

TOOLMAKING ASSOCIATION OF SOUTH AFRICA NPC

(REGISTRATION NUMBER 2006/007417/08)

**SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2016

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

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The following supplementary information does not form part of the separate financial statements and is unaudited:

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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 CA (SA) of Mueni Management Consulting Proprietary Limited under the supervision of Anusha Naidu, Financial Manager.

Toolmaking Association of South Africa NPC

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Separate Financial Statements for the year ended 31 March 2016

Directors' Approval

The separate financial statements set out on pages 6 to 11, which have been prepared on the going concern basis, were approved by the board of directors and were signed on their behalf by:

Director

Date

Director

Date

RSM South Africa

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REPORT OF THE INDEPENDENT AUDITORS**To the members of the Toolmaking Association of South Africa NPC**

We have audited the separate financial statements of the Toolmaking Association of South Africa NPC as set out on pages 5 to 10 which comprise the statement of financial position as at 31 March 2016, and the statement of profit or loss and other 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 Separate 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 separate 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 auditor considers 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 the Toolmaking Association of South Africa NPC as at 31 March 2016, 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.

THE POWER OF BEING UNDERSTOOD**AUDIT | TAX | CONSULTING**

Partners: E Bergh, B Com (Hons), CA(SA), C D Betty, B Acc, CA(SA), A Bignaut-de Waal, B Com, B Compt (Hons), M Com (FORP), CA(SA), M G Q de Faria, B Bus Sc, CA(SA), B J Eaton, B Acc, H Dip Tax Law, CA(SA), C J Flynn, B Compt (Hons), CA(SA), A C Galloway, B Sc Mech Eng, CA(SA), E Gerber, B Acc (Hons), CA(SA), H Heymans, B Compt (Hons), M Com, FCCA, CA(SA), N C Hughes, B Compt (Hons), PG Cert Adv Tax, CA(SA), J Jones, B Com, B Acc, H Dip Tax Law, H Dip Int Tax Law, CA(SA), J Kitching, B Compt (Hons), CA(SA), B Kool, B Compt (Hons), M Com (GFA), CA(SA), L Mac Donald, B Compt (Hons), CA(SA), L Quintal, B Com (Hons), CA(SA), R Rawood, B Compt (Hons), CA(SA), P D Schulze, B Acc Sc (Hons), PG Dip Tax Law, CA(SA), M Steenkamp, B Compt (Hons), CA(SA), L M van der Merwe, B Com (Hons), CA(SA), A Woortman, B Com (Hons), CA(SA), A D Young, B Compt (Hons), CA(SA)

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Supplementary Information

Without qualifying our opinion, we draw attention to the fact that the supplementary information set out on page 11 does not form part of the separate financial statements and is presented as additional information. We have not audited this information and accordingly do not express an opinion thereon.

RSM South Africa
RSM South Africa
Registered Auditors

Per: Michael Steenkamp CA (SA) RA
Partner

Date: *13/12/2016*
Randburg

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2016

Statement of Financial Position as at 31 March 2016

Figures in Rand	Note(s)	2016	2015
Assets			
Current Assets			
Trade and other receivables	2	284 940	186 008
Cash and cash equivalents		1 091	-
		286 031	186 008
Equity and Liabilities			
Equity			
Retained income		283 031	186 008
Liabilities			
Non-Current Liabilities			
Loan from group company	3	3 000	-
Total Equity and Liabilities		286 031	186 008

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Statement of Profit or Loss and Other Comprehensive Income

Figures in Rand	Note(s)	2016	2015
Revenue	4	329 578	273 078
Cost of sales	5	(230 705)	(191 155)
Gross profit		98 873	81 923
Operating expenses		(1 850)	-
Operating profit		97 023	81 923
Profit for the year		97 023	81 923
Other comprehensive income		-	-
Total comprehensive income for the year		97 023	81 923

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Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
Balance at 01 April 2014	104 085	104 085
Profit for the year	81 923	81 923
Other comprehensive income	-	-
Total comprehensive income for the year	81 923	81 923
Balance at 01 April 2015	186 008	186 008
Profit for the year	97 023	97 023
Other comprehensive income	-	-
Total comprehensive income for the year	97 023	97 023
Balance at 31 March 2016	283 031	283 031

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Statement of Cash Flows

Figures in Rand	Note(s)	2016	2015
Cash flows from operating activities			
Cash receipts from customers		230 705	313 603
Cash paid to suppliers and employees		(232 614)	(313 603)
Cash used in operations	6	(1 909)	-
Net cash from operating activities		(1 909)	-
Cash flows from financing activities			
Movement in NTIP loan		3 000	-
Total cash movement for the year		1 091	-
Total cash at end of the year		1 091	-

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(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2016

Accounting Policies

1. Presentation of separate financial statements

The separate financial statements have been prepared in accordance with the International Financial Reporting Standards, 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.

Trade and other receivables

Trade receivables are measured at initial recognition at fair value, and are subsequently measured at amortised cost using the effective interest rate method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence that the asset is impaired.

The carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in profit or loss within operating expenses. When a trade receivable is uncollectable, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against operating expenses in profit or loss.

Trade and other receivables are classified as loans and receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These are initially and subsequently recorded at fair value.

1.2 Revenue

Revenue from fees received is recognised over the period to which the subscription relates.

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Separate Financial Statements for the year ended 31 March 2016

Notes to the Separate Financial Statements

Figures in Rand	2016	2015
2. Trade and other receivables		
Fees receivable	284 881	186 008
VAT	59	-
	284 940	186 008
3. Loan from group company		
National Tooling Initiative Programs Proprietary Limited	3 000	-
The loan is unsecured, interest free and has no fixed terms of repayment.		
4. Revenue		
Membership fees invoiced via NTIP	329 578	273 078
5. Cost of sales		
NTIP administration fees	230 705	191 155
6. Cash used in operations		
Profit before taxation	97 023	81 923
Changes in working capital:		
Trade and other receivables	(98 932)	(81 923)
	(1 909)	-
7. Related parties		
Relationships		
Subsidiaries	National Tooling Initiative Programs Proprietary Limited	
Trade receivable		
National Tooling Initiative Programs Proprietary Limited	284 881	186 008
Net administration fees received from related party		
National Tooling Initiative Programs Proprietary Limited	98 813	81 923
8. Directors' emoluments		
No emoluments were paid to the directors or any individuals holding a prescribed office during the year.		
9. 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.		
10. Consolidated annual financial statements		
These annual financial statements comprise the separate annual financials of the company. Consolidated annual financial statements, including the subsidiary, National Tooling Initiative Program Proprietary Limited (NTIP), have been prepared separately and approved by the directors.		

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Separate Financial Statements for the year ended 31 March 2016

Detailed Statement of Profit or Loss

Figures in Rand	Note(s)	2016	2015
Revenue			
Membership fees - 2014/2015		329 578	273 078
Cost of sales			
	5	(230 705)	(191 155)
Gross profit			
		98 873	81 923
Operating expenses			
Bank charges		(1 850)	-
Surplus for the year			
		97 023	81 923