

Vybrant Dressage Club NPC  
(Registration number 2017/257731/08)  
Annual Financial Statements  
for the year ended 31 December 2018

These annual financial statements were prepared by:  
Burns Acutt Financial Services Incorporated  
Chartered Accountants (S.A.)

# Vybrant Dressage Club NPC

(Registration number: 2017/257731/08)

Annual Financial Statements for the year ended 31 December 2018

## 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 company
<b>Directors</b>	S. Horne K.M. Hobbs
<b>Business address</b>	44 Boundary Road Mnandi - Centurion Tshwane Gauteng 0157
<b>Auditors</b>	Leslie Snoyman & Associates Chartered Accountants (SA)
<b>Company registration number</b>	2017/257731/08
<b>Level of assurance</b>	These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.
<b>Preparer</b>	The annual financial statements were internally compiled by: Burns Acutt Financial Services Incorporated Chartered Accountants (S.A.)
<b>Issued</b>	27 June 2019

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# Vybrant Dressage Club NPC

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## Directors' Responsibilities and Approval

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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 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 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 annual financial statements.

The annual 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 annual 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 31 December 2019 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 annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on page 5.

The annual financial statements set out on page 7, which have been prepared on the going concern basis, were approved by the board of directors on 27 June 2019:

### Approval of annual financial statements

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S. Horne

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K.M. Hobbs

# Vybrant Dressage Club NPC

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## Directors' Report

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The directors have pleasure in submitting their report on the annual financial statements of Vybrant Dressage Club NPC for the year ended 31 December 2018.

### 1. Incorporation

The company was incorporated on 19 June 2017 and obtained its certificate to commence business on the same day.

### 2. Review of financial results and activities

The annual 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.

The company recorded a profit for the year ended 31 December 2018 of R85 020.

### 3. Directors

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

S. Horne  
K.M. Hobbs

### 4. 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.

### 5. Auditors

Leslie Snoyman & Associates were appointed as auditors of the company for 2018.

### 6. Secretary

The company secretary is Judy Vertue.

The annual financial statements set out on page 7, which have been prepared on the going concern basis, were approved by the board of directors on 27 June 2019, and were signed on its behalf by:

### Approval of annual financial statements

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S. Horne

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K.M. Hobbs

# Independent Auditor's Report

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## To the shareholders of Vybrant Dressage Club NPC

### Opinion

We have audited the annual financial statements of Vybrant Dressage Club NPC set out on pages 7 to 11, which comprise the statement of financial position as at 31 December 2018, and the statement of income and retained earnings, statement of changes in equity and statement of cash flows for the year then ended, and notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Vybrant Dressage Club NPC as at 31 December 2018, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the annual financial statements section of our report. We are independent of the company in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of annual financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Other information

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the Companies Act 71 of 2008, which we obtained prior to the date of this report. Other information does not include the annual financial statements and our auditor's report thereon.

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

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

### Responsibilities of the directors for the Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities 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 annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the directors 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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

# Independent Auditor's Report

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

Our objectives are to obtain reasonable assurance about whether the annual 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 our 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 annual financial statements.

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

- Identify and assess the risks of material misstatement of the annual 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 our 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 the directors.
- 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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**Leslie Snoyman & Associates**  
**Chartered Accountants (SA)**

**27 June 2019**  
**Durban**

# Vybrant Dressage Club NPC

(Registration number: 2017/257731/08)

Annual Financial Statements for the year ended 31 December 2018

## Statement of Financial Position as at 31 December 2018

Figures in Rand	Note(s)	2018	2017
<b>Assets</b>			
Current Assets			
Inventories	2	18 424	8 167
Prepayments		-	308
Cash and cash equivalents	3	203 553	125 133
		<b>221 977</b>	<b>133 608</b>
<b>Total Assets</b>		<b>221 977</b>	<b>133 608</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Reserves		109 121	109 121
Retained income		101 255	16 235
		<b>210 376</b>	<b>125 356</b>
<b>Liabilities</b>			
Current Liabilities			
Trade and other payables	4	11 601	8 252
<b>Total Equity and Liabilities</b>		<b>221 977</b>	<b>133 608</b>

# Vybrant Dressage Club NPC

(Registration number: 2017/257731/08)

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## Statement of Income and Retained Earnings

Figures in Rand	Note(s)	2018	2017
Revenue		1 248 315	138 560
Cost of sales	5	(480 155)	(113 197)
<b>Gross profit</b>		<b>768 160</b>	<b>25 363</b>
Other income		27 519	60
Operating expenses		(710 636)	(9 188)
<b>Operating profit</b>		<b>85 043</b>	<b>16 235</b>
Finance costs		(23)	-
<b>Profit for the year</b>		<b>85 020</b>	<b>16 235</b>
Retained income at the beginning of the year		16 236	-
<b>Retained income at the end of the year</b>		<b>101 256</b>	<b>16 235</b>

# Vybrant Dressage Club NPC

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## Statement of Cash Flows

Figures in Rand	Note(s)	2018	2017
<b>Cash flows from operating activities</b>			
Cash generated from operations	6	78 443	16 012
Finance costs		(23)	-
<b>Net cash from operating activities</b>		<b>78 420</b>	<b>16 012</b>
<b>Cash flows from investing activities</b>			
Movement in reserves		-	109 121
<b>Net cash from investing activities</b>		<b>-</b>	<b>109 121</b>
<b>Total cash movement for the year</b>		<b>78 420</b>	<b>125 133</b>
Cash at the beginning of the year		125 133	-
<b>Total cash at end of the year</b>	3	<b>203 553</b>	<b>125 133</b>

# Vybrant Dressage Club NPC

(Registration number: 2017/257731/08)

Annual Financial Statements for the year ended 31 December 2018

## Accounting Policies

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

The annual financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

#### 1.1 Financial instruments

##### Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

##### Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of 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 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 there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

#### 1.2 Inventories

Inventories are measured at the lower of cost and estimated selling price less costs to complete and sell, on the first-in, first-out (FIFO) basis.

#### 1.3 Revenue

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

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

# Vybrant Dressage Club NPC

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## Notes to the Annual Financial Statements

Figures in Rand	2018	2017
<b>2. Inventories</b>		
Clothing	18 424	8 167
<b>3. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Cash on hand	14 195	2 225
Bank balances	189 358	122 908
	<b>203 553</b>	<b>125 133</b>
<b>4. Trade and other payables</b>		
Amounts received in advance	11 601	4 652
Accrued expenses	-	3 600
	<b>11 601</b>	<b>8 252</b>
<b>5. Cost of sales</b>		
<b>Sale of goods</b>		
Cost of goods sold	23 012	24 605
Closing stock of clothing	(18 424)	(8 167)
Rendering of services	475 567	96 759
	<b>480 155</b>	<b>113 197</b>
<b>6. Cash generated from operations</b>		
Profit before taxation	85 020	16 235
<b>Adjustments for:</b>		
Finance costs	23	-
<b>Changes in working capital:</b>		
Inventories	(10 257)	(8 167)
Prepayments	308	(308)
Trade and other payables	3 349	8 252
	<b>78 443</b>	<b>16 012</b>

# Vybrant Dressage Club NPC

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## Detailed Income Statement

Figures in Rand	Note(s)	2018	2017
<b>Revenue</b>			
Sale of goods		29 850	21 950
Rendering of services		1 218 465	116 610
		<b>1 248 315</b>	<b>138 560</b>
<b>Cost of sales</b>			
Opening stock		(8 167)	-
Purchases		(490 412)	(121 364)
Closing stock		18 424	8 167
	5	<b>(480 155)</b>	<b>(113 197)</b>
<b>Gross profit</b>		<b>768 160</b>	<b>25 363</b>
<b>Other income</b>			
Interest received		27 519	60
<b>Operating expenses</b>			
Accounting fees		5 542	3 600
Administration and marketing fees		-	3 000
Advertising		-	28
African dressage forum expense		679 060	-
Bank charges		2 949	958
Computer expenses		2 019	-
Consumables		3 306	1 228
Development seminar expense		3 500	-
Printing and stationery		4 589	96
Secretarial fees		604	-
Show expenses		6 250	-
Subscriptions		768	-
Travel and meetings		2 049	278
		<b>710 636</b>	<b>9 188</b>
<b>Operating profit</b>		<b>85 043</b>	<b>16 235</b>
Finance costs		(23)	-
<b>Profit for the year</b>		<b>85 020</b>	<b>16 235</b>