

Toolmaking Association of South Africa NPC
(Registration number 2006/007417/08)
Separate financial statements
for the year ended 31 March 2017

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2017

Index

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

Index	Page
Directors' Approval	2
Independent Auditor's Report	3 - 5
Statement of Financial Position	6
Statement of Profit or Loss and Other Comprehensive Income	7
Statement of Changes in Equity	8
Statement of Cash Flows	9
Accounting Policies	10
Notes to the Separate Financial Statements	11

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

Detailed Statement of Profit or Loss	12
--------------------------------------	----

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 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 2017

Directors' Approval

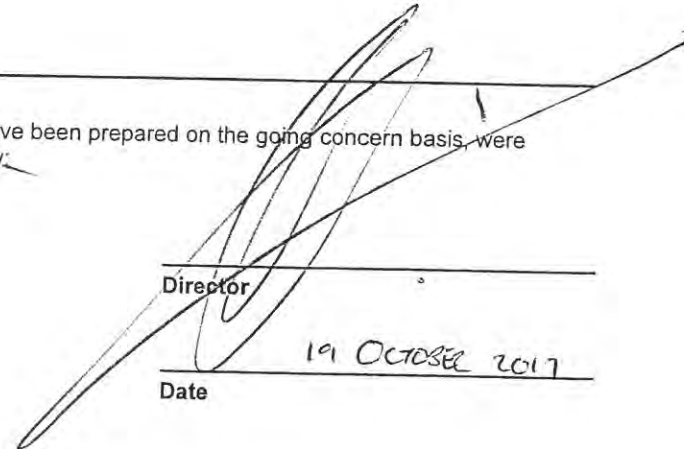
The separate financial statements set out on pages 6 to 12, which have been prepared on the going concern basis, were approved by the board of directors and were signed on their behalf by:



Director

19 OCTOBER 2017

Date



Director

19 OCTOBER 2017

Date

INDEPENDENT AUDITORS' REPORT

To the Shareholders of Toolmaking Association of South Africa NPC

Opinion

We have audited the separate financial statements of Toolmaking Association of South Africa NPC set out on pages 6 to 11, which comprise the statement of financial position as at 31 March 2017, 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 notes to the separate financial statements, including a summary of significant accounting policies.

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 2017, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Companies Act of South Africa.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Separate 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 separate 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 detailed statement of profit or loss. The other information does not include the separate financial statements and our auditor's report thereon.

THE POWER OF BEING UNDERSTOOD AUDIT | TAX | CONSULTING

Directors: E Bernini, B Compt (Hons), CA(SA), C D Birtley, B Acc, CA(SA), A Blignaut-de Waa, B Com, B Compt (Hons), M Com (FDRP), CA(SA), M G Q de Faria, B Bus Sc, CA(SA), B J E Mod, B Acc, B Compt (Hons), Law, CA(SA), C J Poyser, B Compt (Hons), CA(SA), A C Galloway, B Sc Mech Eng, CA(SA), H Heymans, B Compt (Hons), M Com, FCCA, CA(SA), N C Hughes, B Compt (Hons), P G Jones, B Com, B Acc, H Dip Tax Law, H Dip Int Tax Law, CA(SA), J Kitching, B Compt (Hons), CA(SA), B Kadi, B Compt (Hons), M Com (GFA), CA(SA), L Mac Donald, B Compt (Hons), CA(SA), M Mawoo, 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 Compt (Hons), CA(SA), A Woolton, B Com (Hons), CA(SA), A D Young, B Compt (Hons), CA(SA)

RSM South Africa Inc. (Registration No. 2016/324649/21, Practice No. 900425) is a member of the RSM network and trades as RSM. RSM is the trading name used by the member of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

Our opinion on the separate 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 separate financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the separate 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 Separate financial statements

The directors are responsible for the preparation and fair presentation of the separate financial statements in accordance with International Financial Reporting Standards 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 misstatement, whether due to fraud or error.

In preparing the separate 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.

Auditors' Responsibilities for the Audit of the Separate financial statements

Our objectives are to obtain reasonable assurance about whether the separate 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 ISAs 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 separate financial statements.

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

- Identify and assess the risks of material misstatement of the separate 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 material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the separate 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 separate financial statements, including the disclosures, and whether the separate 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.

RSM South Africa Inc.
RSM South Africa Inc.

Michael Steenkamp
Chartered Accountant (SA)
Registered Auditor
Director

Date *25 October 2017*

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2017

Statement of Financial Position as at 31 March 2017

Figures in Rand	Note(s)	2017	2016
Assets			
Current Assets			
Trade and other receivables	2	362 932	284 940
Cash and cash equivalents		2 460	1 091
		365 392	286 031
Equity and Liabilities			
Equity			
Retained surplus		359 392	283 031
Liabilities			
Non-Current Liabilities			
Loan from group company	3	6 000	3 000
Total Equity and Liabilities		365 392	286 031

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2017

Statement of Profit or Loss and Other Comprehensive Income

Figures in Rand	Note(s)	2017	2016
Revenue	4	263 059	329 578
Cost of sales	5	(181 516)	(230 705)
Gross surplus		81 543	98 873
Operating expenses		(5 176)	(1 850)
Operating surplus		76 367	97 023
Finance costs		(6)	-
Surplus for the year		76 361	97 023

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2017

Statement of Changes in Equity

Figures in Rand	Retained surplus	Total equity
Balance at 01 April 2015	186 008	186 008
Surplus for the year	97 023	97 023
Total comprehensive income for the year	97 023	97 023
Balance at 01 April 2016	283 031	283 031
Surplus for the year	76 361	76 361
Total comprehensive income for the year	76 361	76 361
Balance at 31 March 2017	359 392	359 392

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2017

Statement of Cash Flows

Figures in Rand	Note(s)	2017	2016
Cash flows from operating activities			
Cash receipts from customers		185 266	313 603
Cash paid to suppliers and employees		(186 891)	(315 512)
Cash used in operations	6	(1 625)	(1 909)
Finance costs		(6)	-
Net cash from operating activities		(1 631)	(1 909)
Cash flows from financing activities			
Movement in NTIP loan		3 000	3 000
Total cash movement for the year		1 369	1 091
Cash at the beginning of the year		1 091	-
Total cash at end of the year		2 460	1 091

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2017

Accounting Policies

1. Presentation of separate financial statements

The separate financial statements have been prepared in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities. 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.

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2017

Notes to the Separate Financial Statements

Figures in Rand	2017	2016
2. Trade and other receivables		
Fees receivable	362 674	284 881
VAT	258	59
	362 932	284 940
3. Loan from group company		
National Tooling Initiative Programs Proprietary Limited	6 000	3 000
The loan is unsecured, interest free and has no fixed terms of repayment.		
4. Revenue		
Membership fees invoiced via NTIP	263 059	329 578
5. Cost of sales		
NTIP administration fees	181 516	230 705
6. Cash used in operations		
Profit before taxation	76 361	97 023
Adjustments for:		
Finance costs	6	-
Changes in working capital:		
Trade and other receivables	(77 992)	(98 932)
	(1 625)	(1 909)
7. Related parties		
Relationships		
Subsidiaries	National Tooling Initiative Programs Proprietary Limited	
Trade receivables		
National Tooling Initiative Programs Proprietary Limited	362 674	284 881
Net administration fees received from related party		
National Tooling Initiative Programs Proprietary Limited	81 543	98 873
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.		

Toolmaking Association of South Africa NPC

(Registration number 2006/007417/08)

Separate Financial Statements for the year ended 31 March 2017

Detailed Statement of Profit or Loss

Figures in Rand	Note(s)	2017	2015
Revenue			
Membership fees - 2016/2017		263 059	329 578
Cost of sales	5	(181 516)	(230 705)
Gross profit		81 543	98 873
Operating expenses			
Bad debts		(3 751)	-
Bank charges		(1 425)	(1 850)
		(5 176)	(1 850)
Operating profit		76 367	97 023
Finance costs		(6)	-
Surplus for the year		76 361	97 023

