



SOUTH AFRICAN POWER FLYING ASSOCIATION

South African Power Flying Association (Pty) Ltd

(Registration number: 2019/141851/08)

Annual Financial Statements

For the year ending 31 December 2022

Compiled Financial Statements

in compliance with companies Act 71 of 2008

CM du Plessis Accountants

South African Power Flying Association (Pty) Ltd

Financial statements

For the year ending 31 December 2022

GENERAL INFORMATION

Country of incorporation:	RSA
Nature of business and principle activities:	Recreational Sport Flying
Directors of the Company:	RP Jonkers 25%
	FM Eckard 25%
	LSL Bouttell 25%
	CM du Plessis 25%
Postal address:	PO Box 18018 Germiston Gauteng 1401
Bankers:	FNB / Nedbank
Accounting officers:	CM du Plessis Accounting
Legal form:	Company (NPC)
Registration no:	2019/141851/08
Income Tax No:	9661/683/17/8
VAT No:	N/A
PAYE No	N/A

South African Power Flying Association (Pty) Ltd

Financial statements

For the year ending 31 December 2022

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

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*** Please note that the Addendums do not form part of the annual financial statements.**

South African Power Flying Association (Pty) Ltd

Directors' Responsibilities and Approval

For the year ending 31 December 2022

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

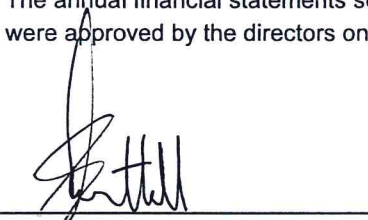
The annual financial statements are prepared in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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 standard 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.

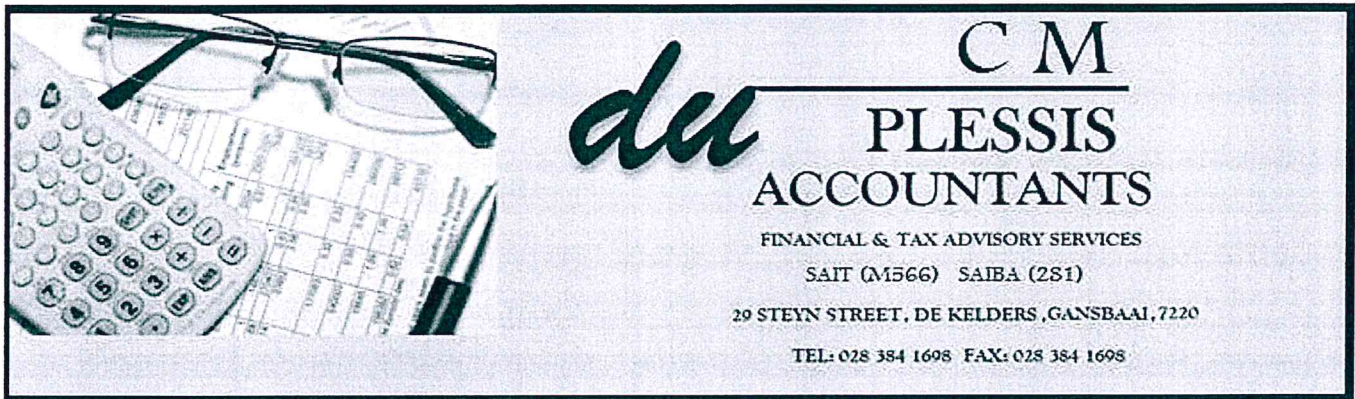
The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial 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 December 2022 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 annual financial statements set out on pages 6 to 12, which have been prepared on the on going concern basis, were approved by the directors on 28 January 2023 and were signed by:



LSL Bouttell
Chairman



Report of the accounting officer to

South African Power Flying Association (Pty) Ltd

For the year ending 31 December 2022

To the shareholders of South African Power Flying Association (Pty) Ltd

I have performed the duties of the accounting officer to South African Power Flying Association (Pty) Ltd, set out on pages 7 to 12 for the year ended 31 December 2022.

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 the International Financial Reporting Standards for Small and Medium-sized Entities and requirements of the Companies Act 71 of 2008, and for such internal control as directors determine is necessary to enable the preparation of annual financial statements that are free from material misstatements, whether due to fraud or error.

We have also reviewed the accounting policies which have been represented to us as having been applied in the preparation of the annual financial statements with International Financial Reporting Standards for Small and Medium-sized Entities issued by the International Accounting Standards Board.

No audit is required by the Act to be carried out and no audit was conducted.

Accordingly, I do not imply or express an opinion or any other form of assurance on the financial statements.

Mauritz du Plessis
Accounting Officer

DATE: 11 January 2023

ADDRESS:

29 Steyn Street
De Kelders
Gansbaai
7220

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South African Power Flying Association (Pty) Ltd

Directors' report

For the year ending 31 December 2022

The directors have pleasure in submitting their report on the annual financial statements of South African Power Flying Association (Pty) Ltd for the year ended 31 December 2022.

1. Nature of business

South African Power Flying Association (Pty) Ltd was incorporated in South Africa with interests in the Recreational Sport 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 annual financial statements have been prepared in accordance with International Financial Reporting Standards 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 flow of the company are set out in these annual financial statements

3. Share Capital

There have been no changes to the authorised or issued share capital during the year under review.

4. Dividends

No dividends were declared during the year under review.

5. Directors

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

RP Jonkers	LSL Bouttell
FM Eckard	CM du Plessis

6. 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.

7. 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 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 or of any pending changes to legislation which may affect the company.

8. Secretary

The company had no secretary during the year.

South African Power Flying Association (Pty) Ltd

Statement of financial position

as at 31 December 2022

	Note	2022 R	2021 R
Assets			
Non Current Assets		-	-
Property Plant and Equipment	2	-	-
Current Assets		394 689	372 390
Trade and Other Receivables	3	-	3 500
Cash and Cash Equivalents	4	394 689	368 890
Total Assets		394 689	372 390
Equity & Liabilities			
Equity		365 873	364 302
Retained Earnings / (Loss)	5	365 873	364 302
Non Current Liabilities		-	-
Current Liabilities		28 816	8 089
Trade and Other Payables	6	28 816	8 089
Total directors Funds / Equity & Liabilities		394 689	372 390

South African Power Flying Association (Pty) Ltd

Statement of comprehensive income

For the year ending 31 December 2022

	Note	2022 R	2021 R
Services Revenue		<u>683 099</u>	<u>865 686</u>
Cost of Sales		<u>-</u>	<u>-</u>
Gross Profit		<u>683 099</u>	<u>865 686</u>
Other Income		<u>44 561</u>	<u>10 850</u>
Total Income		<u>727 659</u>	<u>876 536</u>
Operating / Overhead Expenses		<u>113 188</u>	<u>90 566</u>
Profit / (Loss) Before Finance Charges		<u>1 572</u>	<u>(63 781)</u>
Finance Costs		<u>-</u>	<u>-</u>
Profit / (Loss) Before Taxation		<u>1 572</u>	<u>(63 781)</u>
Tax Expense		<u>-</u>	<u>-</u>
Dividends		<u>-</u>	<u>-</u>
Net Profit / (Loss)		<u>1 572</u>	<u>(63 781)</u>

South African Power Flying Association (Pty) Ltd

Statement of Cash Flows

for the period ending 31 December 2022

	2022 R	2021 R
Cash flows from operating activities		
Profit for the year	1 572	(63 781)
<i>Adjustments for:</i>		
Finance costs	-	-
Income tax	-	-
Depreciation Property, plant and equipment	-	-
Investment income	(12 765)	(10 850)
Stock Adjustments	-	-
Operating cash flow before working capital changes	(11 193)	(74 630)
<i>Working capital changes</i>		
Increase in trade and other receivables	-	-
Decrease/(increase) in short-term loans	3 500	-
Increase/(decrease) in trade and other payables	20 727	(184 503)
Cash generated by operating activities	13 034	(259 133)
Investment income	12 765	10 850
Finance costs	-	-
Income tax paid	-	-
Net cash from operating activities	25 799	(248 284)
Cash flows from investing activities		
Property, plant and equipment acquired	2 -	-
Investments	-	-
Net cash utilised in investing activities	-	-
Cash flows from financing activities		
Loan raised	-	-
Net cash generated by financing activities	-	-
Increase in cash and cash equivalents	25 799	(248 284)
Cash and cash equivalents at beginning of the year	368 890	617 174
Cash and cash equivalents at end of the year	4 394 689	368 890

South African Power Flying Association (Pty) Ltd

Notes to the annual financial statements For the year ending 31 December 2022

1. Accounting policies

The following are the principal accounting policies used in preparation of the financial statements:

Basis of preparation

The annual financial statements are prepared in accordance with the requirements of generally accepted accounting practice as per the Close Corporations Act as applicable for limited purpose. The measurement basis used is historical cost and incorporates the principle accounting policies set out below (except for certain investment properties and certain financial instruments assets which were revalued).

1.2 Fixed Assets - Property, plant and equipment

Depreciation is calculated on a straight line bases over the expected useful lives of the assets by taking into account their residual values. The expected useful lives are:

Motor Vehicles	5	years	20.0%
Computer Equipment	3	years	33.3%
Office Equipment	6	years	16.7%
Furniture & Fittings	6	years	16.7%
Plant & Machinery	5	years	20.0%

South African Power Flying Association (Pty) Ltd

Notes to the annual financial statements For the year ending 31 December 2022

		2022			2021	
2. Property, Plant and Equipment	Cost/ Valuation	Accumulated Depreciation	Carrying Value	Cost/ Valuation	Accumulated Depreciation	Carrying Value
Total non current / fixed assets	-	-	-	-	-	-

Carrying value of fixed assets can be reconciled as follows:

Carrying value at beginning of year	Additions	Disposals	Depreciation	Carrying value at end of year
-	-	-	-	-

2022

2021

3. Trade and Other Receivables

Customers	-	3 500
	<u>-</u>	<u>3 500</u>

4. Cash and cash equivalents

Cash and cash equivalents consists of cash on hand and balances with banks

Cash and cash equivalents comprise of the following statement of financial position amounts:

FNB Business	13 458	1 964
FNB Call Account	310 789	363 605
Nedbank Cheque	70 442	3 322
Bank	<u>394 689</u>	<u>368 890</u>

5. Retained Earnings

Opening Balance	364 302	428 082
Net profit for the year after tax	1 572	(63 781)
Balance at year end	<u>365 873</u>	<u>364 302</u>

6. Trade and Other Payables

Accounts Payable	28 816	5 398
Speed Rally Pre Payments	-	1 200
WRFC - Flash	-	1 491
	<u>28 816</u>	<u>8 089</u>

South African Power Flying Association (Pty) Ltd

Detailed statement of comprehensive income

For the year ending 31 December 2022

	2022 R	2021 R
Services Revenue	683 099	865 686
Membership Subscription	77 644	152 538
Fun Rallies	25 048	49 238
Rally / ANR / Precision - Flying Championships	28 290	48 200
Speed Rallies	210 812	170 120
Sponsorships Received - PTAR	161 595	203 500
Entry Fees - PTAR	164 000	228 440
Banquets, Functions and Stand Fees - PTAR	15 210	13 650
Aero Club Awards Function	500	-
Cost of Sales	-	-
Gross Profit	683 099	865 686
Other Income	44 561	10 850
Interest Received	12 765	10 850
Ipad Rental - WPFC	31 796	-
Total Income	727 659	876 536
Operating Expenses	612 900	849 750
Bosberaad	12 412	7 260
Fun Rallies	9 314	14 138
PTAR Expenditure	322 140	488 448
SAPFA Website	5 137	26 314
South African Rally Championships - FLASH / FABS	20 885	46 520
Speed Rallies	223 987	202 665
World Flying Championships	19 025	64 405
Overhead Expenses	113 188	90 566
Accounting Fees	34 363	29 840
Annual Fees - CIPC	1 130	-
Bank Charges	1 577	2 924
Courier & Postage	99	-
Depreciation	-	-
Equipment Purchases	31 796	42 563
Insurance	17 846	13 110
Internet	2 398	-
Repairs and Maintenance - Equipment	8 089	-
Repairs and Maintenance - Trophies	2 799	-
Small Tools	7 417	-
Tracker Airtime	5 674	-
Travel Fees Local	-	2 129
Profit / (Loss) Before Finance Charges	1 572	(63 781)
Profit / (Loss) Before Taxation	1 572	(63 781)
Tax Expense	-	-
Taxation - SA Normal	-	-
Net Profit / (Loss)	1 572	(63 781)

South African Power Flying Association (Pty) Ltd

Tax Computation

For the year ending 31 December 2022

	2022
Net profit per Income Statement 2022	1 571.59
Permanent differences (Non- deductible/ Non taxable items)	0.00
Fines	0.00
Interest, penalties paid in respect of taxes (s23(d))	0.00
Accounting Profit from sale of non current asset	0.00
	<u>0.00</u>
Assessed Losses brought forward	-68 832.00
Taxable Income for 2022	0.00
Tax thereon	
28%	0.00
Normal Tax per calculation for 2022	<u><u>0.00</u></u>