

Delta Environmental Centre NPC
(Registration number 1975/000010/08)
Annual Financial Statements
for the year ended 31 March 2016

Certified Master Auditors Inc.
Chartered Accountants (S.A.)
Registered Auditors

Delta Environmental Centre NPC

(Registration number 1975/000010/08)

Annual Financial Statements for the year ended 31 March 2016

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	The development and education of learners and teachers in nature conservation and the environment
Directors	DAW Macey VC Carruthers TF Truluck SM Mosidi IP Correia RC Fletcher M Mazwai B Donaldson DF Forbes
Registered office	Delta Environmental Centre Delta Park Road No 3 Victory Park 2195
Business address	Delta Environmental Centre Delta Park Road No 3 Victory Park 2195
Postal address	Private Bag X6 Parkview 2122
Bankers	Standard Bank
Reviewer	Certified Master Auditors Inc. Chartered Accountants (S.A.) Registered Auditors
Company registration number	1975/000010/08
Level of assurance	These annual financial statements have been independently reviewed in compliance with the applicable requirements of the Companies Act 71 of 2008.
Preparer	The annual financial statements were independently compiled by: C Grewar

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

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Directors' Responsibilities and Approval

The directors are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual 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 International Financial Reporting Standard for Small and Medium-sized Entities.

The annual financial statements are prepared in accordance with 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 directors 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 directors to meet these responsibilities, the board 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.

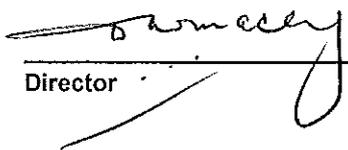
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 31 March 2017 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 independent reviewer is responsible for independently reviewing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's independent reviewer and their report is presented on page 4.

The annual financial statements set out on pages 5 to 13, which have been prepared on the going concern basis, were approved by the on 06 June 2016 and were signed on its behalf by:

Approval of financial statements



Director



Director



Certified Master Auditors (South Africa) Inc.

Registered Accountants and Auditors
Ranked by IAB 14th largest Audit Firm in South Africa
In Pursuit of Excellence

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Reg. 1997/013001/21

Independent Reviewer Report

To the members of Delta Environmental Centre NPC

We have reviewed the annual financial statements of Delta Environmental Centre NPC, set out on pages 6 to 12, which comprise the statement of financial position as at 31 March 2016 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

Directors' Responsibility for the Annual Financial Statements

The company's directors are responsible for the preparation and fair presentation of these annual financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

Independent Reviewer Responsibility

Our responsibility is to express a conclusion on the annual financial statements. We conducted our review in accordance with International Standards on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Financial Statements. ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the annual financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of annual financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The independent reviewer performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these annual financial statements.

Unqualified conclusion

Based on our review, nothing has come to our attention that causes us to believe that these annual financial statements do not present fairly, in all material respects the financial position of Delta Environmental Centre NPC as at 31 March 2016, 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 and the requirements of the Companies Act 71 of 2008.

Certified Master Auditors Inc.
Chartered Accountants (S.A.)
Registered Auditors

Directors:

Marius Johannes Maritz - B.Com (UP) B.Compt (Hons) (Unisa) MA (Finance) (Alabama USA) MBL (Cum Laude) (Unisa) CFM (Harvard USA) CA (SA) SAMTP (SA)
Carel Hendrik Mostert Pieterse - B.Com (UP) B.Compt (Hons) (Unisa) M.Com (Tax)(UP) CA (SA) MTP (SA) Samuel Marks - CA (SA) George Davlas - CA (SA)
Douw Gerbrand Steyn Wolmarans - B.Com (UP) B.Comp (Hons) (UP) CA (SA) Eric Michael Clemitson - B.Compt. (Unisa) B.Com.(Hons)(Unisa) CA (SA)
Floris Johannes du Toit - B.Com (Acc) (RAU) B.Hons (Acc) (RAU) DFP CA (SA) GTP (SA) Marisca Lombard - B.Com (UP) B.Compt (Hons) (Unisa) CA (SA)
Raymond Stanley Beard - B.Com (RAU) B.Compt (Hons)(Unisa) CA (SA) GTP (SA) Jean-Andre du Toit - B.Com (Acc) (UJ) B.Compt (Hons) (Unisa) CA (SA)
Melinda Bath - B.Comm (Acc)(RAU) B.Compt (Acc)(Hons)(UNISA)CTA ACA GTP(SA) RA CA(SA) Anna Johanna Fredrieka Swanepoel - CA (SA)
Stephanus Isaac Minnaar - B.Com (Acc) (RAU) B.Com (Acc)(Hons)(RAU) M.Com(Taxation)(UP) CA(SA)

IRBA Practice number:
912476

SAICA Practice number:
20014989

Other Offices:
Cape Town
Centurion
Pretoria North
Pretoria East
Vereeniging
West Rand



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Annual Financial Statements for the year ended 31 March 2016

Directors' Report

The directors have pleasure in submitting their report on the annual financial statements of Delta Environmental Centre NPC for the year ended 31 March 2016.

1. Nature of business

Delta Environmental Centre NPC is engaged in the development and education of learners and teachers in nature conservation and the environment.

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 annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. 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 annual financial statements.

3. Directors

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

Directors

DAW Macey
VC Carruthers
TF Truluck
SM Mosidi
IP Correia
RC Fletcher
M Mazwai
B Donaldson
DF Forbes

4. Directors' interests in contracts

During the financial year, no contracts were entered into which directors or officers of the company had an interest and which significantly affected the business of the company.

5. 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.

6. Going concern

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

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Statement of Financial Position as at 31 March 2016

Figures in Rand	Note(s)	2016	2015
Assets			
Non-Current Assets			
Equipment	2	11 546	38 545
Other financial assets	3	806 062	708 561
		817 608	747 106
Current Assets			
Trade and other receivables	4	-	27 819
Cash and cash equivalents	5	239 083	315 525
		239 083	343 344
Total Assets		1 056 691	1 090 450
Equity and Liabilities			
Equity			
Retained income		1 030 661	795 818
Liabilities			
Current Liabilities			
Trade and other payables	6	26 030	294 632
Total Equity and Liabilities		1 056 691	1 090 450



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Statement of Comprehensive Income

Figures in Rand	Note(s)	2016	2015
Revenue		5 718 810	6 384 648
Other income		3 000	1 500
Operating expenses		(5 501 675)	(6 073 189)
Operating surplus		220 135	312 959
Interest received		14 708	9 287
Surplus for the year		234 843	322 246
Other comprehensive income		-	-
Total comprehensive surplus for the year		234 843	322 246

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Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
Balance at 01 April 2014	473 572	473 572
Surplus for the year	322 246	322 246
Other comprehensive income	-	-
Total comprehensive income for the year	322 246	322 246
Balance at 01 April 2015	795 818	795 818
Surplus for the year	234 843	234 843
Other comprehensive income	-	-
Total comprehensive income for the year	234 843	234 843
Balance at 31 March 2016	1 030 661	1 030 661

Note(s)

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Statement of Cash Flows

Figures in Rand	Note(s)	2016	2015
Cash flows from operating activities			
Cash generated from operations	8	6 351	658 493
Interest income		14 708	9 287
Net cash from operating activities		21 059	667 780
Cash flows from investing activities			
Movement in financial asset account		(97 501)	(257 460)
Net cash from investing activities		(97 501)	(257 460)
Total cash movement for the year		(76 442)	410 320
Cash at the beginning of the year		315 525	(94 795)
Total cash at end of the year	5	239 083	315 525

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Accounting Policies

1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual 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 Equipment

Equipment is carried at cost less accumulated depreciation.

Cost include costs incurred initially to acquire or construct an item of 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 equipment, the carrying amount of the replaced part is derecognised.

Depreciation is provided using the straight-line method to write down the cost, over the useful life of the equipment as follows:

Item	Depreciation method	Average useful life
Motor vehicles	Straight line	5 years

1.2 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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.

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, are measured at fair value through profit and loss.

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.

Interest is recognised, in profit or loss, using the effective interest rate method.



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Notes to the Annual Financial Statements

	2016			2015		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Motor vehicles	134 995	(123 449)	11 546	134 995	(96 450)	38 545
Office equipment	55 932	(55 932)	-	55 932	(55 932)	-
IT equipment	42 951	(42 951)	-	42 951	(42 951)	-
Total	233 878	(222 332)	11 546	233 878	(195 333)	38 545

Reconciliation of equipment - 2016

	Opening balance	Depreciation	Total
Motor vehicles	38 545	(26 999)	11 546

Reconciliation of equipment - 2015

	Opening balance	Depreciation	Total
Motor vehicles	52 324	(13 779)	38 545

3. Other financial assets

At amortised cost

Standard Bank Protected Investments and call accounts	806 062	708 561
The Standard Bank Protected Investment amounting to R200,000 has been ceded to the bank as security for the overdraft facilities.		

Non-current assets

At amortised cost	806 062	708 561
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4. Trade and other receivables

Trade receivables	-	27 819
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5. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	9 845	2 153
Bank balances	229 238	313 372
	239 083	315 525

6. Trade and other payables

Trade payables	-	263 503
VAT	26 030	31 129
	26 030	294 632

7. Taxation

No provision has been made for 2016 tax as the company is deemed to be a tax exempt entity under Section 30 of the Income Tax Act.

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Notes to the Annual Financial Statements

Figures in Rand	2016	2015
8. Cash generated from operations		
Surplus	234 843	322 246
Adjustments for:		
Depreciation	26 999	13 779
Interest received	(14 708)	(9 287)
Changes in working capital:		
Trade and other receivables	27 819	37 609
Trade and other payables	(268 602)	294 146
	6 351	658 493

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Detailed Income Statement

Figures in Rand	Note(s)	2016	2015
Revenue			
Consultations and training		1 857 665	1 304 945
Donations and sponsorships		883 896	529 893
Project income		2 074 131	3 731 772
Sundry income		52 041	51 417
Teachers workshops, diploma courses and school groups		851 077	766 621
		5 718 810	6 384 648
Other income			
Rental income		3 000	1 500
Interest received		14 708	9 287
		17 708	10 787
Operating expenses			
Accounting fees		7 020	12 170
Advertising, marketing and promotions		37 164	9 984
Bank charges		31 621	28 139
Cleaning		8 279	5 637
Computer expenses		6 999	33 309
Consulting fees		3 005	84 635
Depreciation		26 999	13 779
Employee costs		3 388 365	3 531 315
Entertainment and catering		9 736	17 470
Hire of facilities		3 017	1 640
Insurance		38 225	30 969
Motor vehicle expenses		185 115	67 314
Municipal expenses		130 002	104 406
Printing and stationery		227 655	209 763
Professional fees		8 695	-
Project expenses		866 735	1 620 699
Repairs and maintenance		59 905	47 513
Reviewers remuneration		32 765	-
Security		147 810	144 362
Sponsorship expenses		169 740	10 641
Staff expenses and meetings		11 993	3 300
Subscriptions		9 436	9 459
Telephone and fax		89 163	84 877
Travel		2 231	1 808
		5 501 675	6 073 189
Surplus for the year		234 843	322 246