

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

Annual Financial Statements

for the year ended 31 December 2018

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

**ANNUAL FINANCIAL STATEMENTS
for the year ended 31 December 2018**

The annual financial statements have not been audited or independently reviewed.

CONTENTS	Page
<i>ANNUAL FINANCIAL STATEMENTS</i>	
Council Responsibilities and approval	2
Report of Compiler	3
Report of Council	4
Statement of Financial Position	5
Statement of Comprehensive Income	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Financial Statements	9
<i>SUPPLEMENTARY INFORMATION</i>	
Detailed Statement of Comprehensive Income	10

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

COUNCIL RESPONSIBILITY AND APPROVAL for the year ended 31 December 2018

The Council 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 fairly present the state of affairs of the Institute 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 International Financial Reporting Standards for Small and Medium-sized Entities. The external compiler is engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the International Financing Reporting Standard for small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

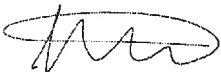
The Council acknowledges that they are ultimately responsible for the system of internal financial control established by the Institute and places considerable importance on maintaining a strong control environment. To enable the Council to meet these responsibilities, the Council sets standards for 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 Institute and all employees are required to maintain the highest ethical standards in ensuring the Institute's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the Institute is on identifying, assessing, managing and monitoring all known forms of risk across the Institute. While operating risk cannot be fully eliminated, the Institute endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Council 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 upon 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 Council has reviewed the Institute's cash flow forecast for the year to 31 December 2019 and, in the light of this review and the current financial position, they are satisfied that the Institute has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external compiler is responsible for independently reviewing and reporting on the Institute's annual financial statements. The annual financial statements have been examined by the Institute's external compiler and their report is presented on page 2

The annual financial statements as set out on 6 to 11, which have been prepared on the going concern basis, were approved by the chairman on 22 January 2019 and are signed on their behalf by:



E.C.Nel

LIPSCHITZ, ASSIN & PARTNERS

171 9th AVENUE, SYDENHAM 2192 P.O. BOX 2033, HIGHLANDS NORTH, 2037

TELEPHONE: (011) 640-2799, FAX: (011) 485-1614

E-MAIL: aud@lipschitz.co.za

Practice No. 903884E

REPORT OF THE COMPILER

TO THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

On the basis of information provided by the Institute I have compiled, in accordance with the statement of International Standard on Related Services applicable to compilation engagements, the statement of financial position of THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA at 31 December 2018 and statement of income and cash flows for the year then ended. The Institute is responsible for these annual financial statements. I have not audited or reviewed these financial statements, and accordingly express no assurance thereon.



Lipschitz, Assin & Partners
Chartered Accountants (S.A)

5th February 2019
171 Ninth Avenue
Sydenham
Johannesburg

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

Report of the Council for the year ended 31 December 2018

The Council submits their report for the year ended 31 December 2018.

1. Nature of business and operations

The Institute is a non-profit organisation with its members engaged in fiduciary related matters.

The operating results and state of affairs of the Institute are fully set out in the attached annual financial statements and do not in our opinion require any further comment.

Net profit of the Institute was R 103,098(2017: R 312,196)

Other Comments

Membership of FISA is open to Individuals only.

Membership fees were fixed at R2,950.00 for members, for the year under review. Candidate membership fees were fixed at R1475.00 for the year under review.

All withdrawals from the bank account were done in the prescribed manner, with two signatories signing each instruction.

That Eben Nel was elected as chairman of the Fiduciary Institute of Southern Africa for the period under review. He will sign the Annual Financial Statements of the Fiduciary Institute.

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

**STATEMENT OF FINANCIAL POSITION
at 31 December 2018**

	Note	2018 R	2017 R
ASSETS			
Current Assets			
Cash and cash equivalents	2	1 869 528	1 766 430
TOTAL ASSETS		1 869 528	1 766 430
EQUITY AND LIABILITIES			
Equity			
Retained earnings		1 869 528	1 766 430
TOTAL EQUITY AND LIABILITIES		1 869 528	1 766 430

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2018

	Note	2018 R	2017 R
Revenue			
Other income	3	1 985 520	1 874 850
Operating expenses		328 462	668 004
Results from operating activities		<u>(2 169 987)</u>	<u>(2 383 391)</u>
Investment income	4	143 995	159 463
Profit for the year	5	<u>165 117</u>	<u>152 733</u>
		<u>309 112</u>	<u>312 196</u>
Other comprehensive income			
Prior year adjustment written off (African Bank)		(206 014)	-
Other comprehensive income for the year		<u>(206 014)</u>	<u>312 196</u>

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

STATEMENT OF CHANGES IN EQUITY
for the year ended 31 December 2018

	Share capital R	Retained earnings R	Total equity R
Balance at 01 January 2016	-	1 454 234	1 454 234
<i>Total comprehensive income for the year</i>			
Profit / (loss) for the year	-	312 196	312 196
Balance at 31 December 2017	-	<u>1 766 430</u>	<u>1 766 430</u>
<i>Total comprehensive income for the year</i>			
Profit/ (loss) for the year	-	309 112	309 112
Prior year adjustment	-	(206 014)	(206 014)
Balance at 31 December 2018	-	<u><u>1 869 528</u></u>	<u><u>1 869 528</u></u>

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

STATEMENT OF CASH FLOWS
for the year ended 31 December 2018

	Note	2018 R	2017 R
Cash flows from operating activities			
Cash generated from operations	6	143 995	159 463
Interest received		165 117	152 733
		<u>309 112</u>	<u>312 196</u>
Cash flows from investing activities			
		-	-
Cash flows from financing activities			
Prior year adjustment written off (African Bank)		(206 014)	-
		<u>(206 014)</u>	-
Net movement in cash and cash equivalents			
		103 098	312 196
Cash and cash equivalents at beginning of period		1 766 430	1 454 234
Cash and cash equivalents at end of period	2	<u>1 869 528</u>	<u>1 766 430</u>

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018

	2018 R	2017 R
2. Cash and cash equivalents		
Cash at bank	<u>1 869 528</u>	<u>1 766 430</u>
3. Revenue		
Subscriptions	<u>1 985 520</u>	<u>1 874 850</u>
4. Results from operating activities		
Profit for the year from operating activities	<u>143 995</u>	<u>159 463</u>
5. Investment income		
<i>Interest received</i>		
Bank	<u>165 117</u>	<u>152 733</u>
6. Cash generated from operations		
Profit before tax	309 112	312 196
<i>Adjusted for:</i>		
Interest received	<u>(165 117)</u>	<u>(152 733)</u>
	<u>(165 117)</u>	<u>(152 733)</u>
<i>Movement in working capital:</i>	<u>-</u>	<u>-</u>
Net cash generated from operations	<u>143 995</u>	<u>159 463</u>

THE FIDUCIARY INSTITUTE OF SOUTHERN AFRICA

DETAILED STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2018

	Note	2018 R	2017 R
Revenue	3	1 985 520	1 874 850
Subscriptions		1 985 520	1 874 850
Other income		328 462	668 004
Sundry income		328 462	668 004
Gross income before expenses		2 313 982	2 542 854
Operating expenses		2 169 987	2 383 391
Accounting fees		8 550	12 084
Advertising and marketing		351 124	317 033
Bank charges		1 429	-
Conferences and events		218 672	313 919
Consulting and legal fees		464 003	426 000
Education & CPD		-	10 118
General expenses		1 200	1 050
Insurance		-	19 125
Operating costs-Cvent		146 175	138 159
Printing and stationery		5 672	-
Public relations		446 063	444 600
Regional meetings		51 138	81 753
Secretarial fees		238 400	279 570
Travel		50 690	185 709
Website development		19 090	37 050
Website maintenance		167 781	117 221
Results from operating activities	4	143 995	159 463
Investment income	5	165 117	152 733
Interest received		165 117	152 733
Profit for the year		309 112	312 196
Prior year adjustment			
Prior year adjustment written off (African Bank)		(206 014)	-
Profit for the year		103 098	312 196