

**THE LAWNMOWER ASSOCIATION OF SOUTH AFRICA  
FINANCIAL STATEMENTS  
30 JUNE 2021**



**mareu**

**THE LAWNMOWER ASSOCIATION OF SOUTH AFRICA  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**A. GENERAL INFORMATION**

1. REGISTERED ADDRESS	6 <sup>th</sup> Street 20 Delmas 2210
2. NATURE OF BUSINESS	Lawnmower Association
3. BUSINESS ADDRESS	6 <sup>th</sup> Street 20 Delmas 2210
4. PROVINCE	Mpumalanga
5. AUDITORS	Mareu Auditors

**B. INDEX**

	<b>Page</b>
Auditors Report	1
Statement of Financial Position	2
Statement of Comprehensive Income	3
Cash flow statement	4
Notes to the financial statements	5 – 6

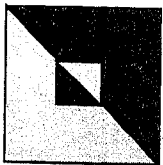
**C. PRESIDENTS APPROVAL OF FINANCIAL STATEMENTS**

The annual financial statements set out on pages 2 – 6 were approved by the President.

---

THE PRESIDENT

DELMAS  
17 August 2021



# **mareu**

**GEREGISTREERDE OUDITEURE • REGISTERED AUDITORS**  
Praktyk Nr. 968 528

Tel: (013) 665-1232  
Fax: 086 626 7088  
E-mail: info@mareu.co.za  
P.O. Box 842 Delmas 2210  
5 Samuel Road  
Delmas 2210

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE LAWNMOWER ASSOCIATION OF SOUTH AFRICA**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the company, which comprise the balance sheet as at 30 June 2021, and the income statement, statement of changes in equity and cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes, as set out on pages 5 to 6.

### **Management's Responsibility for the financial statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance the International Financial Reporting Standards for small to medium sized entities and as required by Section 98 of the Labour Relations Act No. 66 of 1995 and such internal control as the management determines is necessary to enable the preparations of financial statements that are free from material misstatement, 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' judgment, 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 the directors, as well as evaluation 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 the company as of 30 June 2021, and of its financial performance and its cash flows for the year ended in accordance to the International financial reporting standards for small to medium sized entities and as required by Section 98 of the Labour Relations Act No. 66 of 1995. In our opinion the organisation has complied with the provisions regarding financial matters as prescribed in the organisations constitution.

MAREU AUDITORS  
DELMAS  
(Ref: 731)  
17 August 2021

**THE LAWNMOWER ASSOCIATION OF SOUTH AFRICA**  
**STATEMENT OF FINANCIAL POSITION**  
**AT 30 JUNE 2021**

	Notes	2021	2020
<b>ASSETS</b>			
<b>Non-current assets</b>		43	2 384
Furniture and Equipment	2	43	2 384
<b>Current assets</b>		211 801	272 578
Accounts Receivable		67 051	95 330
Bank		144 750	177 248
<b>TOTAL ASSETS</b>		<u>R 211 844</u>	<u>R 274 962</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>		211 844	274 962
Accumulated funds	4	211 844	274 962
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>R 211 844</u>	<u>R 274 962</u>

**THE LAWNMOWER ASSOCIATION OF SOUTH AFRICA**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Notes	2021	2020
<b>Income</b>	3	292 760	319 812
<b>Expenses</b>		355 878	340 974
Accounting fees		8 050	7 188
Advertising		-	13 800
Bad debts		13 130	-
Bank charges		1 265	1 240
Career and personnel development		2 731	-
Depreciation	2	2 341	2 901
EETC Training for dealers		3 819	-
Management fee		-	120 000
Office and phone		60 000	-
Salaries and wages		60 000	-
Seminar and meetings		9 164	-
Subscription: MIOSA		112 750	111 581
: NEASA		74 813	76 449
: SAGIC		6 500	6 500
Website cost		1 315	1 315
<b>(Loss) for the year</b>		<u>R (63 118)</u>	<u>R (21 162)</u>

**THE LAWNMOWER ASSOCIATION OF SOUTH AFRICA**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED AT 30 JUNE 2021**

	Notes	2021	2020
<b>Cash flows from operating activities</b>		(32 498)	(46 637)
Cash utilised from operations	5.1	<span style="border: 1px solid black;">(32 498)</span>	<span style="border: 1px solid black;">(46 637)</span>
(Decrease) in cash and cash equivalents		(32 498)	(46 637)
Cash and cash equivalents at beginning of the year		<u>177 248</u>	<u>223 885</u>
Cash and cash equivalents at end of the year		<u>R 144 750</u>	<u>R 177 248</u>

**THE LAWNMOWER ASSOCIATION OF SOUTH AFRICA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AT 30 JUNE 2021**

**1. Presentation of Financial Statements**

The financial statements have been prepared in accordance with South African Statements of Generally Accepted Accounting Practice and the Companies Act of South Africa. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies as set out below.

These accounting policies are consistent with the previous period.

**1.1 Property, plant and equipment**

Plant, equipment and vehicles are included at cost. Cost includes all costs directly attributable to bringing the assets to working condition for their intended use.

The expected useful lives are as follows:

Office equipment	5 years
IT Equipment	3 years

**2. Property, plant and equipment**

Owned assets	2021			2020		
	Cost	Accumulated depreciation	Carrying value at end of the year	Cost	Accumulated depreciation	Carrying value at end of the year
Office equipment	13 670	13 669	1	13 670	11 495	2 175
IT equipment	13 200	13 158	42	13 200	12 991	209
	<u>R 26 870</u>	<u>26 827</u>	<u>43</u>	<u>26 870</u>	<u>24 486</u>	<u>2 384</u>

Property plant and equipment is reconciled as follows:

Owned assets	Carrying value at beginning of the year	Purchases	Depreciation	Carrying value at end of the year
Office equipment	2 175	-	2 174	1
IT equipment	209	-	167	42
	<u>R 2 384</u>	<u>-</u>	<u>2 341</u>	<u>43</u>

**3. INCOME**

	2021	2020
Annual subscription	292 760	318 812
Joining fee	-	1 000
	<u>R 292 760</u>	<u>R 319 812</u>

**THE LAWNMOWER ASSOCIATION OF SOUTH AFRICA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AT 30 JUNE 2021**

**4. ACCUMULATED FUNDS**

	<b>2021</b>	<b>2020</b>
Balance at beginning of the year	274 962	296 124
Loss for the year	(63 118)	(21 162)
	<u>R 211 574</u>	<u>R 274 962</u>

**5. NOTES TO THE CASH FLOW STATEMENT**

**5.1 Cash generated by operating activities**

(Loss) before taxation	(63 118)	(21 162)
<i>Adjustments for:</i>		
- Depreciation	2 341	2 901
	<u>(60 777)</u>	<u>(18 261)</u>
<i>Movement in working capital</i>		
Decrease / (increase) in accounts receivable	28 279	(28 376)
	<u>R (32 498)</u>	<u>R (46 637)</u>