

Off Beat Holiday Club
(Registration number 010-474 NPO)
Financial statements
for the year ended 31 March 2017



GR (SA) / CA (SA)

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Ashlea Gardens
MENLO PARK
PRETORIA 0081

P.O. BOX / POSBUS 35788
MENLO PARK 0102



Gregory, Butt & Marx

Chartered Accountants (SA)
Geoktrooiëerde Rekenmeesters (SA)

Registered Accountants and Auditors
Geregistreerde Rekenmeesters en
Ouditeure



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Off Beat Holiday Club

(Registration number 010-474 NPO)

Financial Statements for the year ended 31 March 2017

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Providing timeshare rental for members of SAPS
Committee members	G. Pillay T.A. Mashigo W.H. Steyn S.J. Hankins D. Bouwer B.H. Matloko
Registered office	Eulophia Corner 2 Quintin Brand Street Persequor Park 0020
Business address	Eulophia Corner 2 Quintin Brand Street Persequor Park 0020
Postal address	P.O. Box 183 Persequor Park Pretoria 0020
Bankers	ABSA Limited
Auditors	Gregory, Butt & Marx Chartered Accountants (SA) Registered Auditors
Secretary	K. Kleynhans
Registration number	010-474 NPO

Off Beat Holiday Club

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

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

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Level of assurance

These financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

Preparer

J.C. Scheepers
Professional Accountant (SA)

Published

29 June 2017

Off Beat Holiday Club

(Registration number 010-474 NPO)

Financial Statements for the year ended 31 March 2017

Audit Committee Report

1. Members of the Audit Committee

The members of the audit committee are all independent non-executive members of club and include:

Name

D. Boucher
S.J. Hankins
B.H. Matloko

The committee is satisfied that the members thereof have the required knowledge and experience as set out in Section 94(5) of the Companies Act 71 of 2008 and Regulation 42 of the Companies Regulation, 2011

2. Meetings held by the Audit Committee

The audit committee performs the duties laid upon it by Section 94(7) of the Companies Act 71 of 2008 by holding meetings with the key role players on a regular basis and by the unrestricted access granted to the external auditor's.

3. External auditor

The committee satisfied itself through enquiry that the external auditor is independent as defined by the Companies Act 71 of 2008 and as per the standards stipulated by the auditing profession. Requisite assurance was sought and provided by the auditor that internal governance processes within the firm support and demonstrate the claim to independence.

The audit committee in consultation with executive management, agreed to the terms of the engagement. The audit fee for the external audit has been considered and approved taking into consideration such factors as the timing of the audit, the extent of the work required and the scope.

4. Financial statements

Following the review of the financial statements the audit committee recommend board approval thereof.

On behalf of the audit committee



D. Boucher
Chairman Audit Committee
Pretoria
29 June 2017

Off Beat Holiday Club

(Registration number 010-474 NPO)

Financial Statements for the year ended 31 March 2017

Committee Members' Responsibilities and Approval

The board of committee members are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the club as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditor is engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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

The committee members are 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The committee members have reviewed the club's cash flow forecast for the year to 31 March 2018 and, in the light of this review and the current financial position, they are satisfied that the club has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditor is responsible for independently auditing and reporting on the club's financial statements. The financial statements have been examined by the club's external auditor and their report is presented on page 5.

The financial statements set out on pages 7 to 21, which have been prepared on the going concern basis, were approved by the board of committee members on 29 June 2017 and were signed on its behalf by:



W.H. Steyn

29 June 2017

Independent Auditor's Report

To the committee members of Off Beat Holiday Club

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Off Beat Holiday Club set out on pages 8 to 20, which comprise the statement of financial position as at 31 March 2017, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and 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 Off Beat Holiday Club as at 31 March 2017, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing. 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 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 committee members are responsible for the other information. The other information comprises the Committee Members' Report and Audit Committee Report as required by the Companies Act 71 of 2008, which we obtained prior to the date of this report. 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 committee members for the Financial Statements

The committee members are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the committee members 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 committee members 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 committee members either intend to liquidate the club or to cease operations, or have no realistic alternative but to do so.



Independent Auditor's Report

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.

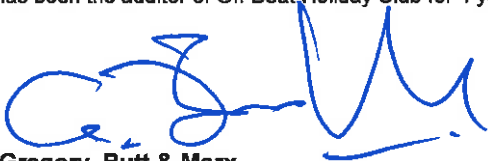
As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- 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 committee members.
- 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 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 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.

Report on other legal and regulatory requirements

In terms of the IRBA Rule published in Government Gazette Number 39475 dated 4 December 2015, we report that Gregory, Butt & Marx has been the auditor of Off Beat Holiday Club for 4 years.



Gregory, Butt & Marx
Chartered Accountants (SA)
Registered Auditors

Per: L.T. Gregory
Chartered Accountant (SA)
Registered Auditor (RA no. 349402)
Partner

29 June 2017

36 Lebombo Road
Ashlea Gardens
Pretoria
0081

Off Beat Holiday Club

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Financial Statements for the year ended 31 March 2017

Committee Members' Report

The board of committee members have pleasure in submitting their report on the financial statements of Off Beat Holiday Club for the year ended 31 March 2017.

1. Nature of business

The club is engaged in providing timeshare rental for members of SAPS and operates principally in South Africa.

The main objective of the club is to acquire timeshare weeks from a variety of holiday resorts, in order to allow members of the club access to affordable holidays.

The secondary objective of the club is to trade in holiday weeks with the view on enhancing the quality of the timeshare stock.

There have been no material changes to the nature of the club's business from the prior year.

2. Review of financial results and activities

The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the club are set out in these financial statements.

3. Committee members

The committee members in office at the date of this report are as follows:

Committee members	Nationality	Changes
M. Chetty	South African	Deceased 14 November 2016
R.B. Brandt	South African	Deceased 07 September 2016
G. Pillay	South African	
T.A. Mashigo	South African	
W.H. Steyn	South African	
S.J. Hankins	South African	
D. Bower	South African	Appointed 16 February 2017
B.H. Matloko	South African	Appointed 16 February 2017

4. Events after the reporting period

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

5. Auditors

Gregory, Butt & Marx continued in office as auditors for the club for 2017.

6. Secretary

The company secretary is K. Kleynhans.

Business address

Eulophia Corner
2 Quintin Brand Street
Persequor Park
Pretoria
0020

Off Beat Holiday Club

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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			
Non-Current Assets			
Property, plant and equipment	3	516 731	693 592
Investment property	2	5 828 021	5 828 021
Investment in associate	4	100	100
Loans to group companies	5	4 780 799	4 772 673
Other financial assets	6	6 121 325	3 565 884
Timeshare investment	7	182 206 390	173 311 955
		199 453 366	188 172 225
Current Assets			
Trade and other receivables	8	582 499	563 666
Cash and cash equivalents	9	858 455	1 606 745
		1 440 954	2 170 411
Total Assets		200 894 320	190 342 636
Equity and Liabilities			
Equity			
Retained income		198 477 091	189 676 094
Liabilities			
Current Liabilities			
Trade and other payables	11	2 060 263	394 145
Provisions	10	356 966	265 430
Bank overdraft	9		6 967
		2 417 229	666 542
Total Equity and Liabilities		200 894 320	190 342 636

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Financial Statements for the year ended 31 March 2017

Statement of Comprehensive Income

Figures in Rand	Note(s)	2017	2016
Revenue	12	9 637 181	8 549 791
Other income		283 965	259 326
Operating expenses		(5 655 439)	(5 138 638)
Operating profit		4 265 707	3 670 479
Investment revenue	13	665 736	646 132
Fair value adjustments	14	3 869 611	6 274 269
Finance costs	15	(57)	(356)
Profit for the year		8 800 997	10 590 524
Other comprehensive income			-
Total comprehensive income for the year		8 800 997	10 590 524

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Financial Statements for the year ended 31 March 2017

Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
Balance at 01 April 2015	179 085 570	179 085 570
Profit for the year	10 590 524	10 590 524
Other comprehensive income	-	-
Total comprehensive income for the year	10 590 524	10 590 524
Balance at 01 April 2016	189 676 094	189 676 094
Profit for the year	8 800 997	8 800 997
Other comprehensive income	-	-
Total comprehensive income for the year	8 800 997	8 800 997
Balance at 31 March 2017	198 477 091	198 477 091
Note(s)		

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Statement of Cash Flows

Figures in Rand	Note(s)	2017	2016
Cash flows from operating activities			
Cash receipts from members		9 760 423	8 549 791
Cash paid to suppliers and employees		(3 579 034)	(5 035 666)
Cash generated from operations	17	6 181 389	3 514 125
Interest income		641 521	629 302
Dividends received		24 215	16 830
Finance costs		(57)	(356)
Net cash from operating activities		6 847 068	4 159 901
Cash flows from investing activities			
Purchase of property, plant and equipment	3	-	(63 500)
Purchase of investment property	2	-	(5 828 021)
Loans to associates repaid		(8 126)	5 844 845
Purchase of financial assets		(2 360 000)	(860 000)
Other movement of financial assets		(121 343)	(96 960)
Purchase of timeshare investment		(5 098 922)	(2 913 000)
Net cash from investing activities		(7 588 391)	(3 916 636)
Total cash movement for the year		(741 323)	243 265
Cash at the beginning of the year		1 599 778	1 356 513
Total cash at end of the year	9	858 455	1 599 778

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Financial Statements for the year ended 31 March 2017

Accounting Policies

1. Presentation of financial statements

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs, 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 is carried at cost less accumulated depreciation and accumulated impairment losses.

Cost include 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.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment as follows:

Item	Depreciation method	Average useful life
Furniture and fixtures	Straight line	6 years
Motor vehicles	Straight line	5 years
Office equipment	Straight line	6 years
IT equipment	Straight line	3 years
Paintings	Straight line	25 years

If the major components of an item of property, plant and equipment have significantly different patterns of consumption of economic benefits, the cost of the asset is allocated to its major components and each such component is depreciated separately over its useful life.

Land is not depreciated.

The residual value, depreciation method and useful life of each asset are reviewed only where there is an indication that there has been a significant change from the previous estimate.

1.2 Investments in associates

Investments in associates are accounted for using the equity method.

1.3 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, 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.

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Financial Statements for the year ended 31 March 2017

Accounting Policies

1.3 Financial instruments (continued)

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably 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, are measured at fair value through profit and loss.

1.4 Leases

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

Operating leases - lessor

Operating lease income is recognised as an income on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the receipt of payments is not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Operating leases – lessee

Operating lease payments are recognised as an expense on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the payments are not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

Any contingent rents are expensed in the period they are incurred.

1.5 Impairment of assets

The club assesses at each reporting date whether there is any indication that property, plant and equipment or intangible assets or goodwill 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.

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.

1.6 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.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

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Financial Statements for the year ended 31 March 2017

Accounting Policies

1.7 Revenue

Revenue is recognised to the extent that the club has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the club. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

1.8 Borrowing costs

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

1.9 Timeshare Investment

Timeshare investment are carried at current market value as at year end.

Off Beat Holiday Club

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Financial Statements for the year ended 31 March 2017

Notes to the Financial Statements

Figures in Rand 2017 2016

2. Investment property

Reconciliation of investment property - 2017

	Opening balance	Total
Investment property	5 828 021	5 828 021

Reconciliation of investment property - 2016

	Opening balance	Additions	Additions resulting from capitalised subsequent expenditure	Total
Investment property	-	5 793 652	34 369	5 828 021

Details of property

Unit 11, Eulophia Corner, Sectional Scheme nr 378, Persequor, Pretoria

Title deed nr ST43878/2015

- Purchase price: 20 May 2015

- Capitalised expenditure

5 793 652	5 793 652
34 369	34 369
5 828 021	5 828 021

A register containing the information required by Regulation 25(3) of the Companies Regulations, 2011 is available for inspection at the registered office of the company.

3. Property, plant and equipment

	2017			2016		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Furniture and fixtures	683 698	(446 064)	237 634	683 698	(350 273)	333 425
Motor vehicles	298 276	(208 793)	89 483	298 276	(149 138)	149 138
Office equipment	65 148	(29 859)	35 289	65 148	(19 001)	46 147
IT equipment	176 463	(176 458)	5	176 463	(172 675)	3 788
Paintings	169 350	(15 030)	154 320	169 350	(8 256)	161 094
Total	1 392 935	(876 204)	516 731	1 392 935	(699 343)	693 592

Reconciliation of property, plant and equipment - 2017

	Opening balance	Depreciation	Total
Furniture and fixtures	333 425	(95 791)	237 634
Motor vehicles	149 138	(59 655)	89 483
Office equipment	46 147	(10 858)	35 289
IT equipment	3 788	(3 783)	5
Paintings	161 094	(6 774)	154 320
	693 592	(176 861)	516 731

Off Beat Holiday Club

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Financial Statements for the year ended 31 March 2017

Notes to the Financial Statements

Figures in Rand

2017

2016

3. Property, plant and equipment (continued)

Reconciliation of property, plant and equipment - 2016

	Opening balance	Additions	Depreciation	Total
Furniture and fixtures	429 216	-	(95 791)	333 425
Motor vehicles	208 793	-	(59 655)	149 138
Office equipment	57 005	-	(10 858)	46 147
IT equipment	50 574	-	(46 786)	3 788
Paintings	103 733	63 500	(6 139)	161 094
	849 321	63 500	(219 229)	693 592

4. Investment in associate

Name of associate	% holding 2017	% holding 2016	Carrying amount 2017	Carrying amount 2016
Eulophia Properties (Pty) Ltd	100.00 %	100.00 %	100	100

The entity is incorporated in South Africa and share the year end of the organisation.

5. Loan to associate

Associate

Eulophia Properties (Pty) Ltd	4 780 799	4 772 673
This loan is secured, bears interest at prime less 1% and is repayable in 20 annual payments of R 568 000.		

6. Other financial assets

At fair value

Allan Gray Investment Platform Unit Trust	5 431 838	3 376 397
PSG Wealth Income Fund, PSG Wealth Moderate Fund and PSG Wealth Preserver Fund.		

At amortised cost

SARS - PAYE overpayment	189 487	189 487
Port Edward Holiday Resort NPC	500 000	-
This loan is unsecured, bears no interest and is repayable in 24 monthly instalments of R 21 000.		
	689 487	189 487

Total other financial assets

	6 121 325	3 565 884
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Non-current assets

At fair value	5 431 838	3 376 397
At amortised cost	689 487	189 487
	6 121 325	3 565 884

Off Beat Holiday Club

(Registration number 010-474 NPO)

Financial Statements for the year ended 31 March 2017

Notes to the Financial Statements

Figures in Rand 2017 2016

6. Other financial assets (continued)

Details of investments

At fair value

Allan Gray Balanced Fund - 777.11 units @ 10 152.43 cents per unit	78 895	-
Allan Gray Stable Fund - 13 651.36 units @ 3 431.28 cents per unit	468 416	-
PSG Flexible Fund (Class A) - 15 625.77 units @ 524.88 cents per unit	82 017	-
PSG Wealth Income Fund - 86 149.08 units @ 1 216.16 cents per unit	1 047 711	974 372
PSG Wealth Moderate Fund - 16 881.32 units @ 2 906.23 cents per unit	490 610	92 486
PSG Wealth Preserver Fund - 159 573.59 units @ 2 045.57 cents per unit	3 264 189	2 309 539
	5 431 838	3 376 397

7. Timeshare investment

Opening balance	173 311 955	164 219 945
Purchases	5 098 922	2 913 000
Fair value adjustment	3 795 513	6 179 010
	182 206 390	173 311 955

Timeshare investment is measured at the current market value as valued by Club Leaseure Group. As per valuation certificate dated, 28 May 2017.

8. Trade and other receivables

Sun Vacation Club	182 499	163 666
Timeshare levies pre-payments	400 000	400 000
	582 499	563 666

9. Cash and cash equivalents

Cash and cash equivalents consist of:

Cash on hand	528	779
Bank balances	857 927	1 605 966
Bank overdraft	-	(6 967)
	858 455	1 599 778
Current assets	858 455	1 606 745
Current liabilities	-	(6 967)
	858 455	1 599 778

Off Beat Holiday Club

(Registration number 010-474 NPO)

Financial Statements for the year ended 31 March 2017

Notes to the Financial Statements

Figures in Rand 2017 2016

10. Provisions

Reconciliation of provisions - 2017

	Opening balance	Additions	Total
Provision for leave pay	265 430	91 536	356 966

Reconciliation of provisions - 2016

	Opening balance	Utilised during the year	Reversed during the year	Total
Provision for leave pay	583 916	(192 986)	(125 500)	265 430

Leave pay provision is calculated using employee daily rate and multiplying it with days leave owed to employee as at year end date.

11. Trade and other payables

Sun Vacation Club		1 729 128	184 604
SARS - PAYE		-	35 772
Other payables		-	43 864
Amount due to Eulophia Properties (Pty) Ltd		55 000	-
Accrued admin fees		276 135	129 905
		2 060 263	394 145

12. Revenue

Membership fees	9 637 181	8 549 791
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13. Investment revenue

Dividend revenue

Allan Gray - Local	19 769	14 732
Allan Gray - Foreign	4 446	2 098
	24 215	16 830

Interest revenue

Allan Gray	179 098	127 118
Bank	4 297	3 376
Loan - Eulophia Properties (Pty) Ltd	458 126	498 808
	641 521	629 302
	665 736	646 132

14. Fair value adjustments

Allan Gray Investment Platform Unit Trust	74 098	30 966
Timeshare investment	3 795 513	10 463 695
	3 869 611	10 494 661

15. Finance costs

Bank	57	356
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Off Beat Holiday Club

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Financial Statements for the year ended 31 March 2017

Notes to the Financial Statements

Figures in Rand	2017	2016
16. Auditor's remuneration		
Fees	32 623	29 657
17. Cash generated from operations		
Profit before taxation	8 800 997	10 590 524
Adjustments for:		
Depreciation and amortisation	176 861	219 229
Dividends received	(24 215)	(16 830)
Interest received	(641 521)	(629 302)
Finance costs	57	356
Fair value adjustments	(3 869 611)	(6 274 269)
Movements in provisions	91 536	(318 486)
Changes in working capital:		
Trade and other receivables	(18 833)	(90 928)
Trade and other payables	1 666 118	33 831
	6 181 389	3 514 125
18. Related parties		
Relationships		
Administration company to Off Beat Holiday Club	Club Leisure Group	
Subsidiaries	Refer to note 4	
Related party balances and transactions with entities over which the company has control, joint control or significant influence		
Related party balances		
Loan accounts - Owing (to) by related parties		
Eulophia Properties (Pty) Ltd	4 780 799	4 772 673
Related party transactions		
Interest paid to (received from) related parties		
Eulophia Properties (Pty) Ltd	(458 126)	(498 808)
Rent paid to (received from) related parties		
Eulophia Properties (Pty) Ltd	-	206 606

Off Beat Holiday Club

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Financial Statements for the year ended 31 March 2017

Notes to the Financial Statements

Figures in Rand

2017

2016

19. Committee members' emoluments

Non-executive

2017

	Committee fees	Total
M. Chetty	79 020	79 020
R.B. Brandt	65 277	65 277
G. Pillay	144 297	144 297
T.A. Mashigo	106 076	106 076
W.H. Steyn	130 554	130 554
S.J. Hankins	97 916	97 916
D. Bower		
B.H. Matloko		
	623 140	623 140

2016

	Committee fees	Total
M. Chetty	198 173	198 173
R.B. Brandt	106 325	106 325
G. Pillay	111 270	111 270
T.A. Mashigo	91 489	91 489
W.H. Steyn	91 489	91 489
S.J. Hankins	89 016	89 016
	687 762	687 762

Off Beat Holiday Club

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Financial Statements for the year ended 31 March 2017

Detailed Income Statement

Figures in Rand	Note(s)	2017	2016
Revenue			
Membership fees		9 637 181	8 549 791
Other income			
Discount received		197 500	209 025
Other income		86 465	50 301
Dividends received	13	24 215	16 830
Interest received	13	641 521	629 302
Fair value adjustments	14	3 869 611	6 274 269
		4 819 312	7 179 727
Operating expenses			
AGM expenses		(134 080)	(112 278)
Administration and management fees		(1 683 967)	(1 399 882)
Advertising		(37 700)	(47 758)
Auditors remuneration	16	(32 623)	(29 657)
Bank charges		(21 231)	(15 613)
Committee members' emoluments		(623 140)	(687 762)
Computer expenses		(15 079)	(20 812)
Conference equipment		-	(3 308)
Depreciation, amortisation and impairments		(176 861)	(219 229)
Employee costs		(2 127 045)	(1 702 843)
Entertainment		(69 381)	(45 188)
Financial training		(10 944)	(14 364)
General expenses		(8 410)	(6 291)
Gifts		(24 904)	(31 813)
Honorariums		(123 046)	(111 016)
Insurance		(34 876)	(34 881)
Lease rentals on operating lease		(17 297)	(244 002)
Motor vehicle expenses		(20 428)	(22 212)
Municipal expenses		(150 368)	(99 503)
Postage		(889)	(1 289)
Printing and stationery		(5 551)	(13 960)
Repairs and maintenance		(70 518)	(14 574)
Security		(13 007)	(14 405)
Staff welfare		(15 438)	(34 077)
Subscriptions		(21 590)	(20 624)
Telephone and fax		(83 446)	(77 180)
Travel - local		(100 062)	(114 118)
Travel - overseas		(33 558)	-
		(5 655 439)	(5 138 639)
Operating profit		8 801 054	10 590 879
Finance costs	15	(57)	(356)
Profit for the year		8 800 997	10 590 523