

**LEISURE ISLE
RESIDENTS ASSOCIATION
ANNUAL FINANCIAL STATEMENTS**

31 OCTOBER 2013

IAN UYS & COMPANY

**LEISURE ISLE RESIDENTS ASSOCIATION
ANNUAL FINANCIAL STATEMENTS
31 October 2013**

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APPROVAL OF THE ANNUAL FINANCIAL STATEMENTS

The annual financial statements set out on pages 2 to 7 were approved by the members and are signed by:

.....
CHAIRMAN

.....
COMMITTEE MEMBER

IAN UYS & COMPANY

Chartered Accountants (SA)
Registered Accountants & Auditors

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AUDITOR'S REPORT TO LEISURE ISLE RESIDENTS ASSOCIATION

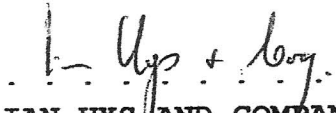
The annual financial statements for the year ended 31 October 2013 as set out on pages 3 to 7 are the responsibility of the Committee members.

We have determined that the financial statements are in agreement with the accounting records and have done so by adopting such procedures and conducting such enquiries in relation to the books of accounts and records as we considered necessary in the circumstances.

In our opinion these financial statements fairly present the position of the Association at the year end and the results of its operation for the year ended.

We have also reviewed the accounting policies which have been presented to us as having been applied in the preparation of the annual financial statements, and we consider that they are appropriate to the association.

The detailed income statement on page 8 has been prepared for management purposes and has not been audited.


IAN UYS AND COMPANY
CHARTERED ACCOUNTANTS (SA)

13 November 2013

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In Association with Fortress Financial Services CC

LEISURE ISLE RESIDENTS ASSOCIATION
BALANCE SHEET
as at 31 October 2013

	Notes	2013 R	2012 R
ASSETS			
NON CURRENT ASSETS			
Fixed assets	2	240,952	284,472
CURRENT ASSETS			
Banks		125,733	111,652
Staff loans		3,000	2,500
Deposits		2,832	2,625
		<u>372,517</u>	<u>401,249</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Accumulated surplus		77,297	71,535
Guard Hut Contributions	3	230,675	258,829
CURRENT LIABILITIES			
Trade payables		30,678	47,425
Prepayments		23,867	23,460
Provisions		10,000	0
		<u>372,517</u>	<u>401,249</u>

LEISURE ISLE RESIDENTS ASSOCIATION
 INCOME STATEMENT
 for the year ended 31 October 2013

	Notes	2013 R	2012 R
INCOME		1,017,076	942,397
Less OPERATING COSTS		998,015	893,499
OPERATING SURPLUS BEFORE DISCLOSABLE ITEMS		19,061	48,898
Less disclosable items		13,299	32,770
Audit fees		9,420	8,460
Interest received		-11,487	-7,407
Depreciation		15,366	31,717
SURPLUS FOR THE YEAR		5,762	16,128
ACCUMULATED SURPLUS Brought forward		71,535	55,407
ACCUMULATED SURPLUS		77,297	71,535

LEISURE ISLE RESIDENTS ASSOCIATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 October 2013

1. ACCOUNTING POLICIES

The annual financial statements are prepared on the historical cost basis and incorporate the following principal accounting policy:

1.1 DEPRECIATION

Fixed assets are depreciated on the straight line basis at rates considered appropriate to reduce them to their estimated residual values at the end of their useful lives.

2. FIXED ASSETS

2013	Guard Hut (Leasehold) R	Security Equipment R	Computer Equipment R	Total R
Cost				
Balance at 1 November 2012	281,536	219,368	5,155	506,059
Balance at 31 October 2013	281,536	219,368	5,155	506,059
Accumulated Depreciation				
Balance at 1 November 2012	28,154	191,371	2,062	221,587
Charges for the year	0	14,335	1,031	15,366
Guard Hut Amortisation	28,154	0	0	28,154
Balance at 31 October 2013	56,308	205,706	3,093	265,107
Carrying amount 31 Oct 2013	225,228	13,662	2,062	240,952
2011				
Cost	R	R	R	R
Balance at 1 November 2011	278,276	202,467	5,155	485,898
Additions	3,260	16,901	0	20,161
Balance at 31 October 2012	281,536	219,368	5,155	506,059
Accumulated Depreciation				
Balance at 1 November 2011	0	160,685	1,031	161,716
Charges for the year	0	30,686	1,031	31,717
Guard Hut Amortisation	28,154	0	0	28,154
Balance at 31 October 2012	28,154	191,371	2,062	221,587
Carrying amount 31 Oct 2012	253,382	27,997	3,093	284,472

LEISURE ISLE RESIDENTS ASSOCIATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (continued)
for the year ended 31 October 2013

3. GUARD HUT CONTRIBUTIONS

This represents donations made by certain members to fund the building of the guard hut and the upgrade of the entrance to the island.

This amount will be applied against the depreciation of the guard hut and entrance over the next ten years commencing 1 November 2011. The guard hut and entrance have been erected on leasehold ground.

4. SECURITY EXPENSES

	2013	2012
	R	R
Salaries	178,428	466,429
UIF	3,473	10,027
WCA	3,950	1,909
Consumables	0	99
Uniforms	0	6,364
Transport	36,000	36,000
Allsound Security	573,524	186,526
	<u>795,375</u>	<u>707,354</u>

LEISURE ISLE RESIDENTS ASSOCIATION
INCOME STATEMENT
for the year ended 31 October 2013

	Notes	2013 R	2012 R
INCOME		1,017,076	942,397
Levies received		994,090	930,365
Interest received		11,487	7,407
Donations received		11,499	4,625
EXPENDITURE		1,011,314	926,269
Audit fees		9,420	8,460
Accounting fees		11,400	11,200
AGM expenses		1,809	0
Bank charges		18,436	18,225
Camera maintenance		22,695	15,055
Depreciation	1.1	15,366	31,717
Electricity & water		18,655	17,781
Gifts		1,729	0
Insurance		10,717	10,147
Legal fees		10,140	1,574
Maintenance Northern Shores		38,000	38,000
Maintenance of public areas		31,959	30,810
Peak time management		15,586	17,902
Postage		685	304
Printing & stationery		0	1,052
Repairs & maintenance		2,728	10,258
Security expenses	4	795,375	707,354
Signage		3,853	2,965
Telephone		59	60
Website		2,702	3,405
SURPLUS for the year		5,762	16,128
Plus disclosable items		13,299	32,770
SURPLUS before disclosable items		19,061	48,898

This schedule has been prepared solely for management purposes and does not form part of the annual financial statements