

ITS INTEGRATOR USER GROUP

Annual financial statements for the year ended
31 December 2021

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

GENERAL INFORMATION

COUNTRY OF INCORPORATION AND DOMICILE	South Africa
NATURE OF BUSINESS AND PRINCIPAL ACTIVITIES	Afford the users of the ITS Administrative System opportunities to discuss matters of common interest and to find solutions to common problems
EXECUTIVE COMMITTEE	Juanita Frans (Chairperson) Legogang Letlhake (Vice Chairperson) Cedric Stevens Tebogo Thantsa Pravie Govender
REGISTERED OFFICE	41 Goodman Road Beyerspark Boksburg 1459
POSTAL ADDRESS	P.O. Box 25692 Eastrand 1462
BANKERS	ABSA Bank
AUDITORS	QUESTUS INC. Chartered Accountants (S.A.) Registered Auditors
ADMINISTRATOR	Ann Jack
TREASURER	Bobby Bezuidenhout

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

INDEX

The reports and statements set out below comprises of the financial statements presented to the members:

INDEX	PAGE
Report of the Independent Auditors	3
Executive Committee's Responsibilities and Approval	4
Executive Committee's Report	5
Balance Sheet	6
Income Statement	7
Cash Flow Statement	8
Accounting Policies	9
Notes to the Financial Statements	10

REPORT OF THE INDEPENDENT AUDITORS

To the members of ITS Integrator User Group

Opinion

We have audited the Financial Statements of ITS Integrator User Group set out on pages 6 - 10, which comprise the Statement of Financial Position as at 31 December 2021, the Income Statement and the Cash flow Statement for the period 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 ITS Integrator User Group as at 31 December 2021, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Companies Act 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 company in accordance with the Independent Regulatory Board for Auditors Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities 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 of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors is responsible for the other information. The other information comprises the Directors' Report as required by the Companies Act 71 of 2008 of South Africa, 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 directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the Financial Statements in accordance with International Financial Reporting Standards and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of Financial Statements that are free from material misstatements, whether due to fraud or error.

In preparing the Financial Statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

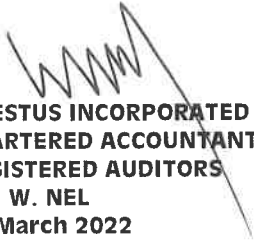
Auditor's responsibilities for the audit of the Financial Statements

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 risk 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that 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 company 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.

A handwritten signature in black ink, appearing to be 'W. NEL', is written over the printed text of the auditor's name and date.

QUESTUS INCORPORATED
CHARTERED ACCOUNTANTS (S.A)
REGISTERED AUDITORS
MR. W. NEL
01 March 2022

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

EXECUTIVE COMMITTEE'S RESPONSIBILITIES AND APPROVAL

The executive committee is required to maintain adequate accounting records and are responsible for the content and integrity of the financial statement 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 ITS Integrator User Group 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 accounting policies of ITS Integrator User Group. The external auditors are engaged to express an independent opinion on the financial statements.

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

The executive committee 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 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 ITS Integrator User Group's financial statements. The financial statements have been examined by the group's external auditors and their report is presented on page 3.

The financial statements set out on pages 6 to 10, which have been prepared on the going concern basis, were approved by the executive committee on 01 March 2022 and were signed on their behalf by:



Juanita Frans (Chairperson)



Bobby Bezuidenhout (Treasurer)

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

EXECUTIVE COMMITTEE'S REPORT

The executive committee submits their report for the year ended 31 December 2021.

1. REVIEW OF ACTIVITIES

Main business and operations

Users of ITS software to come together annually and discuss the software. They afford the users of the ITS Administrative System opportunities to discuss matters of common interest and to find solutions to common problems.

The operating results and state of affairs of ITS Integrator User Group are fully set out in the attached financial statements and do not in our opinion require any further comment.

2. GOING CONCERN

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. The basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

The ability of ITS Integrator User Group to continue as a going concern is dependent on a number of factors. The most significant of these is that the members continue to procure funding for the on going operations for ITS Integrator User Group.

3. POST BALANCE SHEET EVENTS

The executive committee is not aware of any matter or circumstance arising since the end of the financial year to date of this report.

4. EXECUTIVE COMMITTEE

At the date of this report, the Executive Committee comprised of the following persons:

Juanita Frans (Chairperson)
Legogang Letlhake (Vice Chairperson)
Cedric Stevens
Tebogo Thantsa
Pravie Govender

5. BANKERS

ABSA Bank

6. AUDITORS

QUESTUS INCORPORATED

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

BALANCE SHEET

	Notes	R 2021 Dec	R 2020 Dec
ASSETS			
Non current assets			
Property, plant and equipment	1	2	2
		2	2
Current assets			
Cash and cash equivalents	2	3,711,248	3,412,539
Trade and other receivables	3	2,798,348	3,193,639
		912,900	218,900
TOTAL ASSETS		<u>3,711,250</u>	<u>3,412,541</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Retained surplus		2,914,221	2,711,213
Current liabilities			
Trade and other payables	4	797,029	701,328
		797,029	701,328
TOTAL EQUITY AND LIABILITIES		<u>3,711,250</u>	<u>3,412,541</u>

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

INCOME STATEMENT

	Notes	R 2021 Jan 21 - Dec 21	R 2020 Jan 20 - Dec 20
INCOME		1,375,500	3,037,683
Conference and delegate fees		1,270,500	2,837,683
Membership fees		105,000	200,000
PLUS: OTHER INCOME			
Interest		59,383	65,479
LESS: OPERATING EXPENSES		1,231,875	2,105,320
Accounting fees		3,053	3,060
Auditors remuneration		10,695	9,775
Bad debts		6,700	168,400
Bank charges		3,685	4,351
Conferencing		1,077,957	1,881,448
Entertainment		19,552	-
Printing & Stationary		1,569	1,641
Salaries & Wages		-	-
Subsistence & Travel		108,664	36,645
Website		-	-
NET INCOME/(DEFICIT) FOR THE YEAR		203,008	997,843
RETAINED SURPLUS AT THE BEGINNING OF THE YEAR		2,711,213	1,713,370
RETAINED SURPLUS AT THE END OF THE YEAR		2,914,221	2,711,213

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

CASH FLOW STATEMENT

	R	R
Notes	2021 Jan 21 - Dec 21	2020 Jan 20 - Dec 20
CASH FLOW FROM OPERATING ACTIVITIES	(395,291)	1,251,779
Net surplus for the year	203,008	997,843
Depreciation	-	-
(Increase)/Decrease receivables	(694,000)	42,768
Increase/(Decrease) in trade and other payables	95,701	211,168
NET CASH FROM OPERATING ACTIVITIES	<u>(395,291)</u>	<u>1,251,779</u>
CASH EFFECTS OF INVESTMENT ACTIVITIES		
Purchase of Property, Plant and Equipment	-	-
NET CASH FROM INVESTING ACTIVITIES	<u>-</u>	<u>-</u>
TOTAL CASH MOVEMENT FOR THE YEAR	(395,291)	1,251,779
CASH AND CASH EQUIVALENTS: BEGINNING	3,193,639	1,941,860
CASH AND CASH EQUIVALENTS: END	<u>2,798,348</u>	<u>3,193,639</u>

2

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

ACCOUNTING POLICIES

1. PRESENTATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the accounting policies of ITS Integrator User Group. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below.

1.1 Financial Instruments

Receivables

Trade debtors are not recognised when due, as income is recognised when received.

Trade and other payables

Trade payables are initially measured at fair value, and are subsequently measured at amortised cost, using the effective interest rate method.

Trade and other payables are carried at amortised cost.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. These are initially and subsequently recorded at fair value.

Revenue Recognition

Revenue is recognized when received and therefore no trade debtors are provided.

Fixed Assets

All fixed assets are initially recorded at cost and adjusted for any impairment in value. Depreciation is calculated on the straight-line method to write off the cost of each asset, or the revalued amounts, to their residual values over their estimated useful lives.

Item	Average useful life
Computer equipment	3 years

ITS INTEGRATOR USER GROUP
FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

	R	R
	2021 Jan 21 - Dec 21	2020 Jan 20 - Dec 20
1. PROPERTY, PLANT AND EQUIPMENT		
Computer Equipment		
Carrying value beginning of year	2	2
Less : Depreciation	-	-
Purchases	-	-
Carrying value end of year	2	2
Cost price	31,459	31,459
Accumulated depreciation	(31,457)	(31,457)
2. CASH AND CASH EQUIVALENTS		
Cheque Account	403,575	829,886
32 Day notice deposit	533,061	527,325
PayFast	4,796	5,110
Investment Advantage	1,856,916	1,798,491
	<u>2,798,347</u>	<u>3,160,813</u>
ABSA Credit Card	0	32,826
	<u>2,798,348</u>	<u>3,193,639</u>
3. TRADE AND OTHER RECIEVABLES		
Fees Receivable	912,900	218,900
	<u>912,900</u>	<u>218,900</u>
4. TRADE AND OTHER PAYABLES		
Century City Conference Centre	797,029	701,328
Tusk Events	-	-
Emperors Palace (Pty) Ltd	-	-
Other Payables	-	-
	<u>797,029</u>	<u>701,328</u>