

Western Province Cricket Club
Financial Statements
for the year ended 31 May 2024

These financial statements were prepared by:
Alan Billson
CA (SA)
Moore Cape Town Inc.
Chartered Accountants (SA)
Registered Auditors

These financial statements have been audited in compliance with the applicable requirements of the Constitution of Western
Province Cricket Club.

Issued 26 August 2024

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

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

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

Detailed Income Statement	16
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The financial statements set out on page 4-16, which have been prepared on the going concern basis, were approved by the executive committee on 29 August 2024 and were signed on its behalf by:



S Palframan



S Fisher

Independent Auditor's Report

To the Shareholders of Western Province Cricket Club

Opinion

We have audited the financial statements of Western Province Cricket Club set out on pages 4 to 15, which comprise the statement of financial position as at 31 May 2024, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Western Province Cricket Club as at 31 May 2024, and its financial performance and cash flows for the year then ended in accordance with the entity specific accounting policies as outlined in Note 1 and the requirements of the Constitution of Western Province Cricket Club.

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 club 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 corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter -Basis of Accounting

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the club's own accounting policies to satisfy the financial information needs of the club's members. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Information

The executive committee are responsible for the other information. The other information comprises the information included in the document titled "Western Province Cricket Club financial statements for the year ended 31 May 2024", which includes the supplementary information as set out on page 16. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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 Executive Committee for the Financial Statements

The executive committee are responsible for the preparation and fair presentation of the financial statements in accordance with the basis of accounting described in Note 1 and the requirements of the Constitution of Western Province Cricket Club, and for such internal control as the executive committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the executive committee are responsible for assessing the club'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 executive committee either intend to liquidate the club or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 International Standards on Auditing 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 International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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 club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the executive committee.
- Conclude on the appropriateness of the executive committee'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 club'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 club to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the executive committee 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.

Moore Cape Town Inc.

Moore Cape Town Inc.
Chartered Accountants (SA)
Registered Auditors

Per: Kudzai Marewasei Kuipa
Chartered Accountant (SA)
Registered Auditor

26 August 2024

Cape Town

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Statement of Financial Position as at 31 May 2024

Figures in Rand	2024	2023
Assets		
Non-Current Assets		
Property, plant and equipment	55 295 347	52 941 921
Current Assets		
Inventories	452 522	412 048
Trade and other receivables	954 609	1 393 037
Cash and cash equivalents	1 967 255	2 356 680
	3 374 386	4 161 765
Total Assets	58 669 733	57 103 686
Equity and Liabilities		
Equity		
Accumulated surplus	46 162 526	45 765 719
Liabilities		
Non-Current Liabilities		
Provisions	3 600 000	3 600 000
Deferred revenue	704 927	721 453
Other financial liabilities	2 089 397	-
	6 394 324	4 321 453
Current Liabilities		
Trade and other payables	3 000 039	4 014 023
Subscriptions received in advance	1 988 479	2 369 231
Provisions	658 602	633 260
Other financial liabilities	465 763	-
	6 112 883	7 016 514
Total Liabilities	12 507 207	11 337 967
Total Equity and Liabilities	58 669 733	57 103 686

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Statement of Comprehensive Income

Figures in Rand	2024	2023
Revenue	15 362 033	14 084 772
Other income	3 172 577	3 095 400
Operating expenses	(17 910 715)	(16 876 680)
Operating profit	623 895	303 492
Finance costs	(227 088)	(1 556)
Profit before taxation	396 807	301 936
Taxation	-	-
Profit for the year	396 807	301 936
Other comprehensive income	-	-
Total comprehensive income for the year	396 807	301 936

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Statement of Changes in Equity

Figures in Rand	Accumulated surplus	Total equity
Balance at 01 June 2022	45 463 783	45 463 783
Profit for the year	301 936	301 936
Other comprehensive income	-	-
Total comprehensive income for the year	301 936	301 936
Balance at 01 June 2023	45 765 719	45 765 719
Profit for the year	396 807	396 807
Other comprehensive income	-	-
Total comprehensive income for the year	396 807	396 807
Balance at 31 May 2024	46 162 526	46 162 526

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Statement of Cash Flows

Figures in Rand	2024	2023
Cash flows from operating activities		
Cash receipts from customers	17 149 173	16 514 918
Cash paid to suppliers and employees	(16 982 750)	(16 462 272)
Cash generated from operations	166 423	52 646
Proceeds from issue of debentures	325 000	-
Finance costs	(5 699)	(1 556)
Net cash from operating activities	485 724	51 090
Cash flows from investing activities		
Purchase of property, plant and equipment	(234 397)	(605 305)
Cash flows from financing activities		
Repayment of other financial liabilities	(640 752)	-
Total cash movement for the year	(389 425)	(554 215)
Cash and cash equivalents at the beginning of the year	2 356 680	2 910 895
Total cash at end of the year	1 967 255	2 356 680

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The financial statements have been prepared in accordance with accounting policies as set out below. The financial statements have been prepared on the historical cost basis. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Significant judgements and sources of estimation uncertainty

Critical judgements in applying accounting policies

Management are required to make critical judgements in applying accounting policies from time to time. The judgements, apart from those involving estimations, that have the most significant effect on the amounts recognised in the financial statements, are outlined as follows:

Key sources of estimation uncertainty

Useful lives of property, plant and equipment

The club's management determines the estimated useful lives and related depreciation charges for its property, plant and equipment. The estimate is based on projected lifecycles. Management will increase the depreciation charge where useful lives are less than previously estimated, or it will write-off or write-down obsolete assets that have been abandoned or sold.

Provisions

Provisions are inherently based on assumptions and estimates using the best information available. Additional disclosure of these estimates of provisions are included in note 6 - Provisions.

Taxation

The club is classified as a recreational club in terms of Section 30A of the Income Tax Act and its income is therefore partially exempt from income tax in terms of section 10(1)(cO) of Income Tax Act.

1.2 Property, plant and equipment

Property, plant and equipment are tangible assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the club.

The useful lives of items of property, plant and equipment have been assessed as follows:

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Accounting Policies

1.2 Property, plant and equipment (continued)

Item	Depreciation method	Average useful life
Buildings	Straight line	50 years
Catering equipment	Straight line	4 years
Computer equipment	Straight line	3 years
Furniture and fixtures	Straight line	10 years
Gym equipment	Straight line	4 years
Land	Straight line	Indefinite
Lifts and Hoists	Straight line	14 years
Motor vehicles	Straight line	4 years
Office equipment	Straight line	10 years
Plant and machinery	Straight line	5 years

1.3 Financial instruments

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. They are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

Financial instruments at fair value

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through profit or loss.

1.4 Tax

Current tax assets and liabilities

The club is classified as a recreational club in terms of Section 30A of the Income Tax Act and its income is therefore partially exempt from income tax in terms of section 10(1)(cO) of the Income Tax Act.

1.5 Inventories

Inventories are measured at the lower of cost and estimated selling price less costs to complete and sell, on the first-in, first-out (FIFO) basis.

1.6 Impairment of assets

The company assesses at each reporting date whether there is any indication that property, plant and equipment may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Accounting Policies

1.6 Impairment of assets (continued)

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

1.7 Provisions and contingencies

Provisions are recognised when the club has an obligation at the reporting date as a result of a past event; it is probable that the club will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

1.8 Revenue

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 and discounts and volume rebates and value added tax.

Income from members.

Income from members fees (subscriptions; entrance fees; levies) and life memberships are recognised when received and/or when the club becomes entitled to such income.

Income from bar sales, sport sections and sundries are recognised when received.

Income from discounted life membership subscriptions are deferred and released to income over the expected lives of the members.

1.9 Borrowing costs

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

1.10 Debentures

Redeemable debentures

Redeemable debentures bear no interest and are redeemed at cost on redemption date.

Non-redeemable debentures

Non-redeemable debentures bear no interest and income is recognised evenly over the life of the debentures.

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Notes to the Financial Statements

Figures in Rand 2024 2023

2. Property, plant and equipment

	2024			2023		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Land and Buildings	73 340 801	(22 275 625)	51 065 176	73 340 801	(22 275 625)	51 065 176
Plant and machinery	6 814 311	(3 149 881)	3 664 430	3 923 027	(2 691 829)	1 231 198
Furniture and fixtures	1 195 902	(630 162)	565 741	934 906	(289 359)	645 547
Motor vehicles	102 136	(102 136)	-	102 136	(102 136)	-
Lifts and hoists	314 901	(314 901)	-	314 901	(314 901)	-
Total	81 768 051	(26 472 705)	55 295 347	78 615 771	(25 673 850)	52 941 921

Reconciliation of property, plant and equipment - 2024

	Opening balance	Additions	Depreciation	Closing balance
Land and Buildings	51 065 176	-	-	51 065 176
Plant and machinery	1 231 198	2 891 284	(458 052)	3 664 430
Furniture and fixtures	645 547	4 667	(84 473)	565 741
	52 941 921	2 895 951	(542 525)	55 295 347

Reconciliation of property, plant and equipment - 2023

	Opening balance	Additions	Depreciation	Closing balance
Land and Buildings	51 065 176	-	-	51 065 176
Plant and machinery	1 680 747	-	(449 549)	1 231 198
Furniture and fixtures	117 923	605 305	(77 681)	645 547
	52 863 846	605 305	(527 230)	52 941 921

Property, plant and equipment encumbered

The following assets are subject to an instalment sale agreement and have been encumbered, please refer to note 8:

Solar Plant	2 484 117	-
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Details of properties

Land and buildings comprise of

- Erf 166015 situated at 146 Campground road, Newlands	14 801 150	14 801 150
- Erf 166062 situated at Avenue de Mist, Newlands	36 264 026	36 264 026
	51 065 176	51 065 176

3. Inventories

Bar Stock	347 397	290 113
Merchandise	105 125	121 935
	452 522	412 048

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Notes to the Financial Statements

Figures in Rand 2024 2023

4. Trade and other receivables

Trade receivables	954 609	1 336 826
VAT	-	50 711
Deposits	-	5 500
	<u>954 609</u>	<u>1 393 037</u>

5. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	23 558	44 693
Bank balances	1 943 697	2 311 987
	<u>1 967 255</u>	<u>2 356 680</u>

6. Provisions

Reconciliation of provisions - 2024

	Opening balance	Additions	Utilised during the year	Closing balance
Provisions for employee benefits	448 260	511 602	(448 260)	511 602
Provision for maintenance	3 600 000	-	-	3 600 000
Sundry provisions	185 000	130 629	(168 629)	147 000
	<u>4 233 260</u>	<u>642 231</u>	<u>(616 889)</u>	<u>4 258 602</u>

Reconciliation of provisions - 2023

	Opening balance	Additions	Utilised during the year	Closing balance
Provisions for employee benefits	437 931	416 117	(405 788)	448 260
Provision for maintenance	3 348 369	251 631	-	3 600 000
Sundry provisions	243 859	197 629	(256 488)	185 000
	<u>4 030 159</u>	<u>865 377</u>	<u>(662 276)</u>	<u>4 233 260</u>

Net provisions

Non-current liabilities	3 600 000	3 600 000
Current liabilities	658 602	633 260
	<u>4 258 602</u>	<u>4 233 260</u>

7. Deferred revenue

Reconciliation of deferred revenue -2024

	Astro Turf	Non-redeemable debentures	Total
Total balance at beginning of year	721 453	-	721 453
Add: Prior period current portion	(276 525)	-	(276 525)
Add: Expired in current year and released to income	-	-	-
Add: Accrued and deferred during the year	-	325 000	325 000
Less: Released to income during the year	276 525	-	276 525
Less: Current portion included in trade and other payables (see note 9)	<u>(276 525)</u>	<u>(65 000)</u>	<u>(341 525)</u>
	<u>444 928</u>	<u>260 000</u>	<u>704 928</u>

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Notes to the Financial Statements

Figures in Rand	2024	2023	
7. Deferred revenue (continued)			
Reconciliation of deferred revenue -2023	Astro Turf	Non-redeemable debentures	Total
Total balance at beginning of year	997 978	-	997 978
Add: Prior period current portion	(276 525)	-	(276 525)
Add: Expired in current year and released to income	-	-	-
Add: Accrued and deferred during the year	-	-	-
Less: Released to income during the year	276 525	-	276 525
Less: Current portion included in trade and other payables (see note 9)	(276 525)	-	(276 525)
	721 453	-	721 453
*In the current year, the Company issued 65 debentures at R5000 each. As of the reporting date, none of these debentures have been utilized. These debentures are non-redeemable and will expire on 5 April 2029.			
8. Other financial liabilities			
Installment sale Wesbank- Non Current portion	2 089 397	-	-
Installment sale Wesbank- Current portion	465 763	-	-
	2 555 160	-	-
The loan is secured against the solar panels (refer to Note 2), bears interest at 12,75% and is payable in monthly instalments of R60 912.			
9. Trade and other payables			
Trade payables	693 328	749 069	-
VAT	42 618	-	-
Income received in advance	447 197	517 133	-
Current portion of deferred revenue	341 525	276 525	-
Sundry accruals	920 351	1 149 947	-
Sectional current accounts	366 593	341 665	-
Other payables	188 427	979 684	-
	3 000 039	4 014 023	-
10. Subscriptions received in advance			
Opening balance	2 369 231	2 750 878	-
Add: Subscriptions raised during the year	5 966 997	5 484 203	-
Less: Released to income during the year	(6 347 750)	(5 865 851)	-
	1 988 478	2 369 231	-
Current liabilities			
At amortised cost	1 988 479	2 369 231	-

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Notes to the Financial Statements

Figures in Rand	2024	2023
11. Revenue		
Bars	2 268 774	2 039 077
Entrance fees	150 873	95 904
Membership subscriptions	6 376 873	5 890 323
Rental Income	3 428 165	3 438 534
Sport sections	2 032 348	1 662 238
Suite and advertising income	1 105 000	958 696
	15 362 033	14 084 772
12. Other income		
Debenture income	-	698 545
Interest received	33 102	47 799
Rental income	1 536 449	1 425 108
Advertising income	870 771	750 510
Sundry income	732 255	173 438
	3 172 577	3 095 400
13. Finance costs		
Interest paid	5 699	1 556
Other financial liabilities	221 389	-
	227 088	1 556
14. Taxation		
The club is classified as a recreational club in terms of Sections 30A of the Income Tax Act and its income is therefore partially exempt from income tax in terms of section 10(1)(cO) of the income Tax Act.		
15. Cash generated from operations		
Net profit before taxation	396 807	301 936
Adjustments for:		
Depreciation and amortisation	542 526	527 231
Movement in provisions	25 342	203 101
Proceeds from issue of debentures	325 000	-
Subscriptions released to the income (Refer to Note 10)	(6 347 750)	(5 865 851)
Debentures (Refer to Note 7)	(16 525)	(276 525)
Subscriptions received during the year (Refer to Note 10)	5 966 997	5 484 203
Finance costs	227 088	1 556
Changes in working capital:		
(Increase) decrease in inventories	(40 474)	(98 910)
(Increase) decrease in trade and other receivables	442 908	(7 081)
Increase (decrease) in trade and other payables	(1 030 496)	(217 013)
	491 423	52 647
16. Going concern		
The executive committee believe that the Club has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on the going concern basis. The executive committee have satisfied themselves that the Club is in a sound financial position and that it has access to sufficient finance to meet its foreseeable cash requirements. The executive committee are not aware of any new material changes that may adversely impact the club.		

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Notes to the Financial Statements

Figures in Rand

2024

2023

17. Events after the reporting period

The executive committee are not aware of any material event which occurred after the reporting date and up to the date of this report.

Western Province Cricket Club

Financial Statements for the year ended 31 May 2024

Detailed Income Statement

Figures in Rand	2024	2023
Revenue		
Bars	2 268 774	2 039 077
Entrance fees	150 873	95 904
Membership subscriptions	6 376 873	5 890 323
Representative cricket	3 428 165	3 438 534
Sport sections	2 032 348	1 662 238
Suite and advertising income	1 105 000	958 696
	11	
	15 362 033	14 084 772
Other income		
Advertising income	870 771	750 510
Debenture income	-	698 545
Interest received	33 102	47 799
Rental income	1 536 449	1 425 108
Sundry income	732 255	173 438
	3 172 577	3 095 400
Operating expenses		
Administration	5 599 398	5 320 615
Grounds	5 690 716	5 220 337
Maintenance	1 053 702	1 206 878
Marketing	205 784	120 062
Operations	3 118 418	2 851 556
Representative cricket	454 158	313 282
Sport section	1 788 539	1 843 950
	17 910 715	16 876 680
Operating profit	623 895	303 492
Finance costs	13	(1 556)
Profit for the year	396 807	301 936