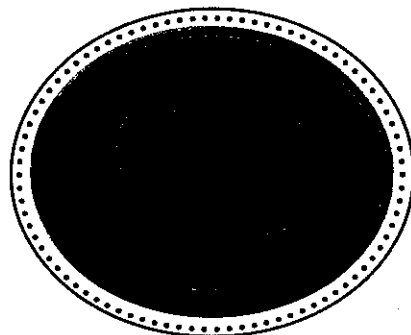


**Cormallen Hill Homeowners Association (NPC)**  
**(Registration number 2004/029087/08)**  
**Financial statements**  
**for the year ended 29 February 2016**



**ASHTON**

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**CAS INCORPORATED**

# **Cormallen Hill Homeowners Association (NPC)**

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## **General Information**

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<b>Country of incorporation and domicile</b>	South Africa
<b>Nature of business and principal activities</b>	Management and upkeep of an estate - Homeowners Association
<b>Directors</b>	C L Richardson J L Wessels S L Richardson J D Bronkhorst B Chivere T F Prozesky K Velen
<b>Registered office</b>	Erf 369 Cormallen Hill Achilles road Bronberg 0043
<b>Postal address</b>	Postnet Suite 396 Private Bag X20009 Garsfontein 0042
<b>Bankers</b>	Standard Bank
<b>Auditors</b>	Ashton CAS Incorporated Chartered Accountants (S.A.)
<b>Secretary</b>	Marinda Wessels
<b>Company registration number</b>	2004/029087/08
<b>Tax reference number</b>	9644238157
<b>Preparer</b>	The financial statements were internally compiled by: Shanto Financial Services (Pty) Ltd

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Index

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

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Directors' Responsibilities and Approval	3
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Directors' Report	5
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Statement of Comprehensive Income	7
Statement of Changes in Equity	8
Statement of Cash Flows	9
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The following supplementary information does not form part of the financial statements and is unaudited:	
Detailed Income Statement	16 - 17
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### Level of assurance

These financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

### Preparer

Shanto Financial Services (Pty) Ltd

### Published

21 June 2016

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Directors' Responsibilities and Approval

---

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 financial statements and related financial information included in this report. It is their responsibility to ensure that the 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 Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with the International Financial Reporting Standard 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 of directors 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 standards 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

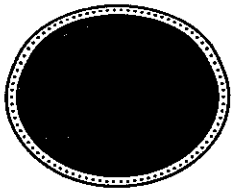
The directors have reviewed the company's cash flow forecast for the year to 28 February 2017 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on page 4.

The financial statements set out on pages 5 to 18, which have been prepared on the going concern basis, were approved by the board of directors on 21 June 2016 and were signed on its behalf by:

  
\_\_\_\_\_  
C L Richardson

  
\_\_\_\_\_  
J L Wessels



# ASHTON

CAS INCORPORATED

Lebombo Place B  
38 Lebombo Road  
Ashlea Gardens  
Pretoria

PO Box 35555  
Menlo Park  
0102

Tel: +27 (012) 460 0120  
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## Independent Auditors' Report

### To the shareholder of Cormallen Hill Homeowners Association (NPC)

We have audited the financial statements of Cormallen Hill Homeowners Association (NPC), as set out on pages 6 to 15, which comprise the statement of financial position as at 29 February 2016, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

### Directors' Responsibility for the Financial Statements

The company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and 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 misstatements, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on these 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 misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of 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 management, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Cormallen Hill Homeowners Association (NPC) as at 29 February 2016, and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the requirements of the Companies Act 71 of 2008.

  
NJ van der Walt  
Director

21 June 2016

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Directors' Report

---

The directors have pleasure in submitting their report on the financial statements of Cormallen Hill Homeowners Association (NPC) for the year ended 29 February 2016.

### 1. Nature of business

Cormallen Hill Homeowners Association (NPC) was incorporated in South Africa with interests in the Homeowners Association 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 financial statements have been prepared in accordance with International Financial Reporting Standard 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 flows of the company are set out in these financial statements.

### 3. Share capital

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

### 4. Directors

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

#### Directors

C L Richardson  
J L Wessels  
S L Richardson  
J D Bronkhorst  
B Chivere  
T F Prozesky  
K Velen

### 5. 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.

### 6. Going concern

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the 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 access to 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 requirements or of any pending changes to legislation which may affect the company.

### 7. Auditors

Ashton CAS Incorporated continued in office as auditors for the company for 2016.

### 8. Secretary

The company secretary is Marinda Wessels.

Postal address

Postnet Suite 396  
Private Bag X20009  
Garsfontein  
0042

Business address

Erf 369  
Cormallen Hill  
Achilles Road  
0043

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Statement of Financial Position as at 29 February 2016

Figures in Rand	Note(s)	2016	2015
<b>Assets</b>			
Non-Current Assets			
Property, plant and equipment	2	11 941	7
Current Assets			
Current tax receivable		-	10 661
Trade and other receivables	3	533 183	518 739
Cash and cash equivalents	4	3 400 043	3 140 488
		<b>3 933 226</b>	<b>3 669 888</b>
<b>Total Assets</b>		<b>3 945 167</b>	<b>3 669 895</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Reserves		3 232 063	3 229 063
Retained income		449 411	134 709
		<b>3 681 474</b>	<b>3 363 772</b>
<b>Liabilities</b>			
Current Liabilities			
Current tax payable		5 519	-
Trade and other payables	5	258 174	306 123
		<b>263 693</b>	<b>306 123</b>
<b>Total Equity and Liabilities</b>		<b>3 945 167</b>	<b>3 669 895</b>

## Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

### Statement of Comprehensive Income

Figures in Rand	Note(s)	2016	2015
Revenue	6	2 164 327	2 015 137
Other income	7	86 350	10 539
Operating expenses		(2 051 006)	(2 055 479)
<b>Operating profit (loss)</b>		<b>199 671</b>	<b>(29 803)</b>
Investment revenue	8	172 688	154 551
<b>Profit before taxation</b>		<b>372 359</b>	<b>124 748</b>
Taxation		(57 657)	(45 025)
<b>Profit for the year</b>		<b>314 702</b>	<b>79 723</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>314 702</b>	<b>79 723</b>



## Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

### Statement of Changes in Equity

Figures in Rand	Road and Infrastructure reserve	Retained income	Total equity
<b>Balance at 01 March 2014</b>	-	<b>54 986</b>	<b>54 986</b>
Profit for the year	-	79 723	79 723
Other comprehensive income	3 229 063	-	3 229 063
<b>Total comprehensive income for the year</b>	<b>3 229 063</b>	<b>79 723</b>	<b>3 308 786</b>
<b>Balance at 01 March 2015</b>	<b>3 229 063</b>	<b>134 709</b>	<b>3 363 772</b>
Profit for the year	-	314 702	314 702
Other comprehensive income	3 000	-	3 000
<b>Total comprehensive income for the year</b>	<b>3 000</b>	<b>314 702</b>	<b>317 702</b>
<b>Balance at 29 February 2016</b>	<b>3 232 063</b>	<b>449 411</b>	<b>3 681 474</b>

Note(s)

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Statement of Cash Flows

Figures in Rand	Note(s)	2016	2015
<b>Cash flows from operating activities</b>			
Cash generated from operations	9	142 384	23 240
Interest income		172 688	154 551
Tax paid		(41 477)	(45 957)
<b>Net cash from operating activities</b>		<b>273 595</b>	<b>131 834</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	2	(14 040)	-
<b>Total cash movement for the year</b>		<b>259 555</b>	<b>131 834</b>
Cash at the beginning of the year		3 140 488	3 008 654
<b>Total cash at end of the year</b>	4	<b>3 400 043</b>	<b>3 140 488</b>

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Accounting Policies

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### 1. Presentation of Financial Statements

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

#### 1.1 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost includes all costs incurred to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Costs include costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, which is as follows:

Item	Average useful life
Buildings	20 Years
Office equipment	5 Years
IT equipment	2 Years
Generators	5 Years
Security equipment	6 Years

The residual value, depreciation method and useful life of each asset are reviewed at each annual reporting period if there are indicators present that there has been a significant change from the previous estimate.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss in the period.

#### 1.2 Financial instruments

##### Initial measurement

Financial instruments are initially measured at the transaction price. This includes transaction costs, except for financial instruments which are measured at fair value through profit or loss.

##### Financial instruments at amortised cost

Debt instruments, as defined in the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At the end of each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If so, an impairment loss is recognised

##### Financial instruments at cost

Commitments to receive a loan are measured at cost less impairment.

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably are measured at cost less impairment. This includes equity instruments held in unlisted investments.

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Accounting Policies

---

### 1.2 Financial instruments (continued)

#### Financial instruments at fair value

All other financial instruments are measured at fair value through profit and loss.

### 1.3 Tax

#### Current tax assets and liabilities

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognised as an asset.

#### Tax expenses

Tax expense is recognised in the same component of total comprehensive income (i.e. continuing operations, discontinued operations, or other comprehensive income) or equity as the transaction or other event that resulted in the tax expense.

### 1.4 Impairment of assets

The company assesses at each reporting date whether there is any indication that an asset may be impaired.

If there is any indication that an asset may be impaired, the recoverable amount is estimated for the individual asset. If it is not possible to estimate the recoverable amount of the individual asset, the recoverable amount of the cash-generating unit to which the asset belongs is determined.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

### 1.5 Share capital and equity

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

### 1.6 Provisions and contingencies

Provisions are recognised when:

- the Homeowners Association has an obligation at the reporting date as a result of a past event;
- it is probable that the Homeowners Association will be required to transfer economic benefits in settlement; and
- the amount of the obligation can be estimated reliably.

Contingent assets and contingent liabilities are not recognised.

### 1.7 Revenue

Revenue from the sale of goods is recognised when all the following conditions have been satisfied:

- the company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the company; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the company;
- the stage of completion of the transaction at the end of the reporting period can be measured reliably; and
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

# **Cormallen Hill Homeowners Association (NPC)**

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## **Accounting Policies**

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### **1.7 Revenue (continued)**

When the outcome of the transaction involving the rendering of services cannot be estimated reliably, revenue shall be recognised only to the extent of the expenses recognised that are recoverable.

Revenue is measured at the fair value of the consideration received or receivable and represents the amounts receivable for goods and services provided in the normal course of business, net of trade discounts and volume rebates, and value added tax.

Interest is recognised, in profit or loss, using the effective interest rate method.

### **1.8 Borrowing costs**

Borrowing costs are recognised as an expense in the period in which they are incurred.

## Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

### Notes to the Financial Statements

Figures in Rand

2016

2015

#### 2. Property, plant and equipment

	2016			2015		
	Cost / Valuation	Accumulated depreciation and impairments	Carrying value	Cost / Valuation	Accumulated depreciation and impairments	Carrying value
Buildings	2	-	2	2	-	2
Office equipment	1	-	1	1	-	1
IT equipment	2	-	2	2	-	2
Security equipment	2	-	2	2	-	2
Generators	14 040	(2 106)	11 934	-	-	-
<b>Total</b>	<b>14 047</b>	<b>(2 106)</b>	<b>11 941</b>	<b>7</b>	<b>-</b>	<b>7</b>

#### Reconciliation of property, plant and equipment - 2016

	Opening balance	Additions	Depreciation	Total
Buildings	2	-	-	2
Office equipment	1	-	-	1
IT equipment	2	-	-	2
Security equipment	2	-	-	2
Generators	-	14 040	(2 106)	11 934
	<b>7</b>	<b>14 040</b>	<b>(2 106)</b>	<b>11 941</b>

#### Reconciliation of property, plant and equipment - 2015

	Opening balance	Total
Buildings	2	2
Office equipment	1	1
IT equipment	2	2
Security equipment	2	2
	<b>7</b>	<b>7</b>

#### Details of properties

##### Erf 369 Bronberg X6

Registration division JR, Gauteng in extent. 1.7607 hectares held by Deed of Transfer-T131925/2005

- Purchase price: 1 December 2005

1 1

##### Portion 22 of Erf 304, Bronberg X6

Registration division JR, Gauteng in extent. 1.292 square meters held by Deed of Transfer-T23105/06

- Purchase price: 1 December 2005

100 100

##### Portion 16 of Erf 368, Bronberg X6

Registration division JR, Gauteng in extent. 1282 square meters held by Deed of Transfer-T23106/06

- Purchase price: 1 December 2005

100 100

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Notes to the Financial Statements

Figures in Rand	2016	2015
<b>3. Trade and other receivables</b>		
Trade receivables	528 183	513 739
Deposits	5 000	5 000
	<b>533 183</b>	<b>518 739</b>
<b>4. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Petty cash	4 759	2 819
Cheque Account	225 072	135 838
Call account - Reserve	2 957 199	2 799 393
Call account - Building deposits	190 226	180 200
Call account - Debit order facility	22 787	22 238
	<b>3 400 043</b>	<b>3 140 488</b>
<b>5. Trade and other payables</b>		
Trade payables	2	(1)
Amounts received in advance	110 322	106 134
Audit fee payable	9 100	8 950
Impact meter payable	-	31 623
Deposits received	94 750	122 750
Prepayment Estate Agents Accreditation	44 000	36 667
	<b>258 174</b>	<b>306 123</b>
<b>6. Revenue</b>		
Levy income	1 790 460	1 665 633
Building penalties	50 750	51 148
Access cards	2 700	3 209
Click-on fees	106 339	100 146
Dustbins fees	214 078	195 001
	<b>2 164 327</b>	<b>2 015 137</b>
<b>7. Other income</b>		
Building deposits	41 000	-
Sundry income	1 183	13
Penalties - other	5 000	1 500
Accreditation fees	39 167	9 026
	<b>86 350</b>	<b>10 539</b>
<b>8. Investment revenue</b>		
<b>Interest revenue</b>		
Bank	168 384	149 560
Interest on arrear levies	4 170	4 991
Interest received - SARS	134	-
	<b>172 688</b>	<b>154 551</b>

## Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

### Notes to the Financial Statements

Figures in Rand	2016	2015
<b>9. Cash generated from operations</b>		
Profit before taxation	372 359	124 748
<b>Adjustments for:</b>		
Depreciation and amortisation	2 106	-
Interest received	(172 688)	(154 551)
Other non-cash items	3 000	(13 377)
<b>Changes in working capital:</b>		
Trade and other receivables	(14 444)	100 761
Trade and other payables	(47 949)	(34 341)
	<b>142 384</b>	<b>23 240</b>



## Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

### Detailed Income Statement

Figures in Rand	Note(s)	2016	2015
<b>Revenue</b>			
Levy income		1 790 460	1 665 633
Building penalties		50 750	51 148
Click-on fees		106 339	100 146
Dustbins fees		214 078	195 001
Access cards		2 700	3 209
	6	<b>2 164 327</b>	<b>2 015 137</b>
<b>Other income</b>			
Building deposits		41 000	-
Sundry income		1 183	13
Penalties - other		5 000	1 500
Accreditation fees		39 167	9 026
Interest received	8	172 688	154 551
		<b>259 038</b>	<b>165 090</b>
<b>Expenses (Refer to page 17)</b>		<b>(2 051 006)</b>	<b>(2 055 479)</b>
<b>Profit before taxation</b>		<b>372 359</b>	<b>124 748</b>
Taxation		(57 657)	(45 025)
<b>Profit for the year</b>		<b>314 702</b>	<b>79 723</b>

## Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

### Detailed Income Statement

Figures in Rand	Note(s)	2016	2015
<b>Operating expenses</b>			
Annual general meeting costs		(684)	(627)
Auditors remuneration		(9 100)	(8 950)
Architect fees		1 500	(500)
Bank charges		(16 981)	(13 106)
Click-on costs		(151 037)	(140 912)
Consulting and professional fees		-	(7 724)
Depreciation, amortisation and impairments		(2 106)	-
Donations		(1 200)	-
Employee costs		(219 120)	(209 266)
Entertainment		-	(3 827)
Insurance		(27 394)	(25 281)
Legal expenses		-	(3 779)
Managed living		(7 763)	(6 960)
Management fees		(144 000)	(144 600)
Municipal expenses		(457 119)	(486 868)
Postage		(550)	(600)
Printing and stationery		(4 563)	(3 822)
Repairs and maintenance		(208 698)	(206 940)
Security		(788 865)	(777 263)
Staff welfare		(200)	(250)
Statutory fees		(2 400)	(4 630)
Telephone and fax		(10 726)	(9 574)
		<b>(2 051 006)</b>	<b>(2 055 479)</b>

# Cormallen Hill Homeowners Association (NPC)

(Registration number 2004/029087/08)

Financial Statements for the year ended 29 February 2016

## Tax Computation

Figures in Rand	2016
Net profit per income statement	372 359
<b>Permanent differences (Non-deductable/Non taxable items)</b>	
Levies exempt from income tax (Section 10 (1) e)	(2 164 327)
Expenses attributable to exempt income - Local	2 051 006
Section(10)(e)(ii) exemption	(50 000)
Pro rata expenses deductible (Audit fees & bank charges)	(3 119)
	<b>(166 440)</b>
<b>Taxable income for 2016</b>	<b>205 919</b>
<b>Tax thereon @ 28% in the Rand</b>	<b>57 657</b>
<b>Reconciliation of tax balance</b>	
Amount owing/(prepaid) at the beginning of year	(10 661)
Amount refunded/(paid) in respect of prior year	10 661
<b>Amount owing/(prepaid) in respect of prior year</b>	<b>-</b>
<b>Tax owing/(prepaid) for the current year:</b>	
<b>Normal tax</b>	
Per calculation	57 657
1st provisional payment	(23 927)
2nd provisional payment	(28 211)
	<b>5 519</b>
<b>Amount owing/(prepaid) at the end of year</b>	<b>5 519</b>