

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

FINANCIAL STATEMENTS
for the year ended 28 February 2022

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

**ANNUAL FINANCIAL STATEMENTS
28 February 2022**

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APPROVAL OF ANNUAL FINANCIAL STATEMENTS

The annual financial statements and other financial information set out in this report were prepared by the association in conformity with generally accepted accounting practice applied on a consistent basis.

The manner of presentation of the annual financial statements, the selection of accounting policies (see note 1) and the integrity of the financial information are the responsibility of the association.

The annual financial statements which appear on pages 2 to 11 were approved by the association and have been signed to that effect by:

Sabelo Nkosi
Treasurer: National Executive Committee

27 May 2022

Rethabile Mbokodi
President: National Executive Committee

**INDEPENDENT PRACTITIONER'S REVIEW REPORT
TO THE NATIONAL EXECUTIVE COMMITTEE OF THE
INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA**

Report on the Financial Statements

I have reviewed the accompanying financial statements of International Association for Impact Assessment South Africa, which comprise the statement of financial position as at February 28, 2022, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements. I conducted the review in accordance with International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements. ISRE 2400 (Revised) requires me to conclude whether anything has come to my attention that causes me to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires me to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that these financial statements do not present fairly, in all material respects, the financial position of International Association for Impact Assessment South Africa as at February 28, 2022, and its financial performance and cash flows for the year then ended, in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

Malebo Maloka
Chartered Accountant (SA)

27 May 2022

SAICA: 20032631

108 Huntingdon Terrace, 2 Huntingdon Rd, Morningside, 2057

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

STATEMENT OF FINANCIAL POSITION
28 February 2022

	Notes	2022 R	2021 R
ASSETS			
<i>Non Current assets</i>			
Property, plant and equipment	2	10 103	16 622
<i>Current assets</i>			
Bank balances and cash	3	3 600 887	3 467 368
Accounts receivable	4	3 563 994	3 455 227
Deposits	5	28 393	12 141
		8 500	-
Total assets		3 610 990	3 483 990
RESERVES AND LIABILITIES			
<i>Capital reserves</i>			
Sustainability reserve	6	3 214 055	3 230 850
Operational and projects reserve	7	1 261 572	1 220 269
		1 952 483	2 010 581
<i>Current liabilities</i>			
Funds-in-advance	8	396 935	253 140
Accounts payable	9	349 673	217 972
		47 262	35 168
Total equity and liabilities		3 610 990	3 483 990

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 28 February 2022

	Notes	2022 R	2021 R
INCOME		1 187 704	800 258
Advertising		18 748	9 357
Branches			
Gauteng	10	8 966	3 878
KwaZulu-Natal	11	1 418	557
Mpumalanga	12	870	678
North West	13	722	374
Western Cape	14	1 965	696
Conference 2021	15	355 204	-
Interest		119 655	126 840
Membership fees - prior years		8 087	6 487
Membership fees - 2020/2021		-	599 167
Membership fees - 2021/2022		620 820	-
National Events	16	24 695	-
Projects			
NSTF-IAIAsa Knowledge Share Project		-	40 000
IAIA Innovation Grant-isiZulu EIA Guide		26 357	-
Student branches			
Western Cape		-	574
Sundry income		197	171
Symposiums/National Events		-	11 479

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 28 February 2022

(continued)

	Notes	2022 R	2021 R
INCOME		1 187 704	800 258
EXPENDITURE		(1 204 499)	(907 863)
Administration and finance		18 716	18 210
Accounting fees		9 200	9 200
Bank charges		9 516	9 010
Branch events		4 157	4 600
Gauteng	17	1 100	2 450
KwaZulu-Natal	18	1 800	-
Mpumalanga		-	-
North West		-	600
Western Cape	19	1 257	1 550
Conference		16 074	5 950
Conference 2020		-	5 950
Conference 2021		16 074	-
National Events		10 672	-
Operations		1 099 134	872 964
Administrative services		176 400	143 760
Association memberships		3 170	21 133
Communication		2 374	1 631
Consulting fees		-	390
Courier and postage		-	422
Depreciation		6 519	2 933
Employment costs		413 198	393 750
Event broadcasting		-	742
Event registration fees		4 251	3 862
Financial and bookkeeping fees		204 876	169 728
IT support		18 188	22 395
Rental		10 680	10 680
Software and licences		35 450	93 085
Sundry		3 486	1 000
Telephone, fax and cellphone		8 650	6 616
Travel and accommodation		168 418	-
UIF		2 125	1 785
Venue hire and catering		41 349	(948)
Portfolios		400	-
Student Representative		400	-
Projects		40 794	-
IAIA Innovation Grant-isiZulu EIA Guide		40 794	-
Strategic initiatives		10 242	2 500
Student branches		4 310	2 951
Gauteng	20	425	-
KwaZulu-Natal	21	1 680	750
Mpumalanga		-	542
North West	22	650	-
Western Cape	23	1 555	1 659
Symposium 2020		-	688
NET OPERATING (LOSS) / SURPLUS		(16 795)	(107 605)
LESS: TRANSFER OF INTEREST TO SUSTAINABILITY RESERVE		(41 303)	(43 670)
NET (LOSS) / SURPLUS		(58 098)	(151 275)

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

STATEMENT OF CHANGES IN EQUITY
for the year ended 28 February 2022

	Sustainability Reserve	Capital Reserves R	Total R
Balance at 1 March 2020	1 176 599	2 161 856	3 338 455
Net operating loss for the year	-	(107 605)	(107 605)
Interest	43 670	(43 670)	-
Balance at 1 March 2021	<u>1 220 269</u>	<u>2 010 581</u>	<u>3 230 850</u>
Net operating loss for the year	-	(16 795)	(16 795)
Interest	41 303	(41 303)	-
Balance at 28 February 2022	<u>1 261 572</u>	<u>1 952 483</u>	<u>3 214 055</u>

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

CASH FLOW STATEMENT
for the year ended 28 February 2022

	2022 R	2021 R
CASH FLOWS FROM OPERATING ACTIVITIES		
Net operating surplus/loss for the year	(16 795)	(107 605)
Changes in operating assets and liabilities		
Depreciation	6 519	2 933
(Increase) / decrease in accounts receivable	(16 252)	(9 761)
Decrease / (increase) in deposits	(8 500)	-
(Decrease) / increase in accounts payable	12 094	13 841
(Decrease) / increase in funds in advance	131 701	1 543
<i>Net cash from operating activities</i>	<u>108 767</u>	<u>(99 049)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	<u>-</u>	<u>(19 554)</u>
Net increase in cash and cash equivalents	108 767	(118 603)
Cash and cash equivalents at the beginning of the year	3 455 227	3 573 830
Cash and cash equivalents at the end of the year	<u>3 563 994</u>	<u>3 455 227</u>

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 28 February 2022**

1. ACCOUNTING POLICIES

The annual financial statements have been prepared on the historical cost basis, and incorporate the following principal accounting policies which are consistent with the previous year.

1.1 Account payables

Account payables are obligations on the basis of normal credit terms and do not bear interest.

1.2 Revenue Recognition

Revenue comprises membership fees, conference and event income, and advertising and sponsorship income.

Membership fees are recognised as income once received, as membership is not compulsory and merely lapses if not paid within 60 days.

1.3 Property, plant and equipment

Property, plant and equipment are tangible items that:

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

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

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, which is as follows:

Item	Average useful life
Computer equipment	3 years

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 28 February 2022

	2022 R	2021 R
2. PROPERTY, PLANT AND EQUIPMENT		
Computer equipment	10 103	16 622
Cost	32 052	32 052
Accumulated depreciation	(21 949)	(15 430)
	<u>10 103</u>	<u>16 622</u>
Reconciliation of property, plant and equipment - 2022		
	NET BOOK VALUE AT BEGINNING OF YEAR	ADDITIONS / DEPRECIATION (DISPOSALS)
Computer equipment	16 622	(6 519)
		-
		NET BOOK VALUE AT END OF YEAR
		<u>10 103</u>
3. CASH AND CASH EQUIVALENTS		
Standard Bank		
Current account	66 943	67 831
Call account	3 497 051	3 387 396
	<u>3 563 994</u>	<u>3 455 227</u>
4. ACCOUNTS RECEIVABLE		
Memberships	28 393	12 141
	<u>28 393</u>	<u>12 141</u>
5. DEPOSITS		
Riiver Consulting	8 500	-
	<u>8 500</u>	<u>-</u>
6. SUSTAINABILITY RESERVE		
Sustainability Reserve	1 220 269	1 176 599
Interest	41 303	43 670
	<u>1 261 572</u>	<u>1 220 269</u>
7. OPERATIONAL & PROJECTS RESERVE		
Operational reserve	766 474	638 833
Projects reserve	1 186 009	1 371 748
	<u>1 952 483</u>	<u>2 010 581</u>
8. FUNDS IN ADVANCE		
Innovation Grant	-	26 357
Membership fees received in advance	349 673	191 615
	<u>349 673</u>	<u>217 972</u>
9. ACCOUNTS PAYABLE		
Accounts payable	3 572	10 989
South African Revenue Services - VAT	43 690	24 179
	<u>47 262</u>	<u>35 168</u>

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 28 February 2022

		2022
		R
10. BRANCHES - GAUTENG		
Ecosystem Services Impact Assessment	21 Apr 21	26
Towards Sustainable & Responsible Mine Closure	20 Jul 21	2 635
Proposed Amendments: Financial Provisioning Regulations	01 Sep 21	2 087
Bringing Sustainable Cities & IEM to Life	27 Oct 21	1 009
Combining Environmental Legislation & Technology	27 Jan 22	3 209
		<u>8 966</u>
11. BRANCHES - KWAZULU-NATAL		
Climate Change Impact Assessment	06 May 21	522
Application of IFC Performance Standards in SA	01 Jul 21	348
Green Finance	07 Oct 21	374
Contaminated Land	01 Dec 21	174
		<u>1 418</u>
12. BRANCHES - MPUMALANGA		
DFFE Screening Tool	30 Jul 21	696
DARDLEA S24G Session	13 Dec 21	174
		<u>870</u>
13. BRANCHES - NORTH WEST		
EAPASA Registration	18 Jun 21	-
The Critical role of Impact Assessment in Protected Areas	22 Feb 22	722
		<u>722</u>
14. BRANCHES - WESTERN CAPE		
POPIA: How will POPIA impact EIAs?	30 Nov 21	1 765
EWT Western Cape Programmes	10 Nov 21	200
		<u>1 965</u>
15. CONFERENCE INCOME - 2021		
Registration		263 900
Sponsorship		78 261
Student Sponsorship		13 043
		<u>355 204</u>
16. NATIONAL EVENTS		
POPI Act - Are you ready?	09 Jun 21	5 391
SANBI Environmental Assessment Guideline	21 Jun 21	5 322
Grow Your Career and CPD	03 Feb 22	13 982
		<u>24 695</u>
17. BRANCHES - GAUTENG		
Ecosystem Services Impact Assessment	21 Apr 21	150
Towards Sustainable & Responsible Mine Closure	20 Jul 21	150
Proposed Amendments: Financial Provisioning Regulations	01 Sep 21	150
Bringing Sustainable Cities & IEM to Life	27 Oct 21	-
Combining Environmental Legislation & Technology	27 Jan 22	650
		<u>1 100</u>
18. BRANCHES - KWAZULU-NATAL		
Climate Change Impact Assessment	06 May 21	-
Application of IFC Performance Standards in SA	01 Jul 21	-
Green Finance	07 Oct 21	500
Contaminated Land	01 Dec 21	1 300
		<u>1 800</u>
19. BRANCHES - WESTERN CAPE		
POPIA: How will POPIA impact EIAs?	30 Nov 21	57
EWT Western Cape Programmes	10 Nov 21	1 200
		<u>1 257</u>

**INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS**

for the year ended 28 February 2022

		2022 R
20. STUDENT BRANCHES - GAUTENG		
Varsity College Student Branch Activation	13 Sep 21	425
		<u>425</u>
21. STUDENT BRANCHES - KWAZULU-NATAL		
Strategic Planning Meeting		1 230
What's it like to work on the wild side?	21 Apr 21	450
		<u>1 680</u>
22. STUDENT BRANCHES - NORTH WEST		
Career Day	05 Aug 21	650
		<u>650</u>
23. STUDENT BRANCHES - WESTERN CAPE		
Women in Environmental Science	31 Aug 21	600
Edith Stephens Nature Reserve Tour	27 Nov 21	955
		<u>1 555</u>

24. TAXATION

No provision for taxation has been made in the financial statements as SARS have recognised the entity as an Exempt Organisation.