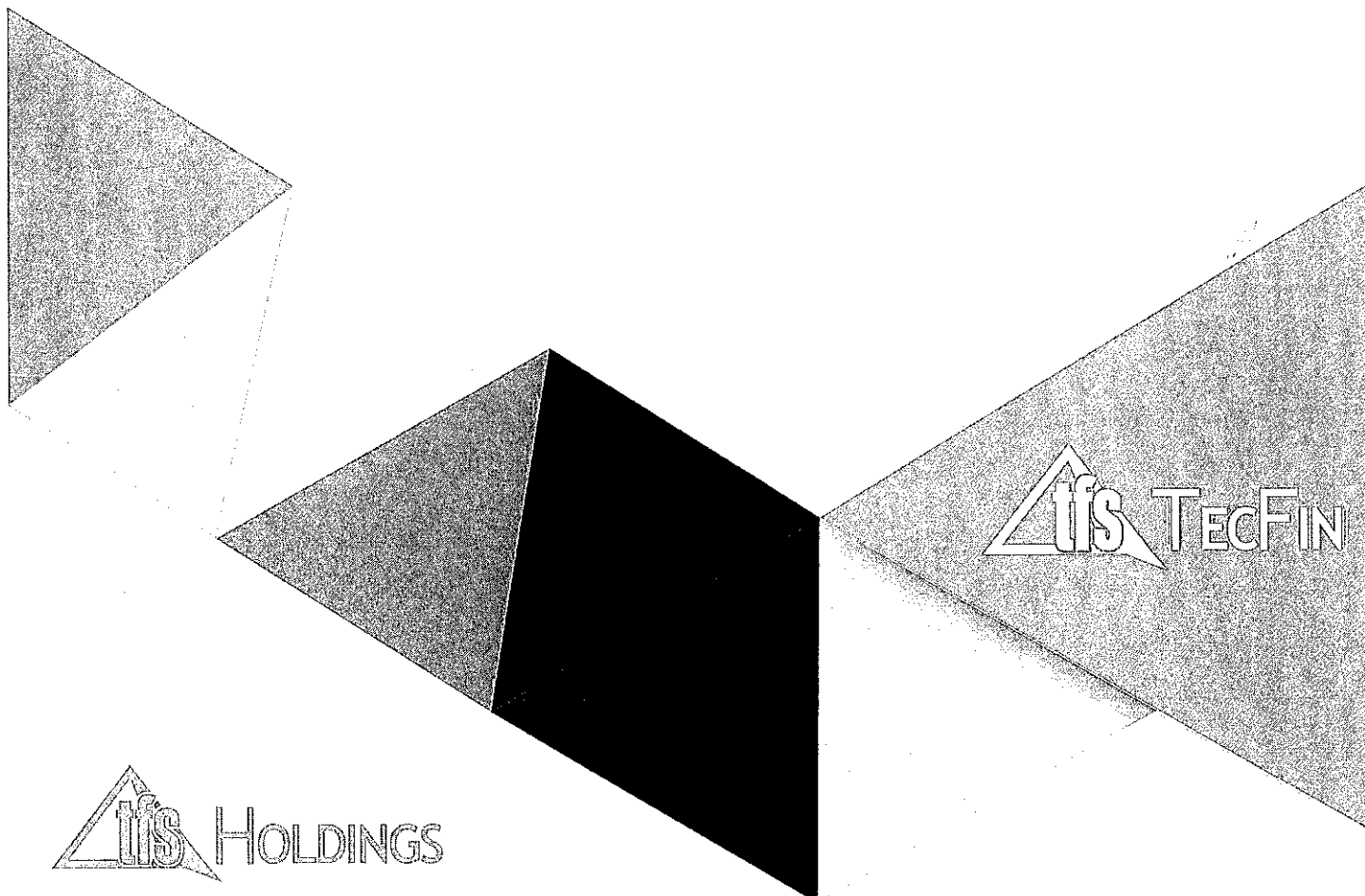


# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Annual Financial Statements

for the year ended 31 December 2019



# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Annual Financial Statements for the year ended 31 December 2019

## Index

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

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# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Annual Financial Statements for the year ended 31 December 2019

## General Information

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<b>COUNTRY OF INCORPORATION AND DOMICILE</b>	South Africa
<b>NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES</b>	Non-profit organisation, club organisation
<b>COMMITTEE</b>	Mr. D Malcolm (Chairman) Mrs. T Rowan (Membership, Shows and Sponsorship) Mr. C Bosman (Field Trial Secretary) Mrs. L Bosman (Field Trial Secretary) Mrs. J Pott (President) Mr. T Wynne (Vice Chairman) Mrs. S Borralho (Secretary) Mrs. M Wynne (Treasurer) Ms. G Alberts (Publications and Shows) Mr. R Jansen van Vuuren (Shows)
<b>REGISTERED OFFICE</b>	The Crescent Office Park 3 Eglin Road Sunninghill Sandton 2191
<b>COMPILERS</b>	TFS Tecfin Head Office (Pty) Ltd The Crescent Office Park 3 Eglin Road Sunninghill Sandton 2191

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Annual Financial Statements for the year ended 31 December 2019

## Committee's Responsibilities and Approval

The committee is required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements satisfy the financial reporting standards as to form and content in the presentation of the statement of financial position, results of operations and business of the club, and explain the transactions and financial position of the business of the club at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the club and supported by reasonable and prudent judgements and estimates.


The committee acknowledges that they are ultimately responsible for the system of internal financial control established by the club and place 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 club and all employees are required to maintain the highest ethical standards in ensuring the clubs business is conducted in a manner that in all reasonable circumstances is above reproach.


The focus of risk management in the club is on identifying, assessing, managing and monitoring all known forms of risk across the club. While operating risk cannot be fully eliminated, the club 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 club will not be a going concern in the foreseeable future. The financial statements support the viability of the club.

The professional accountants are responsible for reporting on the annual financial statements. The professional accountants' compilation report is presented on page 4.

The annual financial statements as set out on pages 6 to 12 were approved by the Committee on 16 March 2019 and were signed on its behalf by:

  
Mr. D Malcolm (Chairman)

  
Mrs. S Borralho (Secretary)



Chartered Accountants & Auditors

*It is an honour to have a client, not a right*

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Kyalami, 1684  
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## **REPORT OF THE COMPILER**

**To the Committee of Labrador Retriever Kennel Club of South Africa**

We have compiled the accompanying annual financial statements of Labrador Retriever Kennel Club of South Africa based on information you have provided. These annual financial statements comprise the statement of financial position of Labrador Retriever Kennel Club of South Africa as at 31 December 2019, the statement of comprehensive income and the statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory information.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements on the basis of accounting described in Note 2 to the financial statements. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the basis of accounting described in note 2 to the financial statements and the requirements of the Companies Act of South Africa.

A F GATONBY & CO  
CHARTERED ACCOUNTANT (SA)  
Practice Registration No: 930997  
24 March 2020

Auditors Accountants Financial Consultants Taxation Financial Structuring Formations

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Annual Financial Statements for the year ended 31 December 2019

## **Committee's report**

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The Committee present their report for the year ended 31 December 2019.

### **1. Review of activities**

#### **Main business and operations**

The principal activity of the club is non-profit organisation, club organisation and there were no major changes herein during the year.

The operating results and statement of financial position of the club are fully set out in the attached financial statements and do not in our opinion require any further comment.

### **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**

All events subsequent to the date of the annual financial statements and for which the applicable financial reporting framework require adjustment or disclosure have been adjusted or disclosed.

### **4. Committee's interest in contracts**

To our knowledge none of the directors had any interest in contracts entered into during the year under review.

### **5. Committee**

The committee of the club during the year and to the date of this report are as follows:

Mr. D Malcolm (Chairman)

Mrs. T Rowan (Membership, Shows and Sponsorship)

Mr. C Bosman (Field Trial Secretary)

Mrs. L Bosman (Field Trial Secretary)

Mrs. J Pott (President)

Mr. T Wynne (Vice Chairman)

Mrs. S Borralho (Secretary)

Mrs. M Wynne (Treasurer)

Ms. G Alberts (Publications and Shows)

Mr. R Jansen van Vuuren (Shows)

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## Statement of Financial Position

Figures in R	Notes	2019	2018
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	3	5	5
<b>Current Assets</b>			
Inventories	4	5 297	5 297
Trade and other receivables	5	30 010	19 812
Cash and cash equivalents	6	30 623	47 113
		<b>65 930</b>	<b>72 222</b>
<b>Total Assets</b>		<b>65 935</b>	<b>72 227</b>
<b>Reserves and Liabilities</b>			
<b>Reserves</b>			
Retained earnings		56 280	61 617
<b>Current Liabilities</b>			
Trade and other payables	7	9 655	10 610
<b>Total Reserves and Liabilities</b>		<b>65 935</b>	<b>72 227</b>

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## Statement of Comprehensive Income

Figures in R	2019	2018
<b>Revenue</b>	116 021	125 489
Operating costs	(121 708)	(123 472)
<b>Operating (deficit)/surplus</b>	<b>(5 687)</b>	<b>2 017</b>
Finance income	350	726
<b>(Deficit)/surplus for the year</b>	<b>(5 337)</b>	<b>2 743</b>
Retained income at 1 January 2019	61 617	58 874
(Loss)/surplus for the year	(5 337)	2 743
Retained income at 31 December 2019	<b>56 280</b>	<b>61 617</b>



# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## Statement of Cash Flows

Figures in R	2019	2018
<b>Cash flows (used in) / from operating activities</b>		
(Deficit) / surplus for the year	(5 337)	2 743
<i>Adjustments for:</i>		
Investment income	(350)	(726)
<b>Operating cash flow before working capital changes</b>	(5 687)	2 017
<i>Working capital changes</i>		
Decrease in inventories	-	1 875
(Increase) / decrease in trade and other receivables	(10 198)	10 676
Decrease in trade and other payables	(955)	(4 957)
<b>Net cash flows (used in) / from operations</b>	(16 840)	9 611
Investment income	350	726
<b>Net cash flows (used in) / from operating activities</b>	<b>(16 490)</b>	<b>10 337</b>
Net (decrease) / increase in cash and cash equivalents	(16 490)	10 337
Cash and cash equivalents at beginning of the year	47 113	36 776
<b>Cash and cash equivalents at end of the year</b>	<b>30 623</b>	<b>47 113</b>

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# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## Accounting Policies

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### 1. General information

Labrador Retriever Kennel Club of South Africa is a non-profit organisation.

### 2. Summary of significant accounting policies

These annual financial statements have been prepared in accordance with the accounting policies as set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

These financial statements have been prepared under the historical cost convention and are presented in South African Rands.

#### 2.1 Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

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 charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method. The following rates are used for the depreciation of property, plant and equipment:

Crates	100.00%
Show trophies	100.00%

#### 2.2 Inventories

Inventories are stated at the lower of cost and selling price less costs to complete and sell. Cost is calculated using the first-in, first-out (FIFO) method.

#### 2.3 Trade and other receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest rate method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the club will not be able to collect all amounts due according to the original terms of the receivables.

#### 2.4 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.

#### 2.5 Trade payables

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## **Accounting Policies**

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Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest rate method.

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## Notes to the Annual Financial Statements

Figures in R 2019 2018

### 3. Property, plant and equipment

	Cost	Accumulated depreciation	2019 Carrying value	Cost	Accumulated depreciation	2018 Carrying value
<i>Owned assets</i>						
Bird cages	6 488	6 487	1	6 488	6 487	1
Office equipment	1	-	1	2 015	2 014	1
Camping equipment	2 091	2 090	1	2 091	2 090	1
Crates	4 218	4 217	1	4 218	4 217	1
Show trophies	479 570	479 569	1	479 570	479 569	1
	<u>492 368</u>	<u>492 363</u>	<u>5</u>	<u>494 382</u>	<u>494 377</u>	<u>5</u>

	Carrying value at beginning of year	Additions	Disposals	Depreciation	2018 Carrying value at end of year
<i>Owned assets</i>					
Bird cages	1	-	-	-	1
Office equipment	1	-	-	-	1
Camping equipment	1	-	-	-	1
Crates	1	-	-	-	1
Show trophies	1	-	-	-	1
	<u>5</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5</u>

### 4. Inventories

Inventories comprise:

Other stock	<u>5 297</u>	<u>5 297</u>
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### 5. Trade and other receivables

Trade debtors	22 384	13 422
Prepaid expenses	<u>7 626</u>	<u>6 390</u>
	<u>30 010</u>	<u>19 812</u>

### 6. Cash and cash equivalents

#### Favourable cash balances

Cash on hand	-	500
Bank balances	21 798	22 005
Call account	450	100
Bank balances	<u>8 375</u>	<u>24 508</u>
	<u>30 623</u>	<u>47 113</u>

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## Notes to the Annual Financial Statements

Figures in R	2019	2018
<b>7. Trade and other payables</b>		
Income received in advance	<u>9 655</u>	<u>10 610</u>

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## Detailed Income Statement

Figures in R	2019	2018
<b>Gross Revenue</b>		
Membership fees	20 287	14 727
Donations received	17 135	8 757
Field trial income	36 889	71 363
Show income	34 090	23 442
Website advertising	7 620	7 200
	<u>116 021</u>	<u>125 489</u>
<b>Cost of Sales</b>		
Opening stock	5 297	7 172
Purchases	-	(1 875)
Closing stock	(5 297)	(5 297)
<b>Other Income</b>		
Investment income	350	726
	<u>350</u>	<u>726</u>
	<u><b>116 371</b></u>	<u><b>126 215</b></u>
<b>Expenditure</b>		
Club administration expenses	17 944	13 762
Field trial expenses	65 837	85 741
Show expenses	37 927	23 969
	<u>121 708</u>	<u>123 472</u>
<b>(Deficit)/surplus for the year</b>	<u><b>(5 337)</b></u>	<u><b>2 743</b></u>

# LABRADOR RETRIEVER KENNEL CLUB OF SOUTH AFRICA

(Registration Number 930015033)

Financial Statements for the year ended 31 December 2019

## Schedules

Figures in R	2019	2018
<b>Field trial</b>		
<b>Income</b>		
Field Trial Income:Advertising/Sponsorship	-	4 290
Field Trial Income:Camping Income	1 160	3 900
Field Trial Income:Catering and Refreshments	12 094	27 956
Field Trial Income:Entry Fees	19 400	27 502
Field Trial Income:Fund Raising Activities	4 235	7 715
	<b>36 889</b>	<b>71 363</b>
<b>Expenses</b>		
Field Trial Expenses:Administration Fees	(1 539)	(8 110)
Field Trial Expenses:Ammunition	(1 880)	(2 300)
Field Trial Expenses:Catalogues	-	(1 306)
Field Trial Expenses:Catering and Refreshment Costs	(24 127)	(35 900)
Field Trial Expenses:Fuel	(5 547)	(2 308)
Field Trial Expenses:Game Expenses	(18 471)	(19 623)
Field Trial Expenses:Gifts and related	(2 747)	(2 144)
Field Trial Expenses:Rosettes	(636)	-
Field Trial Expenses:Trailer Hire	(1 400)	(2 450)
Field Trial Expenses:Venue Hire	(5 500)	(6 250)
Field Trial Expenses:Wages	(3 990)	(5 350)
	<b>(65 837)</b>	<b>(85 741)</b>
Net profit/(Loss) - Field trial	<b>(28 948)</b>	<b>(14 378)</b>
<b>Shows</b>		
<b>Income</b>		
Show Income:Entry Fees	11 410	12 615
Show Income:Fund Raising Activities	13 040	9 327
Show Income:Sponsorships	500	-
Show Income:Trophy Income	9 140	1 500
	<b>34 090</b>	<b>23 442</b>
<b>Expenses</b>		
Show Expenses:Administration Costs	(3 670)	(4 769)
Show Expenses:Catalogue	-	-
Show Expenses:Gifts	-	(1 600)
Show Expenses:Judges Fees and Related	(12 235)	(3 631)
Show Expenses:Refreshments	(1 000)	(3 536)
Show Expenses:Rosettes	(1 451)	(1 936)
Show Expenses:Show Presentation Expenses	(681)	-
Show Expenses:Show memorabilia	(5 500)	(3 597)
Show Expenses:Trophy costs	(11 130)	(3 370)
Show Expenses:Venue Hire	(2 260)	(1 530)
	<b>(37 927)</b>	<b>(23 969)</b>

Net profit/(Loss) - Shows

(3 837)      (527)