance cost	46,625	9,704
Changes in working capital		
Trade and other receivables	(1.209.000)	
Trade and other payables	(1,208,000) (2,706,749)	2 470 429
Trade and other payables	(2,700,749)	2,479,428
	1,613,149	38,854
		,

Financial Statements for the year ended 31 March 2013

Accounting Policies

1.1 Presentation of Financial Statements

The financial statements have been prepared in accordance with the International Financial Reporting Standards small and medium-sized entities. The financial statements have been compiled on the historical cost basis. This accounting policy is in all material respects consistent with the policy applied during the previous years.

1.2 Property Plant & Equipment

Fixed assets acquired are expensed in full in the statement of comprehensive income in the year acquired. The proceeds from the sale of fixed assets are disclosed as income in the statement of comprehensive income. This accounting treatment differs from the relevant International Financial Reporting Standards for small and medium sized entities which requires that property, plant and equipment acquired be capitalised and depreciated over their respective useful lives. The council considers that the International Financial Reporting Standards for small and medium sized entities in relation to property, plant and equipment is not appropriate for the entity, and that the financial position of the entity and the result of its operations are best presented by applying the accounting policies which have been adopted by the entity.

1.3 Consumable items

Consumable items purchased are written off in full in the year acquired disclosed as expenditure.

1.4 Department of Sport and Recreation - Expenditure

For approved projects, the expenditure is incurred according to the grants received from Sport and Recreation SA. To ensure the accountability of the projects, any additional expenditure over and above the approved budgeted expenditure is transferred from the SRSA Income Statement to the Netball SA Income Statement as the deficit is funded by other sponsorships and income generated by Netball SA.

1.5 Income and Revenue

Income and revenue is generally disclosed on the face of the statement of comprehensive income. Sponsorships received specifically for a specified project is disclosed as income in the detailed notes to the projects.

Notes to the Financial Statements

1

Administrative Expenditure	31 March 2013 R	31 March 2012 R
Accounting fees	59,088	62,700
Administration services & Sponsor presentations	3,082	12,187
Advertising & promotions	118,215	306,700
Auditing fees	56,430	58,710
Bank charges	14,274	8,571
Assets written off in year of purchase	4,250	-
Office Expenses	30,002	5,793
Sponsorship Commissions	1,278,000	-
SASCOC Staff training	6,202	_
Computer Expenses	132,443	98,760
Exco - Flights TV Interviews	-	7,284
Sars - Penalties and interest	14,306	-,201
Floor - Storage, transport and maintenance	111,338	295,312
Insurance - Office equipment	57,793	34,927
Interest paid	9,140	9,705
Leasing & Hire costs	89,155	120,500
Legal Fees	72,960	13,110
Postage, printing & stationery	14,137	23,508
Salaries & wages	1,716,851	1,309,023
Security	2,849	3,128
Telephone & fax	13,692	26,173
Water & Electricity	27,035	28,026
Quad Series	1,337,865	
NPL - Meetings and Workshop	801,180	12
Total expenditure for the year	5,970,287	2,424,117
Total expenditure (Excluding finance charges)	5,961,147	2,414,412

2	Spar & Lotto expenditure	31 March 2013 R	31 March 2012 R
	Administration	225	
	Advertising & promotions	-	22,761
	Bank charges	7,380	6,564
	NSA Condolences	11,770	5,000
	Facility Upgrading	20,610	15,263
	International Participation	1,842,237	3,783,858
	- Perth	26,000	70,911
	- Cosana Games	-	133,274
	- SA Games	_	36,311
	- World Championship Singapore	9,654	1,605,611
	- All Africa Games	-	18,425
	- Fastnet Wold Netball Series	362,593	85,388
	- U21 Singapore Tournament	290,938	-
	- African Qualifiers	-	6,954
	- Jamaica Tour	771,512	-
	- Netball Grand Series	-	1,330,664
	- Trinidad and Tobago	~	323,178
	- Zone 6 (2013 Refund)	-12,000	5,000
	- International Netbal Federation	285	_
	- Northen Ireland Test Series	231,073	-
	- Training Camp Singapore	162,182	-
	- Tri-Nations expenses	~	168,142
	International Conferences & meetings	151,926	167,081
	Spar Protea Team	326,423	1,213,963
	- Accommodation	89,594	5,700
	- Athlete Support	36,927	71,244
	- Clothing	56,643	24,603
	- Coaches	4,612	41,121
	- Medical	27,818	145,508
	- Preparation and Training camp	24,845	573.417
	- Transport & Flights (Reversal of 2010 Creditor)	81,660	352,370
	- Venue and Catering	4,324	-

2	Spar & Lotto expenditure (Continue)	31 March 2013 R	31 March 2012 R
	Spar Championship	265,046	505,106
	- Accommodation	31,419	80,316
	- Venue and Catering	45,100	7,462
	- Transport & Spar allocation & Venue	73,575	91,615
	- Flights	24,606	40,506
	- Financial assistance to regions	80,755	256,819
	- Clothing	_	10,350
	- Technical Officials	9,146	11,302
	- Medical	_	2,937
	- Trophies	445	3,800
	U19 & U21 Championships	330,056	138,476
	- Accommodation	8,564	88,680
	- Medical	2,676	12,600
	- Road Transport	15,290	34,078
	- Coaches	1,215	-
	- U21 Zululand Host 2010	15,000	-
	- Trophies	13,421	3,118
	- Flights	91,464	-
	- Clothing	41,762	-
	- Training Camp Combined Expenses	14,310	-
	- Glasgow	57,920	
	- U21 England Test	68,434	
	Total expenditure for the year	2,955,673	5,858,072

3	Umpires & Coaches expenditure	31 March 2013 R	31 March 2012 R
	Bank charges	2,926	3,500
	Capacity Building and Talent ID	65,991	162,591
	- WCSS Residential Prog Meeting	_	15,200
	- Exec & council Meeting	65,991	147,391
	Coaching Expenses	171,360	180,335
	- Postage		11,346
	- Incentives	18,530	5,000
	- Manuals	57,132	156,900
	- Flights	26,932	5,362
	- Courses	8,858	-
	- Clothing	6,494	_
	- Road Transport	3,408	_
	- National Coach Claims	31,761	_
	- Board Expenses	18,245	1,727
	Administration	-	2,021
	Umpires Expenses	160,359	229,681
	- Flights	1,658	137,119
	- Rulebooks	92,649	45,061
	- Exam material	7,128	9,000
	- Courses	4,975	-
	- Accommodation	-	7,580
	- Road Transport	4,549	2,412
	- Incentives	49,400	28,510
	Total expenditure for the year	400,636	578,128

Financial Statements for the year ended 31 March 2013

4	Sport and Recreation South Africa	31 March	31 March
		2013	2012
		R	R
	Income	12,621,770	1,100,000
	Sport & Recreation South Africa	10,167,000	1,100,000
	Expenses paid by the Department of Sport & Recreation South Africa	2,454,770	-
	Other Income	11,302	2,313
	Interest Received	11,302	2,313
	Total Income	12,633,072	1,102,313
	Francia Phone		
	Expenditure	1,689,239	1,156,038
	Administration fees - Telephone and Equipment rental Advertising & promotions	125,627	101,210
	Bank charges		~
	Club Development: Grand Series	3,612	903
	Spar Challenge - Northern Ireland		505,988
	•	200,000	-
	Spar Championships Discretionary Funds U/21 Championship accommodation	100,000	-
	Coaches Workshop		51,001
	National Coaches, Umpires & Selectors	150,000	53,124
	Fastnet World Series	210,000	167,984
	Fastnet Players Workshop	150,000	-
	Tri-Nation, Botswana, SA & Singapore	200,000	£2 222
	Facts finding mission NPL Australia	100,000	52,233
	Pres Dev Tournament Clinics, Tests	200,000	-
	World Championship	200,000	131 055
	Tri-Nation, Trinidad & Tabago	-	121,855 55,565
	Players / Administrators Development U21 Championship	100,000	46,175
	Quad Series	150,000	-
	Diamond Challenge Expenses	7,853,590	
	- Management Fee	690,000	
	- Flights Travel	598,880	-
	- Road Transport Travel	660,791	-
	- Accommodation	720,801	
	- Entertainment	672,664	
	- Administration	32,885	
	- PR, Media & Marketing	702,886	_
	- Food & Beverage	420,782	_
	- Merchandise & Kit	455,874	_
	- Access control & Accreditation	36,377	_
	- Facilities	1,042,011	_
	- Support Services Regions	253,800	-
	- Human Resources	978,487	_
	- Safety & Security	162,575	
	- Branding and Signage	134,998	
	- Legal Compliance	39,779	
	- Price Money	250,000	
	Surplus/(Deficit) for the year	3,090,243	(53,725)
			

6	Cash & cash equivalents	31 March 2013 R	31 March 2012 R
	Bank balances		
	FNB current account 51060087900 (Administration) FNB current account 62007323322 (Umpiring & Coaching) FNB current account 62026652934 (Spar & Lotto) FNB current account 62028806365 (Sport & Recreation SA)	1,448,076 165,096 149,351 12,813	72,879 53,626 19,723 45,817
		1,775,336	192,045
	Current Assets Current Liabilities	2,983,336 829,110	192,045 3,535,859
7	TRADE AND OTHER PAYABLES		
	SARS- PAYE & UIF & SDL Sars Creditor - March 2013 Munghana Travel Sure Makro Travel Direct Leisure Golf Sundry Creditors Loan form executive member Meintjes Vermooten Auditors HPC Tuks Sport African Affiliation Fees	90,958 59,088 24,846 - - 188,893 - 56,430 382,979 25,916 829,110	76,652 2,009,589 408,662 322,631 618,325 100,000 3,535,859
8	RELATED PARTIES		
	Relationship Sport and Recreation South Africa Executive member Related party transactions Sport and Recreation South Africa Grant received from Department of Sport and Recreation Expenses paid by Department of Sport and Recreation Loan from executive member	10,167,000 2,454,770	1,100,000
	Parameter		7
	Executive member Remuneration	949,545	-