

SOUTH AFRICAN ORIENTEERING FEDERATION

ANNUAL FINANCIAL STATEMENTS

For the year ended 30 June 2016

Duncan T. Eriksson
Chartered Accountants (S.A.)
Registered Chartered Accountants and Auditors
Issued 24 September 2016

**SOUTH AFRICAN ORIENTEERING FEDERATION
ANNUAL FINANCIAL STATEMENTS
For the year ended 30 June 2016**

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

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Approval

The financial statements which appear on pages 2 to 15 were approved by the Management Committee on 24 September 2016.

G. Morrison
President

R. Lund
Vice President Marketing

Johannesburg
24 September 2016



Duncan T. Eriksson
Chartered Accountants (S.A.)
Registered Accountants and Auditors
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**Report of the independent auditors
To the members of SOUTH AFRICAN ORIENTEERING FEDERATION**

We have audited the financial statements of South African Orienteering Federation which comprise the balance sheet as at 30 June 2016, the income statement, the statement of movement in funds and cash flow statement for the year ended, and other explanatory notes, as set out on pages 2 to 8 for the year ended 30 June 2016. These financial statements are the responsibility of the executive committee. Our responsibility is the report on these financial statements.

President and committee members' responsibility for the Financial Statements

The entity's president and committee members are responsible for the preparation and fair presentation of these financial statements in accordance with the associations accounting policies. This responsibility include; designing implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement. Whether due to fraud and error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these annual financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including an assessment of the risks of material misstatement in the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we obtained is sufficient and appropriate to provide for our audit opinion.

Qualification

In common with similar organisations, it is not feasible for the organisation to institute accounting controls over cash collections prior to the initial entry of the collections in the accounting records. Accordingly it was impractical for us to extend our examination beyond the receipts actually recorded.

Qualified audit opinion

Except for the effects of any adjustments which might have been necessary had it been possible for us to extend our examination of the foregoing, in our opinion these financial statements fairly present in all material respects, the financial position of the organisation at 30 June 2016 and the results of its operations for the year ended in conformity with the accounting practices of the organisation.

Supplementary information

The supplementary schedules set out on pages 9 - 15 do not form part of the annual financial statements and are presented as additional information only. We have not audited these schedules and accordingly we do not express an opinion thereon

A handwritten signature in black ink that reads "Duncan T. Eriksson". The signature is written in a cursive style.

Johannesburg
24 September 2016

Duncan T. Eriksson
Registered Chartered Accountants and Auditors

SOUTH AFRICAN ORIENTEERING FEDERATION

Statement of Financial Position
As at 30 June 2016

	Notes	2016 R	2015 R
ASSETS			
Non-current assets			
Fixed assets	7	112 612	158 685
Current Assets			
Cash and cash equivalents	8	334 339	186 165
Accounts receivable	9	-	26 467
Total current assets		334 339	212 632
Total assets		446 951	371 317
FUNDS AND LIABILITIES			
Funds			
Accumulated funds	Page 4	236 342	216 225
EMIT Replacement fund	2	86 930	70 240
NLDTF 2011	4	-	9 976
SRSA 2014	6	48 015	48 015
SRSA 2016	6	41 373	-
Total Funds		412 660	344 456
Current liabilities			
Accounts payable	10	34 291	26 861
Total Funds and Liabilities		446 951	371 317

SOUTH AFRICAN ORIENTEERING FEDERATION**Statement of comprehensive income
For the year ended 30 June 2016**

	Notes	2016 R	2015 R
Revenue	Page 10	667 905	553 072
Expenditure	Page 11	-599 701	-714 210
Net surplus for the year		<u>68 204</u>	<u>-161 138</u>

SOUTH AFRICAN ORIENTEERING FEDERATION

Statement of movements in funds For the year ended 30 June 2016

	Accumulated Funds R
Balance as at 30 June 2012	219 076
Net surplus for the year per the income statement	29 898
Transfer to EMIT Replacement Fund	-13 236
Balance as at 30 June 2013	235 738
Net surplus for the year per the income statement	115 004
Transfer to EMIT Replacement Fund	-18 090
Balance as at 30 June 2014	332 652
Net surplus for the year per the income statement	-161 138
Transfer to EMIT Replacement Fund	-16 052
Transfer from EMIT Replacement Fund	60 763
Balance as at 30 June 2015	216 225
Net surplus for the year per the income statement	68 204
Transfer to EMIT Replacement Fund	-16 690
Transfer from NLDTF Fund	9 976
Transfer to SRSA Fund	-41 373
Balance as at 30 June 2016	236 342

SOUTH AFRICAN ORIENTEERING FEDERATION

**Statement of Cash Flow
For the year ended 30 June 2016**

	Notes	2016 R	2015 R
Cash Flow from operating activities			
Cash generated from operations	12	135 947	-83 462
Investment income		12 227	19 275
Net cash flow from operating activities		<u>148 174</u>	<u>-64 187</u>
Cash Flow from investing activities			
Purchase of fixed assets		0	-65 843
Net cash flow from investing activities		<u>0</u>	<u>-65 843</u>
Cash flow from financing activities			
(Decrease) / Increase in capital funds		0	-85 510
Net change in cash and cash equivalents		<u>148 174</u>	<u>-215 540</u>
Cash and cash equivalents at beginning of year		186 165	401 705
Cash and cash equivalents at end of year		<u><u>334 339</u></u>	<u><u>186 165</u></u>

SOUTH AFRICAN ORIENTEERING FEDERATION

Notes to the financial statements For the year ended 30 June 2016

1. Accounting policies

The financial statements are prepared on the historical cost basis. Accounting policies, where appropriate, have been changed to comply with current accounting practice.

Fixed assets policy

Fixed assets are stated at cost and depreciated at rates considered appropriate to reduce carrying values to estimated residual values over their estimated useful lives.

- Equipment 20.00% Straight line

National Lotteries Distribution Trust Fund (Lottery) and Sport and Recreation South Africa (SRSA)

Lottery/ SRSA Grants are recognised where there is reasonable assurance that the Federation will comply with the conditions applicable to the grant and that the grants will be received. Lottery/ SRSA grants that relate to expenses are recognised as income on a systematic and reasonable basis, over the period necessary to match them with the related costs.

	2016 R	2015 R
2. EMIT Replacement Fund		
Balance at beginning of the year	70 240	114 951
<i>Add:</i>		
Transfer from accumulated funds	16 690	16 052
<i>Less:</i>		
Transfer to accumulated funds	0	-60 763
Balance at the end of the year	<u>86 930</u>	<u>70 240</u>
4. NLDTF 2011		
Capacity building		-427
Equipment		3 638
High performance		-123
Mapping		6 888
Balance at the end of the year	<u>0</u>	<u>9 976</u>
5. SRSA 2014		
Administration	10 082	10 082
Development	-33 297	-33 297
Long term coach development	68 257	68 257
Education		
Electronic timing cards		
Mountain Bike O development	2 941	2 941
Strategic maps		
High performance	32	32
Balance at the end of the year	<u>48 015</u>	<u>48 015</u>

SOUTH AFRICAN ORIENTEERING FEDERATION

Notes to the financial statements
For the year ended 30 June 2016 (continued)

	2016 R	2015 R
6 SRSA 2016		
Administration		
Development	43 771	
Long term coach development	995	
Education		
Electronic timing cards	7 301	
Mountain Bike O development		
Strategic maps	-12 500	
High performance	1 806	
Balance at the end of the year	<u>41 373</u>	<u>0</u>

	2016			2015		
	Cost 2016 R	Accumulated Depreciation 2016 R	Carrying Value 2016 R	Cost 2015 R	Accumulated Depreciation 2015 R	Carrying Value 2015 R
EMIT 2011	67 066	67 066	0	67 066	63 015	4 051
EMIT 2012	69 292	61 869	7 423	69 292	48 011	21 281
EMIT 2013	109 661	63 865	45 796	109 661	43 865	65 796
EMIT 2015	65 843	8 370	57 473	65 843	4 185	61 658
Silva Kites	11 628	11 628	0	11 628	11 099	529
Data projector	7 250	6 232	1 018	7 250	4 782	2 468
Development trailer	9 999	9 097	902	9 999	7 097	2 902
	<u>340 739</u>	<u>228 127</u>	<u>112 612</u>	<u>340 739</u>	<u>182 054</u>	<u>158 685</u>

The carrying amounts of fixed assets can be reconciled as follows:

	2016				Carrying value value at end of year R
	Carrying value value at beginning of year R	Additions R	Disposals R	Depreciation R	
EMIT 2011	4 051			-4 051	0
EMIT 2012	21 281			-13 858	7 423
EMIT 2013	65 796			-20 000	45 796
EMIT 2015	61 658			-4 185	57 473
Silva Kites	529			-529	0
Data projector	2 468			-1 450	1 018
Development trailer	2 902			-2 000	902
	<u>158 685</u>	<u>0</u>	<u>0</u>	<u>-46 073</u>	<u>112 612</u>

	2016 R	2015 R
8. Cash and cash equivalents		
Fixed deposit	312 976	183 438
Current account	21 363	2 727
	<u>334 339</u>	<u>186 165</u>

SOUTH AFRICAN ORIENTEERING FEDERATION

Notes to the financial statements
For the year ended 30 June 2016 (continued)

	2016 R	2015 R
9. Accounts receivable		
WOC to be recovered from participants		26 467
	<u>0</u>	<u>26 467</u>
10. Accounts payable		
JWOC 2016	34 291	0
British Orienteering Federation	0	26 467
Bank charges	0	394
	<u>34 291</u>	<u>26 861</u>
11. Administrative expenses		
Administrative expenses includes:		
Depreciation		
Fixed assets	46 073	77 903
12. Cash generated from operations		
Net operating surplus	68 204	-161 138
Add:		
Depreciation	46 073	77 903
Less:		
Investment income	-12 227	-19 275
	<u>102 050</u>	<u>-102 510</u>
Movements in working capital		
(Increase) / Decrease in receivables	26 467	5 509
Increase / (Decrease) in payables	7 430	13 539
	<u>135 947</u>	<u>-83 462</u>
13. Taxation		
No taxation has been provided as the association is a non profit organisation.		

SOUTH AFRICAN ORIENTEERING FEDERATION**Supplementary information
For the year ended 30 June 2016**

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SOUTH AFRICAN ORIENTEERING FEDERATION

Detailed income statement
For the year ended 30 June 2016

		2016 R	2015 R
INCOME			
Affiliation fees		6 255	5 840
Courses		500	-
DOC development		7 370	-
Development fund		23 547	-
Equipment hire		16 690	16 052
Equipment sales		14 042	5 790
JWOC 2015		8 400	-
JWOC 2016		127 159	-
Grants			
NLDTF	Page 12	0	63 523
SRSA	Page 13	400 000	400 000
		400 000	463 523
Miscellaneous		2 603	2 793
Interest received		12 227	19 275
Race Levies		43 812	31 419
Training camps		5 300	-
Schools camp		-	5 800
Schools league		-	2 580
		667 905	553 072
Less:			
Expenditure	Page 11	-599 701	-714 210
NET SURPLUS for the year		68 204	-161 138
Transfer to EMIT Replacement Fund		-16 690	-16 052
Transfer to SRSA Fund		-41 373	-
Transfer from NLDTF		9 976	-
Transfer from EMIT Replacement Fund		-	60 763
ACCUMULATED FUNDS at beginning of the year		216 225	332 652
ACCUMULATED FUNDS at end of the year		236 342	216 225

SOUTH AFRICAN ORIENTEERING FEDERATION

Expenditure statement
For the year ended 30 June 2016

	2016 R	2015 R
Expenditure		
Accommodation		
International	26 660	10 359
Training camps	26 660	41 870
		52 229
Athlete support		3 420
Audit fees	11 400	10 545
Bank charges	3 034	6 807
Batteries for Emit repairs	7 699	
Cathseta registration		39 410
Clearing costs		9 820
Clothing	6 144	
Conferences and meetings		17 906
Coaches fees	27 146	83 674
Depreciation	46 073	77 903
Equipment development		1 350
Event subsidies	21 289	4 442
First aid	6 045	
Insurance	14 175	12 600
International affiliation	15 466	11 680
International competitions		
JWOC 2016	127 159	
JWOC		-1 719
Performance bonus		6 000
Refunds		-24 612
	127 159	-20 331
ITC (Phone, fax and computer expenses)	1 877	2 142
League participation		
Mapping	69 060	65 680
Meals and entertainment	2 043	5 705
Medals and trophies	4 038	5 030
Office rental	60 000	60 000
Postage and delivery	1 794	396
Publicity		39 175
Stationery and printing	9 902	9 867
Printing and reproduction		41 245
Training courses and materials	17 832	42 514
Training camps		4 870
Transport	86 178	64 833
Travel - international	12 577	24 655
Travel - local	1 403	14 546
Travel - SAOF meetings		7 521
Venue hire	3 131	4 675
WRE event costs	17 576	9 901
	<u>599 701</u>	<u>714 210</u>

National Lottery Development Trust Fund
For the year ended 30 June 2016

	Grant Received	Expenditure 2013	Carried over to 2014	Expenditure 2014	Carried over to 2015	Expenditure 2015	Carried over to 2016	Expenditure 2016	Carried over to 2016
Grant Received 2011									
Equipment	80000	53633	25541	12115	13426	9788	3638	0	0
Mapping	60000	7432	52568	39500	13068	6180	6888	9976	0
Transformation and development		0	0	0	0	0	0	0	0
Capacity building	125300	83836	40914	9102	31812	32239	-427	0	0
Infrastructure		0	0	0	0	0	0	0	0
International participation	125000	53058	19742	4549	15193	15316	-123	0	0
	390300	197959	138765	65266	73499	63523	9976	9976	0

Coaches fees																						
Material																						
Meals																						
Transport																						
Mapper education						0						0										
																						0
Electronic Timing Cards	100000	100000	0			0					0											
Material																						
Transport		7059						1821	500													
Mountain Bike O Development	10000	7059	2941			2941		2321	500													
Transport																						
Accommodation		13318						27240														
Meals/Refreshment		34700						4240														
Course Materials		5000																				
Coaches Fees		1650						560														
Hiring of venues		11800																				
Other - Performance Incentives		13500																				
High Performance	80000	79968	32			32		32040				15960	15960									1806
Total	700000	589160	110840	62825	48015	400000	18043	315981	65976	95442	68960	400000	48900	309727	41373							

- Notes:**
- In the case of SRSA grants, under-spend in one SRSA financial year (April to March the following year) can be spent in the following year. However, this expenditure must be in terms of the new grant agreement and not the historical allocation.
 - At the end of the 2013/14 grant period, the SAOF received permission from SRSA to spend the unspent portion of that grant by 12 August 2014. Permission was received from SRSA to re-allocate unspent 2014/15 budget for the LTCD and MTB O projects towards the Expansion Plan project. In addition, interest earned on SRSA money was utilised towards this project.
 - Permission was received from SRSA to extend the 2014/15 High Performance and Mapping projects until end May 2015

SOUTH AFRICAN ORIENTEERING FEDERATION

INCOME FROM CLUBS

	AR	BIGS	DOC	JWOC	PENOC	POC	RACO	ROC	Tuiks O	UCTMSC	WITSOC	2013	2014	2015	2016
Affiliation Fees	R 365	R 100	R -		R 1 020	R -	R 2 350	R 1 845		R 235	R 340	R 7 020	R 7 460	R 5 840	R 6 255
Emit Hire	R 1 248	R 5 635	R -		R 1 872		R 3 767	R 2 797	R -	R -	R 1 371	R 13 236	R 18 090	R 13 764	R 16 690
Race Levies	R 5 220	R 13 842	R -	R 1 260	R 3 758		R 13 724	R 6 010	R -	R -	R -	R 31 707	R 40 467	R 32 370	R 43 813
Courses														R -	R -
School Camp												R 4 800	R 5 600	R 5 800	R -
School League														R 2 580	R -
Income by Club	R 6 833	R 19 577	R -	R 1 260	R 6 650	R -	R 19 841	R 10 652	R -	R 235	R 1 711	R 56 763	R 71 617	R 60 354	R 66 758