

**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC**

**(REGISTRATION NUMBER 2006/007417/08)**

**SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**

**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC**  
**(Registration number 2006/007417/08)**  
**Separate Financial Statements for the year ended 31 March 2014**

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

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**LEVEL OF ASSURANCE**

These separate financial statements have been audited in compliance with the applicable requirements of the Companies Act of South Africa.

**PREPARER**

These financial statements were prepared by KC Rottok Chesaina of Mueni Management Consulting Proprietary Limited under the supervision of Anusha Naidu, Financial Manager.

**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC  
(Registration number 2006/007417/08)**

**Separate Financial Statements for the year ended 31 March 2014**

**DIRECTORS' RESPONSIBILITIES AND APPROVAL**

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The directors are required by the Companies Act of South Africa, to maintain adequate accounting records and are responsible for the content and integrity of the separate financial statements and related financial information included in this report. It is their responsibility to ensure that the separate 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 separate financial statements.

The separate 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 separate 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 March 2015 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 separate financial statements. The separate financial statements have been examined by the company's external auditors and their report is presented on page 3.

The separate financial statements set out on pages 5 to 11, which have been prepared on the going concern basis, were approved by the board of directors and were signed on its behalf by:

\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

**RSM Betty & Dickson (Johannesburg)**  
**Chartered Accountants (S.A.)**  
Executive City  
Cross Street & Charmaine Ave  
President Ridge, Randburg 2194  
PO Box 1734, Randburg 2125  
Docex 51, Randburg  
T +27 11 329-6000 F +27 11 329-6100  
E mail@jhb.rsmdbd.co.za  
[www.rsmbettyanddickson.co.za](http://www.rsmbettyanddickson.co.za)

## **REPORT OF THE INDEPENDENT AUDITORS**

### **To the directors of Toolmaking Association of South Africa NPC**

We have audited the separate financial statements of Toolmaking Association of South Africa NPC, as set out on pages 7 to 11, which comprise the statement of financial position as at 31 March 2014, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

#### *Directors' Responsibility for the Financial Statements*

The company's directors are responsible for the preparation and fair presentation of these separate financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

#### *Auditors' Responsibility*

Our responsibility is to express an opinion on these separate 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 separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the separate financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the separate 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 management, as well as evaluating the overall presentation of the separate 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 separate financial statements present fairly, in all material respects, the financial position of Toolmaking Association of South Africa NPC as at 31 March 2014, and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the requirements of the Companies Act of South Africa.



*Non-compliance with the Companies Act*

Without qualifying our opinion above, we wish to draw attention to note 2 of the Directors' Report in the group financial statements. These financial statements, and the separate financial statements, were prepared for a financial year-end of 31 March 2014, while the official change of year-end from December to March was only filed with the Companies and Intellectual Property Commission on 19 November 2014.

*RSM Betty & Dickson (Johannesburg)*

**RSM Betty & Dickson (Johannesburg)  
Registered Auditors**

**Henk Heymans CA (SA) RA  
Partner**

**Date: 2015-03-19  
Randburg**

**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC**  
**(Registration number 2006/007417/08)**  
**Separate Financial Statements for the year ended 31 March 2014**

**DIRECTORS' REPORT**

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The directors have pleasure in submitting their report on the separate financial statements of Toolmaking Association of South Africa NPC for the year ended 31 March 2014.

**1. INCORPORATION**

The company was incorporated on 13 March 2006 and obtained its certificate to commence business on the same day.

**2. REGISTERED OFFICE**

1st Floor, Taaibos Building  
Tuinhof Office Park  
265 West Avenue  
Centurion  
0046

**3. REVIEW OF FINANCIAL RESULTS AND ACTIVITIES**

The separate financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa.

Full details of the financial position, results of operations and cash flows of the company are set out in these separate financial statements and do not in our opinion require further comment.

**4. DIRECTORS**

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

<b>DIRECTORS</b>	<b>DATE OF APPOINTMENT</b>
R Williamson	02 September 2013
A Grech-Cumbo	02 September 2013
HA Snyman	02 September 2013
JP Venter	02 September 2013
JN Mc Ewan	02 September 2013
G Hoppner	02 September 2013
LDC Van Dyk	02 September 2013
SN Beaumont	02 September 2013
VC Mkhize	02 September 2013

**5. 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.

**6. AUDITORS**

RSM Betty & Dickson (Jhb) have expressed their willingness to continue in office as auditors in accordance with section 90(6) of the Companies Act of South Africa.

**7. SEPARATE FINANCIAL STATEMENTS**

National Tooling Initiative Programs Proprietary Limited ("NTIP") is a subsidiary of the company. The company has not consolidated the results of the subsidiary in these financial statements and as such these are the separate statutory financial statements of Toolmaking Association of South Africa. Consolidated financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC**  
**(Registration number 2006/007417/08)**  
**Separate Financial Statements for the year ended 31 March 2014**

**DIRECTORS' REPORT**

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**8. CHANGE OF YEAR END AND FIRST FINANCIAL STATEMENTS**

Up until 19 November 2014, the holding company financial year end was 31 December. It was altered on that date to 31 March which is the financial year end of the trading subsidiary NTIP and other associated entities.

The company has previously not prepared financial statements and as such these are the first financial statements of Toolmaking Association of South Africa NPC. The board of directors have put measures in place to ensure that financial statements are prepared on an annual basis going forward in compliance with the International Financial Reporting Standard for Small and Medium-sized Entities and the Companies Act of South Africa.

**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC**  
**(Registration number 2006/007417/08)**

**Separate Financial Statements for the year ended 31 March 2014**

**STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2014**

<b>Figures in Rand</b>		<b>2014</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Trade and other receivables	2	104 085
<b>Total Assets</b>		<b>104 085</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Retained earnings		104 085
<b>Total Equity and Liabilities</b>		<b>104 085</b>



**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC**  
**(Registration number 2006/007417/08)**  
**Separate Financial Statements for the year ended 31 March 2014**

**STATEMENT OF COMPREHENSIVE INCOME**

<b>Figures in Rand</b>	<b>Note</b>	<b>2014</b>
Revenue	3	417 688
Cost of sales		(313 603)
<b>Gross profit</b>		<b>104 085</b>
<b>Profit before taxation</b>		<b>104 085</b>
Taxation		-
<b>Profit for the year</b>		<b>104 085</b>
<b>Retained income at the beginning of the year</b>		-
<b>Retained income at the end of the year</b>		<b>104 085</b>

**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC**  
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**Separate Financial Statements for the year ended 31 March 2014**

**STATEMENT OF CASH FLOWS**

**Figures in Rand**

**2014**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Cash receipts from customers		313 603
Cash paid to suppliers and employees		(313 603)
Cash generated from operations	5	-
<b>Net cash from operating activities</b>		<b>-</b>

**TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC**  
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**Separate Financial Statements for the year ended 31 March 2014**

**ACCOUNTING POLICIES**

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**1. Presentation of Separate Financial Statements**

The separate financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act of South Africa. The separate financial statements have been prepared on the historical cost basis, 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. This includes transaction costs, except for financial instruments which are measured at fair value through profit or loss.

**1.2 REVENUE**

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the company;
- the stage of completion of the transaction at the end of the reporting period can be measured reliably;
- and
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

When the outcome of the transaction involving the rendering of services cannot be estimated reliably, revenue shall be recognised only to the extent of the expenses recognised that are recoverable.

Revenue is measured at the fair value of the consideration received or receivable and represents the amounts receivable for goods and services provided in the normal course of business, net of trade discounts and volume rebates, and value added tax.

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**NOTES TO THE SEPARATE FINANCIAL STATEMENTS**

<b>Figures in Rand</b>	<b>2014</b>
<b>2. TRADE AND OTHER RECEIVABLES</b>	
Administration fees receivable	104 085
<b>3. REVENUE</b>	
Membership fees invoiced via NTIP	417 688
<b>4. COST OF SALES</b>	
NTIP Administration fees	313 603
<b>5. CASH GENERATED FROM OPERATIONS</b>	
Profit before taxation	104 085
<b>CHANGES IN WORKING CAPITAL:</b>	
Trade and other receivables	(104 085)
	-

**6. TAX**

No provision has been made for current tax as the company is in the process of applying for the tax exempt status and the directors believe that the application will be successful.

**7. RELATED PARTIES**

**AMOUNTS OWING BY RELATED PARTIES**

National Tooling Initiative Programs Proprietary Limited (Subsidiary)	104 085
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**NET ADMINISTRATION FEES RECEIVED FROM RELATED PARTIES**

National Tooling Initiative Programs Proprietary Limited (Subsidiary)	104 085
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**8. DIRECTORS' REMUNERATION**

No emoluments were paid to the directors or any individuals holding a prescribed office during the year.

**9. COMPARATIVE FIGURES**

No comparative figures have been presented as this is the company's first year of operations.