ActionSA Donations

Annual Financial Statements
for the year ended 31 March 2024

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

Accounting Officer's Responsibilities and Approval

The Accounting Officer is required by the Political Party Funding Act, 6 of 2018, to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is his responsibility to ensure that the annual financial statements fairly present the state of affairs of the Legislature as at the end of the financial year and the results of its operations and cash flows for the period then ended. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with Generally Recognised Accounting Practice (GRAP) and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The Accounting Officer acknowledges that he is ultimately responsible for the system of internal financial control established by the Legislature and places considerable importance on maintaining a strong control environment. To enable the Accounting Officer to meet these responsibilities, the Accounting Officer 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 Legislature and all employees are required to maintain the highest ethical standards in ensuring the Legislature's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the Legislature is on identifying, assessing, managing and monitoring all known forms of risk across the Legislature. While operating risk cannot be fully eliminated, the Legislature endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Accounting Officer is 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 external auditors are responsible for independently reviewing and reporting on the Legislature's annual financial statements. The annual financial statements have been examined by the Legislature's external auditors and their report is presented on page 3.

The annual financial statements set out on pages 4 to 10, which have been prepared on the going concern basis, were approved by the members on 17 September 2024 and are hereby signed on its behalf by:

S Panday

Accounting officer - M. Beaumont | **Treasurer - S. Panday**

Y. D. Maharaj & Co.
CHARTERED ACCOUNTANTS
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Independent Auditor's Report

To The Electorial Commission

We have audited the annual financial statements of the ActionSA Donations, which comprise the statement of financial position at 31 March 2024, and the statement of comprehensive income, statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 4 to 10.

Auditor's Responsibility

We, the undersigned, in our capacity as the duly appointed auditor of ActionSA Donations, do hereby certify that the appointed Accounting Officer of the abovementioned political party has furnished us with the statements as per section 12(2)(d)(iii) of the Act.

We have inspected the documents received from the appointed Accounting Officer on 08 August 2024 and performed an audit as required in terms of section 12(3) of the Political Party Funding Act, 6 of 2018. Section 12(3) of the Political Party Funding Act, 6 of 2018 provides that we express an opinion on those statements:

(a) We confirm that the donations received by the political party comply with section 8(1);
(b) We confirm the listing of the donations required to be disclosed in terms of section 9(1);
(c) We confirm the listing of donations under the threshold prescribed in section 9(1);
(d) We confirm that no other income was received by the political party other than provided for this Act;
(e) We confirm that the transactions in the financial statements related to the monies allocated from the Funds are in accordance with this Act; and
(f) We confirm that all monies lent to the political party is on commercial terms.

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 annual financial statements present fairly, in all material respects, the financial position of the ActionSA Donations at 31 March 2024, and its financial performance and its cash flows for the year then ended in accordance with Generally Recognised Accounting Practice (GRAP).

Y. Maharaj

Y. Maharaj
Y. D. Maharaj & Co.
Chartered Accountants (S.A.)
Registered Accountants and Auditors
Practice Number : 926795E

Durban
17 September 2024

Statement of Financial Position

Figures in Rand	Note	2024	2023
Assets			
Non-Current Asset			
Property, plant and equipment	2	13	13
Current Assets			
Trade and other receivables	3	13 493 211	851 533
Cash and cash equivalents	4	3 167 731	5 305 014
		16 660 942	**6 156 547**
Total Assets		**16 660 955**	**6 156 560**
Equity and Liabilities			
Equity			
Accumulated surplus		6 318 759	4 936 747
Liabilities			
Non-Current Liability			
Loans payable	5	9 337 748	280 841
Current Liability			
Trade and other payables	6	1 004 448	938 972
Total Liabilities		**10 342 196**	**1 219 813**
Total Equity and Liabilities		**16 660 955**	**6 156 560**

Statement of Comprehensive Income

Figures in Rand	Note	2024	2023
Income			
Membership fees - Candidate fees		113 069	372 383
Donations received - above the threshold		39 931 860	26 461 500
Donations received - under the threshold		5 197 705	3 040 436
Interest received		406 472	329 293
Levies - Tithing income		4 922 535	5 161 987
		50 571 641	**35 365 599**
Expenses			
Administration	7	(11 185 381)	(8 221 067)
Arrangement of meetings and rallies	8	(15 123 608)	(4 763 402)
Personnel expenditure	9	(22 880 640)	(16 596 615)
		(49 189 629)	**(29 581 084)**
Surplus for the year		**1 382 012**	**5 784 515**
Other comprehensive income		-	-
Total comprehensive surplus for the year		**1 382 012**	**5 784 515**

Statement of Changes in Equity

Figures in Rand	Accumulated surplus	Total equity
Balance at 01 April 2022	**(847 768)**	**-**
Total comprehensive surplus for the year	5 784 515	5 784 515
Total changes	5 784 515	5 784 515
Balance at 01 April 2023	**4 936 747**	**4 936 747**
Total comprehensive surplus for the year	1 382 012	1 382 012
Total changes	1 382 012	1 382 012
Balance at 31 March 2024	**6 318 759**	**11 893 214**

Statement Of Cash Flows

Figures in Rand	Note	2024	2023
Cash flows from operating activities			
Cash (used in) generated from operations	11	(11 600 662)	5 693 559
Interest income		406 472	329 293
Net cash from operating activities		**(11 194 190)**	**6 022 852**
Cash flows from investing activities			
Purchase of property, plant and equipment	2	-	(42 998)
Net movement in loans payable		9 056 907	(1 094 860)
Net cash from investing activities		**9 056 907**	**(1 137 858)**
Total cash movement for the year		**(2 137 283)**	**4 884 994**
Cash at the beginning of the year		5 305 014	420 020
Total cash at end of the year	4	**3 167 731**	**5 305 014**

Accounting Policies

1. Presentation of Annual Financial Statements

The annual financial statements have been prepared in accordance with Generally Recognised Accounting Practice (GRAP), and Section 12(3) of the Political Party Funding Act, 6 of 2018. The annual 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.

These accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and any impairment losses.

Each property, plant and equipment is written off to R 1 in the year it is acquired.

1.2 Revenue

Revenue is measured at the present value of the consideration received or receivable.

1.3 Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

Notes to the Annual Financial Statements

Figures in Rand	2024	2023

2. Property, plant and equipment

	2024			2023		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Computer equipment	148 595	(148 582)	13	148 595	(148 582)	13

Reconciliation of property, plant and equipment - 2024

	Opening balance	Total
Computer equipment	13	13

3. Trade and other receivables

	2024	2023
Sundry debtors	752 229	851 533
Prepayments	12 740 982	-
	13 493 211	**851 533**

4. Cash and cash equivalents

Cash and cash equivalents consist of:

	2024	2023
Bank balances	3 167 731	5 305 014

5. Loans payable

	2024	2023
Wired Online (Pty) Ltd	(2 020 603)	-
This unsecured loan bears interest at 11.75% (2023 : Nil) per annum and has a fixed date of repayment being 31 December 2025.		
S. Goldstein	(301 143)	(280 841)
This unsecured loan bears interest at 7% (2023 : 7%) per annum and has no fixed date of repayment.		
A. Beesley	(1 918 961)	-
This unsecured loan bears interest at 11.75% (2023 : Nil) per annum and has a fixed date of repayment being 31 December 2024.		
H. S. P. Mashaba	(5 097 041)	-
This unsecured loan bears interest at 11.75% (2023 : Nil) per annum and has a fixed date of repayment being 31 December 2024.		
	(9 337 748)	(280 841)

Notes to the Annual Financial Statements

Figures in Rand	2024	2023

6. Trade and other payables

Accrued expense	718 841	696 830
Other payables	285 607	242 142
	1 004 448	**938 972**

7. Administration

Audit fee provision	88 000	80 000
Audit fee - prior year under provision	370	24 750
Bad debts written off	120 646	378 090
Bank charges	9 980	6 416
Computer expense	952 015	469 186
Depreciation on property, plant and equipment	-	42 996
Interest on loans	174 793	56 313
Legal fees	1 058 599	-
Printing and stationery	1 792 243	1 499 604
Professional services - consulting expenses	4 452 679	3 444 734
Security	856 500	716 369
Subscriptions	211 137	198 537
Telephone	140 152	63 658
Travel and accommodation	1 200 397	1 026 380
Website development	127 870	214 034
	11 185 381	**8 221 067**

8. Arrangement of meetings and rallies

Marketing	15 123 608	4 718 808
Refreshments : meetings	-	44 594
	15 123 608	**4 763 402**

9. Personnel expenditure

Salaries and wages	22 880 640	16 596 615

10. Unutilised surplus

Accumulated surplus / (deficit) transferred from previous year	4 936 747	(847 768)
Surplus for the year	1 382 012	5 784 515
	6 318 759	**4 936 747**

11. Cash (used in) generated from operations

Surplus for the year	1 382 012	5 784 515
Adjustments for:		
Interest received	(406 472)	(329 293)
Depreciation on property, plant and equipment	-	42 996
Changes in working capital:		
Trade and other receivables	(12 641 678)	1 602 965
Trade and other payables	65 476	(1 407 624)
	(11 600 662)	**5 693 559**

12. Taxation

No provision has been made for taxation as the Political Parties Fund is exempt from taxation in terms of legislature.