

South African Bridge Federation
(Registration number PBO number: 930034359)
Annual Financial Statements
for the year ended 31 December 2021

South African Bridge Federation

(Registration number: PBO number: 930034359)

Annual Financial Statements for the year ended 31 December 2021

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	A non-profit organisation, affiliated to SASCOC, regulating the game of bridge in South Africa.
Exececutive Council	J. Grant K. Gilmour P. Feinstein
Bankers	Nedbank Limited
Practitioner	Roy Lomnitz & Associates Chartered Accountant (S.A.)
Secretary	K. Gilmour
PBO reference number	930034359
Level of assurance	These annual financial statements have not been audited or independently reviewed.

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

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Executive Council's Responsibilities and Approval

The executive council are required by the Companies Act of South Africa, 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 organisation 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 annual 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 council acknowledge that they are ultimately responsible for the system of internal financial control established by the organisation and place considerable importance on maintaining a strong control environment. To enable the executive council to meet these responsibilities, the management 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 organisation and all employees are required to maintain the highest ethical standards in ensuring the organisation's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the organisation is on identifying, assessing, managing and monitoring all known forms of risk across the organisation. While operating risk cannot be fully eliminated, the organisation 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 council 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 executive council have reviewed the organisation's cash flow forecast for the year to 31 December 2022 and, in the light of this review and the current financial position, they are satisfied that the organisation has or has access to adequate resources to continue in operational existence for the foreseeable future.

The annual financial statements set out on pages 6 to 13, which have been prepared on the going concern basis, were approved by the executive council on 14 August 2022 and were signed on its behalf by:

J. Grant

P. Feinstein

Johannesburg

Roy Lomnitz & Associates

Chartered Accountant (SA), Registered Auditor (PR. NO: 935719)

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Practitioner's Compilation Report

To the Management of South African Bridge Federation

I have compiled the annual financial statements of South African Bridge Federation, as set out on pages 6 - 13, based on information you have provided. These annual financial statements comprise the statement of financial position of South African Bridge Federation as at 31 December 2021, 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 annual 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 annual 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 annual financial statements. Accordingly, I do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

Roy Lomnitz & Associates

Roy Lomnitz & Associates
Chartered Accountant (S.A.)
Registered Auditor
Per: RE Lomnitz

14 August 2022
Johannesburg

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Executive Council's Report

The executive council have pleasure in submitting their report on the annual financial statements of South African Bridge Federation for the year ended 31 December 2021.

1. Nature of business

South African Bridge Federation was incorporated in South Africa as a non-profit organisation and operates in South Africa.

There have been no material changes to the nature of the organisation'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 of South Africa. 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 organisation are set out in these annual financial statements.

3. Executive council

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

Executive council	Office	Designation
J. Grant	President	Executive councillor
K. Gilmour	Secretary	Executive councillor
P. Feinstein	Treasurer	Executive councillor

There have been no changes to the executive councillors for the period under review.

4. Events after the reporting period

The executive council are not aware of any material event which occurred after the reporting date and up to the date of this report.

5. Secretary

The organisation's secretary is K. Gilmour.

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Statement of Financial Position as at 31 December 2021

Figures in Rand	Note(s)	2021	2020
Assets			
Non-Current Assets			
Property, plant and equipment	2	1	1
Current Assets			
Other financial assets	3	2 971 277	2 579 176
Cash and cash equivalents	4	193 730	378 168
		3 165 007	2 957 344
Total Assets		3 165 008	2 957 345
Equity and Liabilities			
Equity			
Retained income		3 136 255	2 942 970
Liabilities			
Current Liabilities			
Trade and other payables	5	28 753	14 375
Total Equity and Liabilities		3 165 008	2 957 345

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Statement of Comprehensive Income

Figures in Rand	Note(s)	2021	2020
Revenue		316 292	846 799
Operating expenses		(319 415)	(679 008)
Operating (loss) profit		(3 123)	167 791
Investment revenue	7	196 408	225 606
Profit for the year		193 285	393 397
Other comprehensive income		-	-
Total comprehensive income for the year		193 285	393 397

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Statement of Changes in Equity

Figures in Rand	Accumulated funds	Total equity
Balance at 01 January 2020	2 549 573	2 549 573
Profit for the year	393 397	393 397
Other comprehensive income	-	-
Total comprehensive income for the year	393 397	393 397
Balance at 01 January 2021	2 942 970	2 942 970
Profit for the year	193 285	193 285
Other comprehensive income	-	-
Total comprehensive income for the year	193 285	193 285
Balance at 31 December 2021	3 136 255	3 136 255
Note(s)		

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Statement of Cash Flows

Figures in Rand	Note(s)	2021	2020
Cash flows from operating activities			
Cash receipts from customers		316 292	857 709
Cash paid to suppliers and employees		(305 037)	(687 533)
Cash generated from operations	8	11 255	170 176
Interest income		196 408	225 606
Net cash from operating activities		207 663	395 782
Cash flows from investing activities			
Net movement in financial asset		(392 101)	(218 711)
Net cash from investing activities		(392 101)	(218 711)
Total cash movement for the year		(184 438)	177 071
Cash at the beginning of the year		378 168	201 097
Total cash at end of the year	4	193 730	378 168

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Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The annual 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 Companies Act of South Africa. 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 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 organisation 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.

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 organisation.

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. They 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 cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

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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 Revenue

Revenue is recognised to the extent that the organisation 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 organisation. 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.

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Figures in Rand

2021

2020

2. Property, plant and equipment

	2021			2020		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Furniture and fixtures	1	-	1	1	-	1

Reconciliation of property, plant and equipment - 2021

	Opening balance	Closing balance
Furniture and fixtures	1	1

Reconciliation of property, plant and equipment - 2020

	Opening balance	Closing balance
Furniture and fixtures	1	1

3. Other financial assets

At fair value

Nedbank flexible income fund	2 971 277	2 579 176
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Current assets

At fair value	2 971 277	2 579 176
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4. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	193 730	378 168
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5. Trade and other payables

Trade payables	28 753	14 375
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6. Compiler remuneration

Fees	14 375	14 375
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7. Investment revenue

Unit trusts	192 099	218 711
Bank	4 309	6 895
	196 408	225 606

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Notes to the Annual Financial Statements

Figures in Rand	2021	2020
8. Cash generated from operations		
Profit before taxation	193 285	393 397
Adjustments for:		
Interest received	(196 408)	(225 606)
Changes in working capital:		
Trade and other receivables	-	10 910
Trade and other payables	14 378	3 375
Deferred income	-	(11 900)
	11 255	170 176

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Detailed Income Statement

Figures in Rand	Note(s)	2021	2020
Revenue			
Interclub & interprovincial entries		11 860	-
Membership fees		196 659	488 715
National congress entries		104 059	318 050
Trials income		-	38 999
Sundry income		3 714	1 035
		316 292	846 799
Operating expenses			
Administration fees		(6 000)	(9 000)
Bank charges		(9)	(133)
BBO expenses		(3 652)	-
Bridge development		-	(72 360)
Coaching & training seminars		(41 566)	(39 365)
Compiler remuneration	6	(14 375)	(14 375)
Donations		(15 000)	(110 200)
General & meeting expenses		(10 774)	(23 838)
Interclub & interprovincial expenses		(26 563)	(17 650)
Membership fees - WBF		(29 132)	(48 656)
National congress expenses		(124 408)	(313 813)
Printing and stationery		(3 000)	(3 759)
Subscriptions		(9 831)	(12 315)
Trials expenses		-	(13 544)
Zonal costs		(35 105)	-
		(319 415)	(679 008)
Operating (loss) profit		(3 123)	167 791
Investment income	7	196 408	225 606
Profit for the year		193 285	393 397