



Geoktrooieerde Rekenmeester (SA)  
Chartered Accountant (SA)

**THE FRIENDS OF THE SEA POINT PAVILION NPO**  
(Registration number 136-164 NPO)

**AUDITED FINANCIAL STATEMENTS**  
for the year ended 29 February 2024

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Annual Financial Statements for the year ended 29 February 2024

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# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Annual Financial Statements for the year ended 29 February 2024

## General Information

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<b>Country of Incorporation and Domicile</b>	South Africa
<b>Registration Number</b>	136-164 NPO
<b>Nature of Business and Principal Activities</b>	The nonprofit organisation aims to support the social and development needs of the pool community .
<b>Board Members</b>	R Barkai K Palframan C Laubscher E Cassar S Reznik G Nirenstein
<b>Registered Office</b>	1 Glengariff Road Sea Point Western Cape 8005
<b>Business Address</b>	1 Glengariff Road Sea Point Western Cape 8005
<b>SARS Reference Numbers</b>	
Tax number	930040261
<b>Level of Assurance</b>	These financial statements have been compiled in compliance with the applicable requirements of the Nonprofit Organisation Act of South Africa.
<b>Chartered Accountants CA(SA)</b>	Carina Odendaal

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Annual Financial Statements for the year ended 29 February 2024

## Members' Responsibilities and Approval

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The committee is required by the Nonprofit Organisation Act of South Africa to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is its responsibility to ensure that the annual financial statements satisfy the financial reporting standards with regards to form and content and present fairly the statement of financial position, results of operations and business of the nonprofit organisation, and explain the transactions and financial position of the business of the nonprofit organisation at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the nonprofit organisation and supported by reasonable and prudent judgements and estimates.


The committee acknowledges that it is ultimately responsible for the system of internal financial control established by the nonprofit organisation and places considerable importance on maintaining a strong control environment. To enable the committee to meet these responsibilities, the committee 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 nonprofit organisation and all employees are required to maintain the highest ethical standards in ensuring the nonprofit organisation's business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the nonprofit organisation is on identifying, assessing, managing and monitoring all known forms of risk across the nonprofit organisation. While operating risk cannot be fully eliminated, the nonprofit 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 committee is 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 going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the committee has no reason to believe that the nonprofit organisation will not be a going concern in the foreseeable future. The annual financial statements support the viability of the nonprofit organisation.

The annual financial statements set out on pages 5 to 13, and the supplementary information set out on page 14 which have been prepared on the going concern basis, were approved by the committee and were signed on 30 June 2024 on its behalf by:

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R Barkai

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K Palframan

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E Cassar

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Annual Financial Statements for the year ended 29 February 2024

## Members' Report

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The committee presents its report for the year ended 29 February 2024.

### 1. Review of activities

#### Main business and operations

The nonprofit organisation aims to support the social and development needs of the pool community . There were no major changes herein during the year.

### 2. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

### 3. Events after reporting date

The committee is not aware of any matter or circumstance arising since the end of the financial year to the date of this report that could have a material effect on the financial position of the nonprofit organisation.

### 4. Board Members

The committee of the nonprofit organisation during the year and up to the date of this report is as follows:

R Barkai

K Palframan

C Laubscher

E Cassar

S Reznik

G Nirenstein

### 5. Property, plant and equipment

There was no change in the nature of the property, plant and equipment of the company or in the policy regarding their use.

At 29 February 2024 the company's investment in property, plant and equipment amounted to R294,865, of which R276,879 was added in the current year through additions.

### 6. Compilers

Carina Odendaal compiled the annual financial statements for the year under review.

## INDEPENDENT AUDITOR'S REPORT

### TO THE BOARD MEMBERS OF THE FRIENDS OF THE SEA POINT PAVILION NPO

#### Opinion

I have audited the financial statements of The Friends of the Sea Point Pavilion NPO set out on pages 7 to 14, which comprise the statement of financial position as at 29 February 2024, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements present fairly, in all material respects, the financial position of The Friends of the Sea Point Pavilion NPO as of 29 February 2024, and of its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities and the requirements of the Companies Act, 71 of 2008.

#### Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the company in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements in South Africa. I have fulfilled my other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### Other information

The board members are responsible for the other information. The other information comprises the information included in the document titled "The Friends of the Sea Point Pavilion NPO financial statements for the year ended 29 February 2024", which includes the Board Members' Report as required by the Companies Act, 71 of 2008 and the Detailed Statement of Financial Performance, which I obtained prior to the date of this report. Other information does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express an audit opinion or any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on my work, I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

#### Responsibilities of the board members for the Financial Statements

The board members are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standards for SME's and the requirements of the Companies Act, 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the board members are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board members either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the Financial Statements**

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by board members.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to date of my auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure a content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the board members regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.



**CARINA ODENDAAL**  
**Registered Accountant and Auditor**  
**Chartered Accountant (SA)**

Somerset West  
**14 August 2024**

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Statement of Financial Position

Figures in R

	Notes	2024	2023
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2	<u>294,865</u>	<u>117,817</u>
<b>Current assets</b>			
Cash and cash equivalents	4	<u>1,652,851</u>	<u>1,671,012</u>
<b>Total assets</b>		<u><b>1,947,716</b></u>	<u><b>1,788,829</b></u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Accumulated surplus		<u>1,233,233</u>	<u>1,354,973</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	5	<u>714,483</u>	<u>433,856</u>
<b>Total equity and liabilities</b>		<u><b>1,947,716</b></u>	<u><b>1,788,829</b></u>

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Statement of Comprehensive Income

Figures in R	Notes	2024	2023
Revenue	6	1,117,295	919,244
Other expenses		(1,239,035)	(879,924)
<b>(Deficit) / surplus from operating activities</b>		<b>(121,740)</b>	<b>39,320</b>
<b>(Deficit) / surplus for the year</b>		<b>(121,740)</b>	<b>39,320</b>

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Statement of Changes in Equity

Figures in R	Accumulated surplus	Total
<b>Balance at 1 March 2022</b>	1,315,653	1,315,653
<b>Changes in equity</b>		
Surplus for the year	39,320	39,320
Total comprehensive income for the year	39,320	39,320
<b>Balance at 28 February 2023</b>	<b>1,354,973</b>	<b>1,354,973</b>
<b>Balance at 1 March 2023</b>	1,354,973	1,354,973
<b>Changes in equity</b>		
Deficit for the year	(121,740)	(121,740)
Total comprehensive income for the year	(121,740)	(121,740)
<b>Balance at 29 February 2024</b>	<b>1,233,233</b>	<b>1,233,233</b>

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Statement of Cash Flows

Figures in R

	Note	2024	2023
<b>Cash flows from operations</b>			
Cash receipts from customers		998,047	823,630
Cash paid to suppliers and employees		(858,577)	(567,531)
<b>Net cash flows from operations</b>		<u>139,470</u>	<u>256,099</u>
Interest received		119,248	75,614
<b>Net cash flows from operating activities</b>		<u>258,718</u>	<u>331,713</u>
<b>Cash flows used in investing activities</b>			
Purchase of property, plant and equipment		(276,880)	-
<b>Cash flows used in investing activities</b>		<u>(276,880)</u>	<u>-</u>
<b>Cash flows from financing activities</b>			
Cash flows from financing activities		-	42,630
<b>Net (decrease) / increase in cash and cash equivalents</b>		<u>(18,162)</u>	<u>374,343</u>
Cash and cash equivalents at beginning of the year		1,671,012	1,296,669
<b>Cash and cash equivalents at end of the year</b>	4	<u>1,652,850</u>	<u>1,671,012</u>

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Accounting Policies

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### 1. Basis of preparation and summary of significant accounting policies

The financial statements of Friends of Sea Point Pavillion have been prepared in accordance with the basis of accounting set out below and the Nonprofit Organisation Act of South Africa. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment property, certain property, plant and equipment, biological assets and derivative financial instruments at fair value. They are presented in South African Rand.

The principal accounting policies applied in the preparation of these annual financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### 1.1 Property, plant and equipment

Property, plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the committee.

The nonprofit organisation adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the nonprofit organisation. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to surplus or deficit during the period in which they are incurred.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method. The estimated useful lives range as follows:

Asset class	Useful life / depreciation rate
Kiosks	Straightline / 20%
Other permanent fixtures	Straightline / 20%
Gym Equipment	Straightline / 20%
Pool Equipment	Straightline / 20%

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other gains / (losses)' in the statement of comprehensive income.

#### 1.2 Financial instruments

##### Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown in current liabilities on the statement of financial position.

##### Trade and other payables

Trade payables are obligations on the basis of normal credit terms and do not bear interest.

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Accounting Policies

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*Basis of preparation and summary of significant accounting policies continued...*

### 1.3 Revenue

Rental income is derived from the kiosks situated on the property leased from the City of Cape Town. The rental income is spent in accordance with the Friends of Sea Point Pavillion's objectives.

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Notes to the Financial Statements

Figures in R

2024

2023

### 2. Property, plant and equipment

#### 2.1 Balances at year end and movements for the year

	Kiosks	Other permanent fixtures	Gym Equipment	Pool Equipment	Total
<b>Reconciliation for the year ended 29 February 2024</b>					
<b>Balance at 1 March 2023</b>					
At cost	401,032	137,759	207,822	85,768	<b>832,381</b>
Accumulated depreciation	(371,584)	(64,971)	(207,822)	(70,187)	<b>(714,564)</b>
<b>Carrying amount</b>	<b>29,448</b>	<b>72,788</b>	<b>-</b>	<b>15,581</b>	<b>117,817</b>
<b>Movements for the year ended 29 February 2024</b>					
Additions from acquisitions	276,880	-	-	-	<b>276,880</b>
Depreciation	(66,699)	(17,552)	-	(15,580)	<b>(99,831)</b>
<b>Property, plant and equipment at the end of the year</b>	<b>239,629</b>	<b>55,236</b>	<b>-</b>	<b>1</b>	<b>294,866</b>
<b>Closing balance at 29 February 2024</b>					
At cost	677,912	137,759	207,822	85,768	<b>1,109,261</b>
Accumulated depreciation	(438,284)	(82,523)	(207,822)	(85,767)	<b>(814,396)</b>
<b>Carrying amount</b>	<b>239,628</b>	<b>55,236</b>	<b>-</b>	<b>1</b>	<b>294,865</b>

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Notes to the Financial Statements

Figures in R

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*Property, plant and equipment continued...*

### 2.2 Property details

Public Open Space Erven 151, 153 and 318, Sea Point West, the property is owned and operated by the City of Cape Town, no formal lease is in place.

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Financial Statements for the year ended 29 February 2024

## Notes to the Financial Statements

Figures in R

2024

2023

### 3. Taxation

No provision has been made for 2024 tax as the organisation is an approved Public Benefit Organisation in terms of section 30 of the Income Tax Act and the receipts and accruals are exempt from Income Tax in terms of section 10(1)(cN) of the Act.

### 4. Cash and cash equivalents

#### 4.1 Cash and cash equivalents included in current assets:

##### Cash

Balances with banks	1,652,851	1,671,012
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#### 4.2 Net cash and cash equivalents

Current assets	1,652,851	1,671,012
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### 5. Trade and other payables

##### Trade and other payables comprise:

Trade payables	-	70,519
Deposits received	59,000	64,000
Insurance Accrual	-	4,362
Security Accrual	128,283	32,775
Rent Provision	527,200	262,200
<b>Total trade and other payables</b>	<b>714,483</b>	<b>433,856</b>

### 6. Revenue

##### Revenue comprises:

Interest received	119,248	75,614
Rental Income	998,047	843,630
<b>Total revenue</b>	<b>1,117,295</b>	<b>919,244</b>

### 7. Finance costs

##### Finance costs included in surplus or deficit:

### 8. Reclassification of prior year amounts

# Friends of Sea Point Pavillion

(Registration Number 136-164 NPO)

Annual Financial Statements for the year ended 29 February 2024

## Detailed Income Statement

Figures in R

	Notes	2024	2023
<b>Revenue</b>	6		
Interest received		119,248	75,614
Rental Income		998,047	843,630
		<b>1,117,295</b>	<b>919,244</b>
<b>Other expenses</b>			
Accounting fees		(20,091)	(26,059)
Advertising		(2,910)	-
Bank charges		(1,883)	(561)
Cleaning		(176,410)	(66,302)
Depreciation - property, plant and equipment		(99,831)	(55,372)
Development Swimming		(43,597)	(22,167)
Entertainment		(289)	(2,924)
Improvements & Enhancements - Forecourt		(131,387)	(66,413)
Improvements & Enhancements - Pool		(47,832)	(2,883)
Insurance		(4,572)	(6,825)
Property Management		(19,148)	-
Refreshments		-	(2,621)
Rent paid		(268,592)	(262,200)
Repairs & Maintenance - Forecourt		(161,284)	(221,504)
Repairs & Maintenance - Pool Repairs		(96,874)	(12,993)
Security		(164,335)	(131,100)
		<b>(1,239,035)</b>	<b>(879,924)</b>
<b>Surplus for the year to be used against future projects</b>		<b>(121,740)</b>	<b>39,320</b>