

**LEISURE ISLE  
RESIDENTS ASSOCIATION**

**ANNUAL FINANCIAL STATEMENTS**

**31 OCTOBER 2017**

**IAN UYS AND COMPANY**

**LEISURE ISLE RESIDENTS ASSOCIATION  
ANNUAL FINANCIAL STATEMENTS  
as at 31 October 2017**

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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

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IRBA 571717 SAICA Pr No: 959790



## AUDITOR'S REPORT TO LEISURE ISLE RESIDENTS ASSOCIATION

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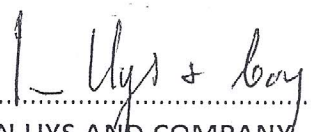
The annual financial statements for the year ended 31 October 2017 as set out on pages 3 to 7 are the responsibility of the Committee members.

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 7 has been prepared for management purposes and has not been audited.

  
.....  
IAN UYS AND COMPANY  
CHARTERED ACCOUNTANTS (SA)

15 November 2017

4538 LIRA 2017

Ian S Uys DWD B Comm CA (SA) CEA  
In Association with Fortress Financial Services CC

LEISURE ISLE RESIDENTS ASSOCIATION  
 BALANCE SHEET  
 as at 31 October 2017

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	Notes	2017 R	2016 R
<b>ASSETS</b>			
NON-CURRENT ASSETS			
Fixed assets	2	155 716	180 890
CURRENT ASSETS			
Banks		489 050	406 471
		<u>644 766</u>	<u>587 361</u>
<b>EQUITY AND LIABILITIES</b>			
CAPITAL AND RESERVES			
Accumulated surplus		223 522	216 080
Guard Hut Contributions	3	116 979	145 493
Camera replacement reserve		96 491	96 491
CURRENT LIABILITIES			
Trade payables		44 325	13 400
Prepayments		1 450	22 740
Provisions		161 999	93 157
		<u>644 766</u>	<u>587 361</u>

**LEISURE ISLE RESIDENTS ASSOCIATION**  
**INCOME STATEMENT**  
**for the year ended 31 October 2017**

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	2 017	2 016
	R	R
INCOME	1 323 649	1 193 941
Less OPERATING COSTS	1 314 432	1 132 654
	<hr/>	<hr/>
OPERATING SURPLUS BEFORE DISCLOSABLE ITEMS	9 217	61 287
Less disclosable items	1 775	3 649
Audit fees	15 100	11 600
Interest received	-39 983	-32 339
Depreciation	26 658	24 388
	<hr/>	<hr/>
SURPLUS FOR THE YEAR	7 442	57 638
Less legal cost provision – sea wall	0	-50 000
	<hr/>	<hr/>
	7 442	7 638
ACCUMULATED SURPLUS		
Brought forward	216 080	208 442
	<hr/>	<hr/>
ACCUMULATED SURPLUS	223 522	216 080
	<hr/> <hr/>	<hr/> <hr/>

**LEISURE ISLE RESIDENTS ASSOCIATION**  
**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**  
for the year ended 31 October 2017

**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 estimated residual values at the end of their useful lives.

<b>2 FIXED ASSETS</b>	<b>Guard Hut (Leasehold) R</b>	<b>Security Equipment</b>	<b>Total R</b>
<b>2017</b>			
<b>Cost</b>			
Balance at 1 November 2016	281 536	92 440	373 976
Additions	0	29 998	29 998
Sales and scrapping	0	0	0
<b>Balance at 31 October 2017</b>	<b>281 536</b>	<b>122 438</b>	<b>403 974</b>
<b>Accumulated depreciation</b>			
Balance at 1 November 2016	141 490	51 596	193 086
Guard Hut Amortisation	28 514	0	28 514
Depreciation	0	26 658	26 658
<b>Balance at 31 October 2017</b>	<b>170 004</b>	<b>78 254</b>	<b>248 258</b>
<b>Carrying amount at 31 October 2017</b>	<b>111 532</b>	<b>44 184</b>	<b>155 716</b>
<b>2016</b>			
<b>Cost</b>			
Balance at 1 November 2015	281 536	76 559	358 095
Additions	0	15 881	15 881
Sales and scrapping	0	0	0
<b>Balance at 31 October 2016</b>	<b>281 536</b>	<b>92 440</b>	<b>373 976</b>
<b>Accumulated depreciation</b>			
Balance at 1 November 2015	112 976	27 208	140 184
Charges for the year	0	24 388	24 388
Guard Hut Amortisation	28 514	0	28 514
<b>Balance at 31 October 2016</b>	<b>141 490</b>	<b>51 596</b>	<b>193 086</b>
<b>Carrying amount at 31 October 2016</b>	<b>140 046</b>	<b>40 844</b>	<b>180 890</b>

### 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 ten years commencing 1 November 2011. The guard hut and entrance have been erected on leasehold ground.

### 4 ISLAND SAFETY AND SECURITY EXPENSES

	2017	2016
	R	R
Guard's radios	6 302	5 821
Guard house maintenance	14 118	4 115
Guard's Transport	39 600	38 700
Guard's Wages	710 350	678 685
Management fees	191 572	185 556
	<u>961 942</u>	<u>912 877</u>

**LEISURE ISLE RESIDENTS ASSOCIATION  
 DETAILED INCOME STATEMENT  
 for the year ended 31 October 2017**

	Notes	2017 R	2016 R
<b>INCOME</b>		1 323 649	1 193 941
Levies received		1 280 266	1 155 102
Interest received		39 983	32 339
Donations received		3 400	6 500
<b>EXPENDITURE</b>		1 316 207	1 136 303
Audit fees		10 800	11 600
Accounting fees		14 100	12 700
AGM and entertainment		3 343	2 371
Bank charges		18 787	17 409
Camera maintenance		1 298	0
Consulting fees		4 300	0
Depreciation	1.1	26 658	24 388
Electricity and water		15 123	13 667
Insurance		10 188	7 532
Legal and consulting fees		50 000	34 860
Maintenance Northern Shores		44 400	42 000
Maintenance of public areas		143 893	32 827
Postage		410	380
Printing and stationery		2 415	946
Security expenses	4	961 942	912 877
Signage		5 130	18 431
Website		3 420	4 315
<b>SURPLUS for the year</b>		7 442	57 638
Plus disclosable items		1 775	3 649
<b>OPERATING SURPLUS before disclosable items</b>		9 217	61 287