MURDOCH

CHARTERED ACCOUNTANTS

INSTITUTE OF BREWING AND DISTILLING AFRICA SECTION NPC

(Registration number 1992/004673/08)

ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Murdoch Chartered Accountants
Chartered Accountants (S.A.)
Registered Auditor
Issued 10 June 2024

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	The principal activity of the company is the hosting of educational seminars and workshops and operates principally in South Africa
Directors	C H Belcher A J L Kennedy
Postal address	PO Box 899 Magalies View 2067
Bankers	Nedbank Limited
Auditors	Murdoch Chartered Accountants Chartered Accountants (S.A.) Registered Auditor
Company registration number	1992/004673/08

Index

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

Preparer

Published

10 June 2024

Directors' Responsibilities and Approval

The directors are required in terms of the Companies Act 71 of 2008 to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the company 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 South African Statements of Generally Accepted Accounting Practice. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with South African Statements of Generally Accepted Accounting Practice and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board of directors sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

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

The directors have reviewed the company's cash flow forecast for the year to 30 June 2009 and, in light of this review and the current financial position, they are satisfied that the company has or had access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on page 4.

The annual financial statements set out on pages 5 to 11, which have been prepared on the going concern basis, were approved by the board of directors on 10 June 2024 and were signed on their behalf by:

C H Belcher

Allastair J. L. Kennedy
A J L Kennedy

Johannesburg

Monday, 10 June 2024

MURDOCH
CHARTERED ACCOUNTANTS
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Independent Auditor's Report

To the shareholder of INSTITUTE OF BREWING AND DISTILLING AFRICA SECTION NPC

We have audited the annual financial statements of INSTITUTE OF BREWING AND DISTILLING AFRICA SECTION NPC, as set out on pages 6 to 11, which comprise the statement of financial position as at 31 December 2023, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

Directors' Responsibility for the Annual Financial Statements

The company's directors are responsible for the preparation and fair presentation of these annual financial statements in accordance with South African Statements of Generally Accepted Accounting Practice and requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine is necessary to enable the preparation of annual financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these annual financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the annual financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company`s preparation and fair presentation of the annual financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the annual financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of INSTITUTE OF BREWING AND DISTILLING AFRICA SECTION NPC as at 31 December 2023, and its financial performance and cash flows for the year then ended in accordance with South African Statements of Generally Accepted Accounting Practice, and the requirements of the Companies Act 71 of 2008.

Other reports required by Companies Act 71 of 2008

As part of our audit of the annual financial statements for the year ended 31 December 2023, we have read the directors' report for the purpose of identifying whether there are material inconsistencies between that report and the audited annual financial statements. The directors' report is the responsibility of the director. Based on reading that report we have not identified material inconsistencies between it and the audited annual financial statements. However, we have not audited the directors' report and accordingly do not express an opinion thereon.

Murdoch Chartered Accountants
Glenn Murdoch
Partner
Registered Auditor

10 June 2024
Johannesburg

PARTNER G G MURDOCH BCOM (HONS) BCOMPT (HONS) CA(SA)

CONSULTANTS ; BW MURDOCH BCOM: C MURDOCH CA (SA): GR MURDOCH BCOM(HONS) : WD MOLVER BCOM

Directors' Report

The directors have pleasure in submitting their report on the annual financial statements of INSTITUTE OF BREWING AND DISTILLING AFRICA SECTION NPC for the year ended 31 December 2023.

1. Review of financial results and activities

The annual financial statements have been prepared in accordance with South African Statements of Generally Accepted Accounting Practice and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

The company recorded a net profit after tax for the year ended 31 December 2023 of R 4 175. This represented an increase from the net profit after tax of the prior year of R11 981.

2. Directorate

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

Directors
C H Belcher
A J L Kennedy

3. Events after the reporting period

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

4. Auditors

Murdoch Chartered Accountants continued in office as auditors for the company for 2023.

At the AGM, the shareholder will be requested to reappoint Murdoch Chartered Accountants as the independent external auditors of the company and to confirm Glenn Murdoch as the designated lead audit partner for the 2024 financial year.

Statement of Financial Position as at 31 December 2023

Figures in Rand	Note(s)	2023	2022
Assets			
Non-Current Assets			
Property, plant and equipment		1	1
Current Assets			
Trade and other receivables		29 799	5 995
Cash and cash equivalents	2	1 387 598	1 412 622
Equity and Liabilities			
Equity			
Retained income		1 410 793	1 406 618
Liabilities			
Current Liabilities			
Trade and other payables		6 605	12 000
Total Equity and Liabilities		**1 417 398**	**1 418 618**

Statement of Comprehensive Income

Figures in Rand	Note(s)	2023	2022
Revenue			
Training revenue		218 976	153 150
Cost of sales			
Purchases		(189 000)	(124 938)
Gross profit		**29 976**	**28 212**
Other income			
Interest received	4	56 064	20 797
Operating expenses			
Accounting fees		(21 241)	(13 540)
Administration and management fees		(12 100)	(600)
Bad debts		(14 446)	(4 315)
Auditors remuneration		(17 500)	-
Computer expenses		(12 777)	(7 252)
Bank charges		(3 109)	(3 667)
Insurance		-	(5 600)
Profit and loss on exchange differences		(692)	(2 054)
		(81 865)	**(37 028)**
Profit for the year		**4 175**	**11 981**
Other comprehensive income		-	-
Total comprehensive income for the year		**4 175**	**11 981**

Statement of Changes in Equity

Figures in Rand	Retained income	Total equity
Balance at 01 January 2022	**1 394 637**	**1 394 637**
Profit for the year	11 981	11 981
Other comprehensive income	-	-
Total comprehensive income for the year	**11 981**	**11 981**
Balance at 01 January 2023	**1 406 618**	**1 406 618**
Profit for the year	4 175	4 175
Other comprehensive income	-	-
Total comprehensive income for the year	**4 175**	**4 175**
Balance at 31 December 2023	**1 410 793**	**1 410 793**

Note(s)

Statement of Cash Flows

Figures in Rand	Note(s)	2023	2022
Cash flows from operating activities			
Cash used in operations	5	(81 088)	37 008
Interest received		56 064	20 797
Net cash from operating activities		**(25 024)**	**57 805**
Cash flows from investing activities			
Proceeds from transfers		(6 000)	-
Total cash movement for the year		**(25 024)**	**57 805**
Cash at the beginning of the year		1 412 622	1 354 817
Total cash at end of the year	2	**1 387 598**	**1 412 622**

Accounting Policies

1. Presentation of annual financial statements

The annual financial statements have been prepared in accordance with South African Statements of Generally Accepted Accounting Practice, and the Companies Act 71 of 2008. The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Financial instruments

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.

1.2 Revenue

Revenue from the sale of goods is recognised when all the following conditions have been satisfied:

- the company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the company; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

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

Notes to the Annual Financial Statements

Figures in Rand	2023	2022

2. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balance - Nedbank Account	366 560	1 412 622
Short-term deposits	1 021 038	-
	1 387 598	**1 412 622**

3. Revenue

Sale of goods	218 976	153 150

4. Investment revenue

Interest revenue		
Bank	56 064	20 797

5. Cash used in operations

Profit before taxation	4 175	11 981
Adjustments for:		
Interest received - investment	(56 064)	(20 797)
Changes in working capital:		
Trade and other receivables	(23 805)	45 824
Trade and other payables	(5 394)	-
	(81 088)	**37 008**