

TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A
COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF
1973)

(Registration number 1998/009285/08)
ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2008

**TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A
COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF
1973)**

**ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2008**

Company registration	1998/009285/08
Country of incorporation	South Africa
Nature of business	SMME development support services
Directors	FJ Smith K. Lefoka (Chairperson) DS Molepo LS Mabotja AF Nel
Business address	134 Unie Avenue c/o Cantonment Road and Unie Avenue Lyttelton Centurion 0157
Postal address	P.O.Box 16494 Lyttelton 0140
Bankers	ABSA Bank Limited

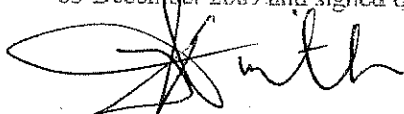
TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)
ANNUAL FINANCIAL STATEMENTS
for the year ended 30 June 2008

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

Index	Page
Compilation report	3
Report of the directors	4
Balance sheet	5
Income statement	6
Statement of changes in equity	7
Cash flow statement	8
Notes to the financial statements	9 - 11
Detailed income statement	12

Approval

The financial statements which appear on pages 4 to 12 were approved by the board of directors on 03 December 2009 and signed on their behalf by:



Director

Director



INVESTOR IN PEOPLE

COMPILATION REPORT TO THE MEMBERS OF TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

On the basis of information provided by the members we have compiled, in accordance with the statement of South African Auditing Standards applicable to compilation engagements, the balance sheet of Tshwane Centre for Business Information and Support (Incorporated as a company not for gain under section 21 of the companies act number 61 of 1973) at 30 June 2008 and the results of its operations and cash flows for the year then ended as set out on pages 4 to 11. The directors are responsible for these financial statements. We have not audited or reviewed these financial statements, and accordingly express no assurance thereon.

SAB&T Incorporated

SAB&T Chartered Accountants Incorporated
Chartered Accountants (S.A.)
Registered Accountants and Auditors

Centurion
03 December 2009

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Offices: Bloemfontein, Cape Town, Centurion, Durban, Kimberley, Nelspruit, Polokwane, Port Elizabeth, Rustenburg
London (UK)

Directors: *B Adan (CEO) CA(SA), A Damalilegan CA(SA), Y M Hansen CA(SA), B Jhean CA(SA), *H Kaja CA(SA),
S Matamane CA(SA), T M Meyer CA(SA), *D R Ntshong CA(SA), P C Popat CA(SA), *R Rajah CA(SA), K Rains CA(SA),
M Sinjee CA(SA), Z Sonpra CA(SA), I Theron CA(SA), *E Yusuf CA(SA), H van der Merwe CA(SA)

Page 3

Associate Directors: Y A Adu, L A D Heosen
* Executive Committee
SAB&T Chartered Accountants Incorporated
Co. Reg no. 1997/018869/21



TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

REPORT OF THE DIRECTORS

for the year ended 30 June 2008

The directors present their report for the year ended 30 June 2008. This report forms part of the financial statements.

1. Principal activities of the company

The principal activities of the company consist of the establishment, support, stimulation and expansion of local economy, job creation and human development in the small, medium and micro enterprise sector.

2. General review

The company's business and operations and the results thereof are clearly reflected in the attached financial statements. No material fact or circumstance has occurred between the accounting date and the date of this report.

3. Statement of responsibility

The directors are responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The auditors are responsible to report on the fair presentation of the financial statements. The financial statements have been prepared in accordance with generally accepted accounting practice and in the manner required by the Companies Act, 1973.

The directors are also responsible for the company's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. During the year under review the financial control system has broken down resulting in the lack of supporting documents relating to certain transactions.

The Company has ceased operations on or about August 2006 and accordingly the Company is not a going concern at the date of this report.

4. Events subsequent to the year end

According to a resolution passed by the Office of the General Manager : Local Economic Development, CENBIS along with three other similar entities will be liquidated. This was to take place on or around the 29th of August 2006, but at the date of this report the process was still not finalised.

5. Directors

The directors of the company during the accounting period and up to the date of this report were as follows:

FJ Smith
K Lefoka (Chairperson)
DS Molepo
LS Mabutja
AF Nel

TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

BALANCE SHEET

as at 30 June 2008

	Notes	2008 R	2007 R
Assets			
Non-current assets			
Property, plant and equipment	2	2 299	11 810
Current assets			
Cash and cash equivalents		1 872	1 840
Total assets		<u>4 171</u>	<u>13 650</u>
Equity and liabilities			
Capital and reserves			
Accumulated loss		(1 021 973)	(673 079)
Current liabilities			
Trade and other payables	3	1 026 144	686 729
Total equity and liabilities		<u>4 171</u>	<u>13 650</u>

TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

INCOME STATEMENT

for the year ended 30 June 2008

	Note	2008 R	2007 R
Gross revenue	4	-	168 510
Operating costs		<u>348 926</u>	<u>502 423</u>
Operating loss	5	(348 926)	(333 913)
Investment income	6	32	202
Finance costs	7	<u>-</u>	<u>(9)</u>
Loss		<u>(348 894)</u>	<u>(333 720)</u>

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STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2008

	Accumulated loss R
Balance at 01 July 2006	(339 359)
Net loss for the year	(333 720)
Balance at 01 July 2007	(673 079)
Net loss for the year	(348 894)
Balance at 30 June 2008	<u>(1 021 973)</u>

TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

CASH FLOW STATEMENT
for the year ended 30 June 2008

	Notes	2008 R	2007 R
Cash flows from operating activities			
Cash receipts from customers		-	168 510
Cash paid to suppliers and employees		-	(222 777)
Cash utilised in operating activities	9.1	-	(54 267)
Interest received		32	202
Interest paid		-	(9)
Net cash from operating activities		32	(54 074)
Increase/(decrease) in cash and cash equivalents		32	(54 074)
Cash and cash equivalents at beginning of the year	9.2	1 840	55 914
Cash and cash equivalents at end of the year	9.2	1 872	1 840

TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

NOTES TO THE FINANCIAL STATEMENTS

at 30 June 2008

1 Basis of preparation

The financial statements are prepared in accordance with statements of generally accepted accounting practice. The financial statements are prepared under the historical cost convention as modified by the revaluation of certain property, plant and equipment, marketable securities and investment properties where appropriate.

1.1 Property, plant and equipment

All property, plant and equipment are initially recorded at cost and any impairment in value.

Depreciation is calculated on the straight-line method to write off the cost of each asset, or the revalued amounts, to their residual values over their estimated useful lives. The depreciation rates applicable to each category of property, plant and equipment are as follows:

- Kitchen Equipment	16.67 %
- Furniture and fittings	16.67 %
- Office equipment	16.67 %
- Computer equipment	33.33 %

1.2 Taxation

The company is incorporated not for gain and registered under section 21 of the Companies Act, and has applied for tax exemption in terms of section 10(1)(cB)(i)(ff) of the Income Tax Act.

2. Property, plant and equipment

	Cost / valuation R	2008 Accumulated depreciation R	Carrying value R	Cost / valuation R	2007 Accumulated depreciation R	Carrying value R
<i>Owned assets</i>						
Furniture and fittings	163 301	161 010	2 291	163 301	160 151	3 150
Advertising boards	10 737	10 737	-	10 737	10 737	-
Office equipment	123 136	123 135	1	123 136	123 135	1
Computer equipment	277 612	277 606	6	277 612	268 954	8 658
Kitchen equipment	6 038	6 037	1	6 038	6 037	1
	<u>580 824</u>	<u>578 525</u>	<u>2 299</u>	<u>580 824</u>	<u>569 014</u>	<u>11 810</u>

The carrying amounts of property, plant and equipment can be reconciled as follows:

TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

NOTES TO THE FINANCIAL STATEMENTS
at 30 June 2008

2. Property, plant and equipment continued

2007	Carrying value at beginning of year R	Depreciation R	Carrying value at end of year R
<i>Owned assets</i>			
Furniture and fittings	6 869	(3 719)	3 150
Office equipment	1	-	1
Computer equipment	23 490	(14 832)	8 658
Kitchen equipment	1	-	1
	<u>30 361</u>	<u>(18 551)</u>	<u>11 810</u>
2008	Carrying value at beginning of year R	Depreciation R	Carrying value at end of year R
<i>Owned assets</i>			
Furniture and fittings	3 150	(859)	2 291
Office equipment	1	-	1
Computer equipment	8 658	(8 652)	6
Kitchen equipment	1	-	1
	<u>11 810</u>	<u>(9 511)</u>	<u>2 299</u>

The property, plant and equipment is in the possession of The City of Tshwane.

	2008 R	2007 R
3. Trade and other payables		
Trade and other payables consist of :		
Estimated salaries and wages claims	540 286	246 297
RSC Levies provision	14 095	14 095
SARS - PAYE, UIF, SDL	94 995	49 569
Sundry creditors	28 098	28 098
SARS - VAT	348 670	348 670
	<u>1 026 144</u>	<u>686 729</u>

4. Gross revenue

The company's turnover includes invoiced sales in respect of services rendered, exclusive of VAT.

TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

NOTES TO THE FINANCIAL STATEMENTS
at 30 June 2008

	2008 R	2007 R
5. Operating loss		
Operating loss is stated after:		
Expenditure		
Depreciation		
- Property, plant and equipment	<u>9 511</u>	<u>18 551</u>
6. Investment income		
Interest income		
- Interest received	<u>32</u>	<u>202</u>
7. Finance costs		
Bank overdrafts and acceptances	<u>-</u>	<u>9</u>
8. Taxation		
No provision has been made for 2008 taxation as the company is incorporated under section 21 of the Companies Act, and has applied for tax exemption in terms of section 10(1)(b)(i)(ff) of the Income Tax Act.		
9. Notes to the cash flow statement		
9.1 Cash utilised in operating activities		
Net loss	(348 894)	(333 720)
Adjustments for:		
Depreciation	9 511	18 551
Investment income	(32)	(202)
Finance costs	-	9
	<u>(339 415)</u>	<u>(315 362)</u>
Movements in working capital		
Decrease in accounts receivable	-	88 588
Increase in accounts payable	339 415	172 507
	<u>-</u>	<u>(54 267)</u>
9.2 Cash and cash equivalents		
Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:		
Cash and cash equivalents	<u>1 872</u>	<u>1 840</u>

TSHWANE CENTRE FOR BUSINESS INFORMATION AND SUPPORT (INCORPORATED AS A COMPANY NOT FOR GAIN UNDER SECTION 21 OF THE COMPANIES ACT NUMBER 61 OF 1973)

DETAILED INCOME STATEMENT
for the year ended 30 June 2008

	2008 R	2007 R
Gross revenue		
Sales	-	168 510
Other income		
Interest received	32	202
Total income	<u>32</u>	<u>168 712</u>
Expenditure	348 926	502 432
Accounting and audit fees	-	43 882
Bank charges	-	5 816
Depreciation	9 511	18 551
Interest	-	9
Management fees paid	-	2 500
Salaries	339 415	411 923
Telephone and fax	-	19 751
Loss	<u>(348 894)</u>	<u>(333 720)</u>
Accumulated loss at beginning of year	<u>(673 079)</u>	<u>(339 359)</u>
Accumulated loss at end of year	<u><u>(1 021 973)</u></u>	<u><u>(673 079)</u></u>