# ActionSA IEC - Political Representatives Fund

## Amended financial statements
## for the ten months ended 31 March 2025

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

## Accounting Officer's Responsibilities and Approval

The Accounting Officer is required by the Financial Management of Parliament and Provincial Legislatures Act (10 of 2009) (FMPPLA), to maintain adequate accounting records and is responsible for the content and integrity of the amended financial statements and related financial information included in this report. It is his responsibility to ensure that the amended financial statements fairly present the state of affairs of the Legislature as at the end of the financial ten months 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 amended financial statements.

The amended financial statements have been prepared in accordance with Standards of Generally Recognised Accounting Practice (Standards of GRAP).

The amended financial statements are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The Accounting Officer acknowledges that he is ultimately responsible for the system of internal financial control established by the Legislature and place 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 Legislatures'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 amended financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The Accounting Officer has reviewed the Legislature's cash flow forecast for the period ended 30 April 2025 and, in the light of this review and the current financial position, he is satisfied that the Legislature has or has access to adequate resources.

The external auditors are responsible for independently reviewing and reporting on the Legislature's amended financial statements. The amended financial statements have been examined by the Legislature's external auditors and their report is presented on pages 3 to 5.

The amended financial statements set out on pages 6 to 11, which have been prepared on the going concern basis, were approved by the Accounting Officer on 27 June 2025 and were signed on its behalf by:

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

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

**To the Chief Executive Officer of the Political Representatives Fund in respect of the ActionSA IEC - Political Representaives Fund**

## Opinion

We have audited the amended financial statements of ActionSA IEC - Political Representatives Fund, which comprise the statement of financial position at 31 March 2025, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the ten months then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 6 to 11.

In our opinion, the amended financial statements present fairly, in all material respects, the financial position of ActionSA IEC - Political Representatives Fund at 31 March 2025, and its financial performance and cash flows for the ten months then ended in accordance with Standards of Generally Recognised Accounting Practice (Standards of GRAP) and the requirements of the Political Funding Act, 2018 as amended by the Electoral Matters Amendment Act 14 of 2024.

## 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 Financial Statements section of our report. We are independent of the political party 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 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 Accounting Officer is responsible for the other information. The other information comprises the Accounting Officer's Report as required by the Political Funding Act, 2018 as amended by the Electoral Matters Amendment Act 14 of 2024. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the amended 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 amended financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the amended 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 Accounting Officer for the Amended Financial Statements**

The Accounting Officer is responsible for the preparation and fair presentation of the amended financial statements in accordance with Standards of Generally Recognised Accounting Practice (Standards of GRAP) and the requirements of the Political Funding Act, 2018 as amended by the Electoral Matters Amendment Act 14 of 2024, and for such internal control as the Accounting Officer determines is necessary to enable the preparation of amended financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the amended financial statements, the Accounting Officer is responsible for assessing the political party'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 Accounting Officer either intends to liquidate the political party or to cease operations, or have no realistic alternative but to do so.

The Accounting Officer is responsible for overseeing the political party's financial reporting process.

**Auditor's Responsibilities for the Audit of the Amended Financial Statements**

Our objectives are to obtain reasonable assurance about whether the amended 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 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 amended 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 overide of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Accounting Officer.

- Conclude on the appropriateness of the Accounting Officer's 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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 entity to cease as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the amended financials statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Accounting Officer 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.

**Report on Other Legal and Regulatory Requirements**

We, the undersigned, in our capacity as the duly appointed auditor of ActionSA Political Party, 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)(i) of the Act.

We have inspected the documents received from the appointed Accounting Officer on 23 June 2025 and performed an audit as required in terms of Section 12(3) of the Political Funding Act, 2018 as amended by the Electoral Matters Amendment Act 14 of 2024. Section 12(3) of the Political Funding Act, 2018 as amended by the Electoral Matters Amendment Act 14 of 2024 provides that we express an opinion on those statements:



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(a) We confirm that there were no donations received by the political party that comply with section 8(1) ;
(b) We confirm that there were no listing of the donations required to be disclosed in terms of section 9(1);
(c) We confirm that there were no 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 there were no monies lent to the political party on commercial terms.

We further specifically confirm that:

- The ActionSA Political Party has received the total amount of funding due and payable from the Fund, during the financial year, into the the bank account nominated in terms of Section 12(1)(b) of the Act.

- None of the monies allocated to the ActionSA Political Party have been spent in contravention with Section 7 of the Act.

- There were no monies received by the political party other than provided for this Act.

- There were no donations received by the political party.

- We have performed an elementary test (sampling method) of the ActionSA Political Party's internal controls for use of Fund monies against their documented policies.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Y. Maharaj

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

**Durban**
**27 June 2025**



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## Statement of Financial Position

| Figures in Rand | Note | 2025 |
|---|---|---|
| **Assets** | | |
| Current Assets | | |
| Trade and other receivables | 2 | 40 147 |
| Cash and cash equivalents | 3 | 8 589 |
| | | **48 736** |
| **Total Assets** | | **48 736** |
| **Funds and Liabilities** | | |
| **Funds** | | |
| Net surplus | | 23 236 |
| **Liabilities** | | |
| Current Liability | | |
| Trade and other payables | 4 | 25 500 |
| **Total Equity and Liabilities** | | **48 736** |

# Statement of Comprehensive Income

| Figures in Rand | Note | ten months 2025 |
|---|---|---|
| **Income** | | |
| Allocation from Fund - PRF | | 3 933 654 |
| Allocation from Fund - MPDF | | 452 201 |
| | | **4 385 855** |
| **Expenses** | | |
| Administration | 5 | (26 268) |
| Arrangement of meetings and rallies | 6 | (2 994 482) |
| Personnel expenditure | 7 | (1 268 643) |
| Promotions and publications | 8 | (73 226) |
| | | **(4 362 619)** |
| **Surplus for the ten months** | | **23 236** |
| Other comprehensive income | | - |
| **Total comprehensive surplus for the ten months** | | **23 236** |

## Statement of Changes in Equity

| Figures in Rand | Net surplus | Total equity |
|---|---|---|
| **Balance at 01 June 2024** | - | - |
| Total comprehensive surplus for the ten months | 23 236 | 23 236 |
| Total changes | 23 236 | 23 236 |
| **Balance at 31 March 2025** | **23 236** | **23 236** |

## Statement Of Cash Flows

| Figures in Rand | Note | ten months 2025 |
|---|---|---|
| **Cash flows from operating activities** | | |
| Cash generated from operations | 10 | 8 589 |
| **Total cash movement for the ten months** | | **8 589** |
| **Total cash at end of the ten months** | 3 | **8 589** |

# Accounting Policies

## 1. Presentation of Amended Financial Statements

The amended financial statements have been prepared in accordance with Standards of Generally Recognised Accounting Practice (Standards of GRAP), and the Political Funding Act, 2018 as amended by the Electoral Matters Amendment Act 14 of 2024. The amended 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 Revenue

Revenue is measured at the fair value of the consideration received or receivable. Allocations from the fund to the respective Represented Political Parties participating in Parliament and / or Provincial Legislature are accounted for as income on the accrual basis.

# Notes to the Amended Financial Statements

| Figures in Rand | 2025 |
|---|---|

## 2. Trade and other receivables

| | |
|---|---|
| Trade receivables | 40 147 |

## 3. Cash and cash equivalents

Cash and cash equivalents consist of:

| | |
|---|---|
| Bank balances | 8 589 |

## 4. Trade and other payables

| | |
|---|---|
| Trade payables | 25 500 |

## 5. Administration

| | |
|---|---|
| Audit fee - current period | 25 500 |
| Bank charges | 768 |
| | **26 268** |

## 6. Arrangement of meetings and rallies

| | |
|---|---|
| Meetings and development expenses | 2 994 482 |

## 7. Personnel expenditure

| | |
|---|---|
| Salaries and wages | 1 268 643 |

## 8. Promotions and publications

| | |
|---|---|
| Advertising, digital marketing and website support | 73 226 |

## 9. Unutilised surplus

| | |
|---|---|
| Surplus for the ten months | 23 236 |

## 10. Cash generated from operations

| | |
|---|---|
| Surplus for the ten months | 23 236 |
| **Changes in working capital:** | |
| Trade and other receivables | (40 147) |
| Trade and other payables | 25 500 |
| | **8 589** |

## 11. Operating surplus

Operating surplus for the ten months is stated after accounting for the following:

| | |
|---|---|
| Government appropriation | 4 385 855 |

## 12. Taxation

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